

CONTURA ENERGY, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)
(Amounts in thousands, except share and per share data)

| | Three Months Ended June 30, | | Six Months Ended June 30, | |
|---|-----------------------------|------------------|---------------------------|-------------------|
| | 2019 | 2018 | 2019 | 2018 |
| Revenues: | | | | |
| Coal revenues | \$ 653,828 | \$ 525,168 | \$ 1,260,788 | \$ 1,003,533 |
| Other revenues | 2,378 | 3,750 | 4,532 | 7,717 |
| Total revenues | 656,206 | 528,918 | 1,265,320 | 1,011,250 |
| Costs and expenses: | | | | |
| Cost of coal sales (exclusive of items shown separately below) | 496,746 | 431,304 | 1,012,440 | 802,048 |
| Depreciation, depletion and amortization | 62,814 | 11,222 | 124,085 | 22,810 |
| Accretion on asset retirement obligations | 6,847 | 1,596 | 13,079 | 4,056 |
| Amortization of acquired intangibles, net | (343) | 1,104 | (7,026) | 11,310 |
| Asset impairment | 5,826 | — | 5,826 | — |
| Selling, general and administrative expenses (exclusive of depreciation, depletion and amortization shown separately above) | 14,783 | 11,951 | 35,734 | 31,108 |
| Merger related costs | 156 | 3,423 | 987 | 3,883 |
| Total other operating (income) loss: | | | | |
| Mark-to-market adjustment for acquisition-related obligations | 1,014 | — | 2,950 | — |
| Other expenses (income) | 1,414 | (16,407) | (7,485) | (16,506) |
| Total costs and expenses | 589,257 | 444,193 | 1,180,590 | 858,709 |
| Income from operations | 66,949 | 84,725 | 84,730 | 152,541 |
| Other income (expense): | | | | |
| Interest expense | (16,077) | (8,779) | (31,232) | (17,984) |
| Interest income | 1,885 | 191 | 3,821 | 322 |
| Loss on modification and extinguishment of debt | (26,459) | — | (26,459) | — |
| Equity loss in affiliates | (2,475) | (1,170) | (2,959) | (1,233) |
| Miscellaneous loss, net | (523) | (270) | (1,389) | (583) |
| Total other expense, net | (43,649) | (10,028) | (58,218) | (19,478) |
| Income from continuing operations before income taxes | 23,300 | 74,697 | 26,512 | 133,063 |
| Income tax benefit (expense) | 1,000 | (55) | 5,778 | (121) |
| Net income from continuing operations | 24,300 | 74,642 | 32,290 | 132,942 |
| Discontinued operations: | | | | |
| Loss from discontinued operations before income taxes | (163,867) | (854) | (165,457) | (2,213) |
| Income tax benefit from discontinued operations | 25,906 | — | 26,321 | — |
| Loss from discontinued operations | (137,961) | (854) | (139,136) | (2,213) |
| Net (loss) income | \$ (113,661) | \$ 73,788 | \$ (106,846) | \$ 130,729 |
| Basic income (loss) per common share: | | | | |
| Income from continuing operations | \$ 1.27 | \$ 7.75 | \$ 1.70 | \$ 13.87 |
| Loss from discontinued operations | (7.21) | (0.08) | (7.32) | (0.23) |
| Net (loss) income | \$ (5.94) | \$ 7.67 | \$ (5.62) | \$ 13.64 |

| | | | | | | | | |
|--|----|------------|----|------------|----|------------|----|------------|
| Diluted income (loss) per common share | | | | | | | | |
| Income from continuing operations | \$ | 1.25 | \$ | 7.24 | \$ | 1.66 | \$ | 12.91 |
| Loss from discontinued operations | | (7.10) | | (0.08) | | (7.14) | | (0.22) |
| Net (loss) income | \$ | (5.85) | \$ | 7.16 | \$ | (5.48) | \$ | 12.69 |
| | | | | | | | | |
| Weighted average shares - basic | | 19,123,705 | | 9,625,874 | | 19,009,643 | | 9,587,457 |
| Weighted average shares - diluted | | 19,420,471 | | 10,306,043 | | 19,480,183 | | 10,299,539 |