

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2018	2017	2018	2017
Revenues:				
Coal revenues	\$ 443,005	\$ 319,178	\$ 1,446,538	\$ 1,100,078
Freight and handling revenues	—	61,492	—	191,411
Other revenues	4,866	1,868	12,583	5,836
Total revenues	447,871	382,538	1,459,121	1,297,325
Costs and expenses:				
Cost of coal sales (exclusive of items shown separately below)	307,689	270,838	936,817	842,158
Freight and handling costs	91,041	61,492	268,017	191,411
Depreciation, depletion and amortization	11,141	7,504	33,951	25,292
Amortization of acquired intangibles, net	1,158	14,868	12,468	49,111
Selling, general and administrative expenses (exclusive of depreciation, depletion and amortization shown separately above)	12,382	15,946	43,490	56,094
Merger related costs	1,181	—	5,064	—
Secondary offering costs	—	1,061	—	4,499
Total other operating (income) loss:				
Gain on disposal of assets	(601)	—	(17,103)	—
Mark-to-market adjustment for acquisition-related obligations	—	839	—	3,221
Gain on settlement of acquisition-related obligations	(118)	—	(410)	(9,200)
Other expenses	150	8	438	89
Total costs and expenses	424,023	372,556	1,282,732	1,162,675
Income from operations	23,848	9,982	176,389	134,650
Other income (expense):				
Interest expense	(8,554)	(8,466)	(26,538)	(28,080)
Interest income	507	43	829	116
Loss on early extinguishment of debt	—	—	—	(38,701)
Equity loss in affiliates	(1,624)	(411)	(2,857)	(2,120)
Bargain purchase gain	—	369	—	1,011
Miscellaneous income, net	(154)	(158)	(737)	(350)
Total other expense, net	(9,825)	(8,623)	(29,303)	(68,124)
Income from continuing operations before income taxes	14,023	1,359	147,086	66,526
Income tax (expense) benefit	(12)	8,371	(133)	(7,440)
Net income from continuing operations	14,011	9,730	146,953	59,086
Discontinued operations:				
(Loss) income from discontinued operations before income taxes	(2,117)	3,724	(4,330)	(276)
Income tax expense from discontinued operations	—	(3,295)	—	(929)
(Loss) income from discontinued operations	(2,117)	429	(4,330)	(1,205)
Net income	\$ 11,894	\$ 10,159	\$ 142,623	\$ 57,881