

CONTURA ENERGY, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Amounts in thousands)

	Year Ended December 31,	
	2019	2018
Operating activities:		
Net (loss) income	\$ (316,319)	\$ 299,165
Adjustments to reconcile net (loss) income to net cash provided by operating activities:		
Depreciation, depletion and amortization	315,162	77,549
Amortization of acquired intangibles, net	(88)	(5,392)
Accretion of acquisition-related obligations discount	5,522	5,627
Amortization of debt issuance costs and accretion of debt discount	14,070	4,483
Mark-to-market adjustment for acquisition-related obligations	(3,564)	24
Gain on settlement of acquisition-related obligations	—	(580)
Loss (gain) on disposal of assets	8,142	(16,852)
Gain on assets acquired in an exchange transaction	(9,083)	—
Accretion on asset retirement obligations	33,759	9,966
Employee benefit plans, net	20,846	9,231
Deferred income taxes	(12,098)	(66,682)
Goodwill impairment	124,353	—
Asset impairment	83,485	—
Loss on modification and extinguishment of debt	26,459	12,042
Stock-based compensation	12,397	13,354
Equity in loss of affiliates	6,874	6,112
Other, net	(5,204)	1,643
Changes in operating assets and liabilities		
Trade accounts receivable, net	47,424	(84,139)
Inventories, net	(40,694)	33,232
Prepaid expenses and other current assets	56,671	(44,266)
Deposits	15,170	(7,493)
Other non-current assets	(24,460)	(36,655)
Trade accounts payable	(28,148)	(7,075)
Accrued expenses and other current liabilities	(25,495)	(7,345)
Acquisition-related obligations	(28,128)	(14,500)
Asset retirement obligations	(111,616)	(3,175)
Other non-current liabilities	(33,557)	(19,893)
Net cash provided by operating activities	131,880	158,381
Investing activities:		
Capital expenditures	(192,411)	(81,881)
Payments on disposal of assets	—	(10,250)
Proceeds on disposal of assets	2,780	997
Capital contributions to equity affiliates	(10,051)	(5,253)
Cash, cash equivalents and restricted cash acquired in acquisition, net of amounts paid	—	198,506
Purchase of investment securities	(92,855)	(3,280)

Maturity of investment securities	100,250	3,360
Other, net	535	(3)
Net cash (used in) provided by investing activities	(191,752)	102,196
Financing activities:		
Proceeds from borrowings on debt	544,946	537,750
Principal repayments of debt	(552,809)	(471,704)
Principal repayments of financing lease obligations	(3,654)	(533)
Form S-4 costs	—	(3,918)
Debt issuance costs	(6,689)	(14,931)
Common stock repurchases and related expenses	(37,622)	(20,270)
Principal repayments of notes payable	(14,818)	(3,844)
Other, net	952	159
Net cash (used in) provided by financing activities	(69,694)	22,709
Net (decrease) increase in cash and cash equivalents and restricted cash	(129,566)	283,286
Cash and cash equivalents and restricted cash at beginning of period	477,246	193,960
Cash and cash equivalents and restricted cash at end of period	<u>\$ 347,680</u>	<u>\$ 477,246</u>
Supplemental cash flow information:		
Cash paid for interest	\$ 51,877	\$ 27,340
Cash paid for income taxes	\$ 3,039	\$ 37
Cash received for income tax refunds	\$ 72,236	\$ 14,157
Supplemental disclosure of noncash investing and financing activities:		
Financing leases and capital financing - equipment	\$ 5,324	\$ 6,513
Accrued capital expenditures	\$ 4,110	\$ 6,879
Issuance of equity in connection with acquisition	\$ —	\$ 664,460
Net balance due to Alpha deemed effectively settled	\$ —	\$ 47,048

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.

	As of December 31,	
	2019	2018
Cash and cash equivalents	\$ 212,793	\$ 233,599
Short-term restricted cash (included in prepaid expenses and other current assets)	12,363	16,474
Long-term restricted cash	122,524	227,173
Total cash and cash equivalents and restricted cash	<u>\$ 347,680</u>	<u>\$ 477,246</u>