

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

	Six Months Ended June 30,	
	2018	2017
Operating activities:		
Net income	\$ 130,729	\$ 47,722
Adjustments to reconcile net income to net cash (used in) provided by operating activities:		
Depreciation, depletion and amortization	22,810	34,277
Amortization of acquired intangibles, net	11,310	34,243
Accretion of acquisition-related obligations discount	3,020	4,441
Amortization of debt issuance costs and accretion of debt discount	1,499	1,206
Mark-to-market adjustment for acquisition-related obligations	—	2,382
Gain on settlement of acquisition-related obligations	(292)	(9,200)
Gain on disposal of assets	(16,502)	(708)
Bargain purchase gain	—	(642)
Accretion of asset retirement obligations	4,056	11,049
Employee benefit plans, net	5,324	5,539
Loss on early extinguishment of debt	—	38,701
Stock-based compensation	7,125	6,598
Equity in loss of affiliates	1,233	1,701
Changes in operating assets and liabilities	(54,706)	8,905
Net cash provided by operating activities	115,606	186,214
Investing activities:		
Capital expenditures	(38,349)	(35,508)
Payments on disposal of assets	(10,250)	—
Proceeds on disposal of assets	464	2,272
Capital contributions to equity affiliates	(525)	(3,090)
Purchase of additional ownership interest in equity affiliate	—	(13,293)
Other, net	(1,446)	(408)
Net cash used in investing activities	(50,106)	(50,027)
Financing activities:		
Proceeds from borrowings on debt	—	396,000
Principal repayments of debt	(5,323)	(357,500)
Principal repayments of capital lease obligations	(139)	(504)
Debt issuance costs	—	(14,385)
Debt extinguishment costs	—	(25,036)
Debt amendment costs	—	(4,520)
Common stock repurchases and related expenses	(4,838)	—
Principal repayments of notes payable	(2,939)	(726)
Other, net	(49)	11
Net cash used in financing activities	(13,288)	(6,660)
Net increase in cash and cash equivalents and restricted cash	52,212	129,527