

**ALPHA METALLURGICAL RESOURCES, INC. AND SUBSIDIARIES**  
**ADJUSTED EBITDA RECONCILIATION**  
(Amounts in thousands)

	Three Months Ended			Year Ended December 31,	
	September 30, 2020	December 31, 2020	December 31, 2019	2020	2019
Net loss from continuing operations	\$ (68,487)	\$ (55,050)	\$ (210,237)	\$ (241,470)	\$ (219,618)
Interest expense	18,746	18,290	17,444	74,528	67,521
Interest income	(376)	(153)	(1,701)	(7,027)	(7,247)
Income tax (benefit) expense	(45)	36	(44,407)	(2,164)	(53,287)
Depreciation, depletion and amortization	49,236	(4,036)	50,221	139,885	215,757
Merger-related costs	—	—	35	—	1,090
Non-cash stock compensation expense	1,078	696	4,885	4,897	12,348
Mark-to-market adjustment - acquisition-related obligations	3,624	4,676	(3,276)	(8,750)	(3,564)
Accretion on asset retirement obligations	6,736	6,559	6,990	26,504	23,865
Loss on modification and extinguishment of debt	—	—	—	—	26,459
Asset impairment and restructuring <sup>(1)</sup>	(226)	29,897	60,466	83,878	66,324
Goodwill impairment <sup>(2)</sup>	—	—	124,353	—	124,353
Cost impact of coal inventory fair value adjustment <sup>(3)</sup>	—	—	—	—	8,209
Gain on assets acquired in an exchange transaction <sup>(4)</sup>	—	—	—	—	(9,083)
Management restructuring costs <sup>(5)</sup>	—	—	7,720	941	7,720
Loss on partial settlement of benefit obligations	—	1,735	6,446	2,966	6,446
Amortization of acquired intangibles, net	2,074	4,748	3,137	9,214	(3,189)
Adjusted EBITDA	<u>\$ 12,360</u>	<u>\$ 7,398</u>	<u>\$ 22,076</u>	<u>\$ 83,402</u>	<u>\$ 264,104</u>

<sup>(1)</sup> Asset impairment and restructuring for the year ended December 31, 2020 includes long-lived asset impairments of \$80,954 related to asset groups recorded within the Met and CAPP - Thermal reporting segments and restructuring expense of \$2,924 recorded in CAPP - Thermal and All Other reporting segments. Asset impairment for the year ended December 31, 2019 includes a long-lived asset impairment of \$60,169 related to asset groups recorded within the Met and CAPP - Thermal reporting segments and an asset impairment of \$6,155 primarily related to the write-off of prepaid purchased coal as a result of Blackjewel's Chapter 11 bankruptcy filing on July 1, 2019.

<sup>(2)</sup> The goodwill impairment testing as of December 31, 2019 resulted in a goodwill impairment of \$124,353 to write down the full carrying value of goodwill.

<sup>(3)</sup> The cost impact of the coal inventory fair value adjustment as a result of the Merger was completed during the three months ended June 30, 2019.

<sup>(4)</sup> During the year ended December 31, 2019, the Company entered into an exchange transaction which primarily included the release of the PRB overriding royalty interest owed to the Company in exchange for met coal reserves which resulted in a gain of \$9,083.

<sup>(5)</sup> Management restructuring costs are related to severance expense associated with senior management changes during the three months ended March 31, 2020 and the year ended December 31, 2019.