

ALPHA METALLURGICAL RESOURCES, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Amounts in thousands)

	Year Ended December 31,	
	2020	2019
Operating activities:		
Net loss	\$ (446,899)	\$ (316,319)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation, depletion and amortization	151,455	315,162
Amortization of acquired intangibles, net	10,075	(88)
Accretion of acquisition-related obligations discount	3,342	5,522
Amortization of debt issuance costs and accretion of debt discount	14,772	14,070
Mark-to-market adjustment for acquisition-related obligations	(8,750)	(3,564)
Loss on sale of business	36,113	—
(Gain) loss on disposal of assets	(2,401)	8,142
Gain on assets acquired in an exchange transaction	—	(9,083)
Accretion on asset retirement obligations	30,658	33,759
Employee benefit plans, net	14,439	20,846
Deferred income taxes	33,123	(12,098)
Goodwill impairment	—	124,353
Asset impairment and restructuring	256,518	83,485
Loss on modification and extinguishment of debt	—	26,459
Stock-based compensation	4,896	12,397
Equity in loss of affiliates	3,473	6,874
Other, net	(5,972)	(5,204)
Changes in operating assets and liabilities		
Trade accounts receivable, net	91,190	47,424
Inventories, net	48,689	(40,694)
Prepaid expenses and other current assets	28,152	56,671
Deposits	(17,926)	15,170
Other non-current assets	(6,753)	(24,460)
Trade accounts payable	(28,620)	(28,148)
Accrued expenses and other current liabilities	15,428	(25,495)
Acquisition-related obligations	(32,560)	(28,128)
Asset retirement obligations	(19,375)	(111,616)
Other non-current liabilities	(43,831)	(33,557)
Net cash provided by operating activities	129,236	131,880
Investing activities:		
Capital expenditures	(153,990)	(192,411)
Proceeds on disposal of assets	4,023	2,780
Cash paid on sale of business	(52,192)	—
Capital contributions to equity affiliates	(3,443)	(10,051)
Purchase of investment securities	(21,129)	(92,855)

Maturity of investment securities	16,685	100,250
Other, net	77	535
Net cash used in investing activities	(209,969)	(191,752)
Financing activities:		
Proceeds from borrowings on debt	57,500	544,946
Principal repayments of debt	(59,768)	(552,809)
Principal repayments of financing lease obligations	(3,176)	(3,654)
Debt issuance costs	—	(6,689)
Common stock repurchases and related expenses	(209)	(37,622)
Principal repayments of notes payable	(16,723)	(14,818)
Other, net	—	952
Net cash used in financing activities	(22,376)	(69,694)
Net decrease in cash and cash equivalents and restricted cash	(103,109)	(129,566)
Cash and cash equivalents and restricted cash at beginning of period	347,680	477,246
Cash and cash equivalents and restricted cash at end of period	<u>\$ 244,571</u>	<u>\$ 347,680</u>
Supplemental cash flow information:		
Cash paid for interest	\$ 49,294	\$ 51,877
Cash paid for income taxes	\$ 5	\$ 3,039
Cash received for income tax refunds	\$ 68,801	\$ 72,236
Supplemental disclosure of noncash investing and financing activities:		
Financing leases and capital financing - equipment	\$ 4,411	\$ 5,324
Accrued capital expenditures	\$ 7,493	\$ 4,110

The following table provides a reconciliation of cash and cash equivalents and restricted cash reported within the Consolidated Balance Sheets that sum to the total of the same such amounts shown in the Consolidated Statements of Cash Flows.

	<u>As of December 31,</u>	
	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 139,227	\$ 212,793
Short-term restricted cash (included in Prepaid expenses and other current assets)	9,311	12,363
Long-term restricted cash	96,033	122,524
Total cash and cash equivalents and restricted cash shown in the Consolidated Statements of Cash Flows	<u>\$ 244,571</u>	<u>\$ 347,680</u>