

**QUARTERLY
FINANCIAL REPORT**
Revenir Energy Inc.

For the Quarter ended
June 30, 2024



TABLE OF CONTENTS

Page

Financial Information	
Financial Statements.	
Condensed Consolidated Balance Sheets as of June 30, 2024 and December 31, 2023 (Unaudited).	3
Condensed Consolidated Statements of Operations for the three and six months ended June 30, 2024 and 2023 (Unaudited).	5
Condensed Consolidated Statements of Cash Flows for the six months ended June 30, 2024 and 2023 (Unaudited).	6

REVENIR ENERGY INC.

CONDENSED CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

	June 30,	December 31,
	2024	2023
(In thousands)		
Current assets:		
Cash	\$ 69,040	\$ 4,031
Restricted cash	555	571
Accounts receivable, net:		
Oil and natural gas	151	16,757
Other	—	54
Fair value of derivatives	—	4,405
Prepaid expenses and other current assets	7,023	9,825
Total current assets	<u>76,769</u>	<u>35,643</u>
Oil and natural gas properties at cost:		
Proved properties using the successful efforts method of accounting	13,205	581,698
Unproved properties	407	44,155
Accumulated depletion, depreciation, amortization and impairment	(3,331)	(191,022)
Total oil and natural gas properties, net	<u>10,281</u>	<u>434,831</u>
Other property and equipment, net of accumulated depreciation and amortization of \$821 and \$13,246, respectively	821	10,515
Fair value of derivatives	—	386
Total assets	<u>\$ 87,871</u>	<u>\$ 481,375</u>

See accompanying notes to condensed consolidated financial statements.

REVENIR ENERGY INC.

CONDENSED CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

LIABILITIES AND STOCKHOLDERS' EQUITY

	June 30, 2024	December 31, 2023
	(In thousands)	
Current liabilities:		
Accounts payable	\$ 5,929	\$ 7,816
Accrued oil and natural gas liabilities	6,238	26,700
Fair value of derivatives	—	2,842
Asset retirement obligation	220	948
Other	14,975	6,669
Total current liabilities	<u>27,362</u>	<u>44,975</u>
Long-term liabilities:		
Long-term debt	—	52,294
Asset retirement obligation	—	10,112
Fair value of derivatives	—	153
Other long-term liabilities	—	4,051
Deferred tax liabilities, net	—	12,758
Total liabilities	<u>27,362</u>	<u>124,343</u>
Commitments and contingencies		
Stockholders' equity:		
Common stock, \$0.01 par value; 600,000,000 shares authorized, 62,149,682 and 62,137,682 shares outstanding at June 30, 2024 and December 31, 2023, respectively	614	614
Additional paid-in capital	140,708	356,418
Retained earnings (deficit)	(80,813)	—
Total stockholders' equity	<u>60,509</u>	<u>357,032</u>
Total liabilities and stockholders' equity	<u>\$ 87,871</u>	<u>\$ 481,375</u>

See accompanying notes to condensed consolidated financial statements.

REVENIR ENERGY INC.
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(UNAUDITED)**

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2024	2023	2024	2023
(In thousands)				
Revenues:				
Oil sales	\$ 24,475	\$ 52,422	\$ 64,949	\$ 117,802
Natural gas liquids (NGL) sales	185	375	256	638
Natural gas sales	248	10,493	3,257	29,986
Total revenues	<u>24,908</u>	<u>63,290</u>	<u>68,462</u>	<u>148,426</u>
Expenses:				
Oil and natural gas production	4,163	17,887	11,661	45,541
Production and other taxes	1,176	3,278	3,282	7,714
General and administrative	50,556	5,853	56,105	12,669
Depletion, depreciation, amortization and accretion	7,912	28,025	24,479	61,145
(Gain) loss on disposal of assets	56,670	(41,553)	42,687	(45,399)
Total expenses	<u>120,477</u>	<u>13,490</u>	<u>138,214</u>	<u>81,670</u>
Operating income (loss)	(95,569)	49,800	(69,752)	66,756
Other income (expense):				
Interest income	587	156	817	277
Interest expense	(4,931)	(6,174)	(6,762)	(8,825)
Net gains (losses) on commodity derivatives	402	1,404	(2,626)	29,765
Reorganization items, net	(267)	(276)	(334)	(276)
Other	389	311	1,643	935
Income (loss) before income taxes	<u>(99,389)</u>	<u>45,221</u>	<u>(77,014)</u>	<u>88,632</u>
Income tax expense	(3,726)	—	(3,726)	—
Net income (loss)	<u>\$ (103,115)</u>	<u>\$ 45,221</u>	<u>\$ (80,740)</u>	<u>\$ 88,632</u>

See accompanying notes to condensed consolidated financial statements.

REVENIR ENERGY INC.
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)**

	Six Months Ended June 30,	
	2024	2023
	(In thousands)	
Cash flows from operating activities:		
Net income (loss)	\$ (80,740)	\$ 88,632
Adjustments to reconcile net income to net cash provided by operating activities:		
Depletion, depreciation, amortization and accretion	24,479	61,145
Amortization of debt discount and issuance costs	4,032	3,071
(Gain) loss on derivatives	2,626	(29,765)
Stock based compensation	647	469
(Gain) loss on disposal of assets	42,687	(45,399)
Changes in assets and liabilities:		
Decrease in accounts receivable, oil and natural gas	16,605	33,037
Decrease in accounts receivable, joint interest owners	4,723	4,750
Decrease in accounts receivable, other	54	1,628
Decrease in other assets	2,803	2,758
Decrease in accounts payable	(6,610)	(9,361)
Decrease in accrued oil and natural gas liabilities	(12,569)	(16,175)
Decrease in other liabilities	(9,030)	(17,742)
Total adjustments	70,447	(11,584)
Net cash provided by (used in) operating activities	(10,293)	77,048
Cash flows from investing activities:		
Investment in oil and natural gas properties	(26,430)	(45,519)
Proceeds from sale of oil and natural gas properties	370,359	59,092
Investment in other equipment	4,950	(1,648)
Net cash settlements paid on commodity derivatives	(830)	(26,395)
Net cash provided by (used in) investing activities	348,049	(14,470)
Cash flows from financing activities:		
Proceeds from long-term debt	67,000	182,000
Payments of long-term debt	(123,000)	(244,000)
Payments of debt issuance costs	(334)	(117)
Repurchase of shares	—	(105)
Distributions	(216,429)	—
Net cash used in financing activities	(272,763)	(62,222)
Net increase in cash and cash equivalents	64,993	356
Cash, beginning of period	4,602	2,983
Cash, end of period	\$ 69,595	\$ 3,339

See accompanying notes to condensed consolidated financial statements.