## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

## FORM 8-K

## **CURRENT REPORT**

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): April 29, 2023

# **Core Scientific, Inc.**

(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation) 001-40046 (Commission File Number) 86-1243837 (IRS Employer Identification No.)

210 Barton Springs Road, Suite 300 Austin, Texas (Address of principal executive offices)

78704 (Zip Code)

Registrant's telephone number, including area code: (512) 402-5233

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

□ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

□ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Dere-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

□ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common stock, par value \$0.0001 per share	CORZQ	*
Warrants, exercisable for shares of common stock	CRZWQ	*

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (17 CFR §230.405) or Rule 12b-2 of the Securities Exchange Act of 1934 (17 CFR §240.12b-2).

#### Emerging growth company $\boxtimes$

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.  $\Box$ 

\* The registrant's common stock and warrants began trading exclusively on the OTC Pink Marketplace on January 3, 2023 under the Symbols "CORZQ" and "CRZWQ," respectively. As previously announced, on December 21, 2022, Core Scientific, Inc. (the "Company") and certain of its affiliates (collectively, the "Debtors") filed voluntary petitions (the "Chapter 11 Cases") in the United States Bankruptcy Court for the Southern District of Texas (the "Bankruptcy Court") seeking relief under Chapter 11 of Title 11 of the United States Code (the "Bankruptcy Code"). The Debtors continue to operate their business and manage their properties as "debtors-in-possession" under the jurisdiction of the Bankruptcy Court and in accordance with the applicable provisions of the Bankruptcy Code and orders of the Bankruptcy Court. Additional information about the Chapter 11 Cases, including access to Court documents, is available online at cases.stretto.com/CoreScientific/, a website administered by Stretto, Inc., a third-party bankruptcy claims and noticing agent. The information on this web site is not incorporated by reference into, and does not constitute part of, this Form 8-K.

#### Item 7.01. Regulation FD Disclosure.

On April 29, 2023, the Debtors each filed with the Bankruptcy Court their monthly operating reports for the period beginning March 1, 2023 and ending March 31, 2023 (collectively, the "March Monthly Operating Reports"). The March Monthly Operating Reports are attached hereto, as Exhibits 99.1 through 99.11, and are incorporated herein by reference. This Current Report on Form 8-K (including the exhibits hereto) will not be deemed an admission as to the materiality of any information required to be disclosed solely by Regulation FD. The March Monthly Operating Reports and other filings with the Bankruptcy Court related to the Chapter 11 Cases may be available electronically at cases.stretto.com/CoreScientific/.

The information contained in this Item 7.01 shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that section, and shall not be deemed to be incorporated by reference into any of the Company's filings under the Securities Act of 1933, as amended, or the Exchange Act, whether made before or after the date hereof and regardless of any general incorporation language in such filings, except to the extent expressly set forth by specific reference in such a filing.

#### Cautionary Statement Regarding the March Monthly Operating Reports

The Company cautions investors and potential investors not to place undue reliance upon the information contained in the March Monthly Operating Reports, which were not prepared for the purpose of providing the basis for an investment decision relating to any of the securities of the Company. The March Monthly Operating Reports are limited in scope, cover a limited time period and have been prepared solely for the purpose of complying with the monthly reporting requirements of the Bankruptcy Court. The March Monthly Operating Reports were not audited or reviewed by independent accountants, were not prepared in accordance with generally accepted accounting principles in the United States, are in a format prescribed by applicable bankruptcy laws or rules, and are subject to future adjustment and reconciliation. There can be no assurance that, from the perspective of an investor or potential investor in the Company's securities, the March Monthly Operating Reports are complete. The March Monthly Operating Reports also contain information for periods which are shorter or otherwise different from those required in the Company's reports pursuant to the Exchange Act, and such information might not be indicative of the Company's financial condition or operating results for the period that would be reflected in the Company's financial statements or in its reports pursuant to the Exchange Act. Results set forth in the March Monthly Operating Reports should not be viewed as indicative of future results.

Furthermore, this Form 8-K and/or the March Monthly Operating Reports may include "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements may be identified by the use of words such as "estimate," "plan," "project," "forecast," "intend," "will," "expect," "anticipate," "believe," "seek," "target" or other similar expressions that predict or indicate future events or trends or that are not statements of historical matters. The Company's actual results may differ materially from those anticipated in these forward-looking statements as a result of certain risks and other factors, which could include the following: risks and uncertainties relating to the Company's Chapter 11 Cases including but not limited to, the Company's ability to obtain Bankruptcy Court approval with respect to motions in its Chapter 11 Cases, successfully enter into and implement a restructuring plan, emerge from Chapter 11 and achieve significant cash flows from operations; the effects of the Chapter 11 Cases on the Company and on the interests of various constituents, Bankruptcy Court rulings in the Chapter 11 Cases and the outcome of the Chapter 11 Cases in general, the length of time the Company will operate under the Chapter 11 Cases, risks associated with any third-party motions in the Chapter 11 Cases, the potential adverse effects of the Chapter 11 Cases on the Company's liquidity or results of operations and increased legal and other professional costs necessary to execute the Company's reorganization; finalization and receipt of the replacement debtor-in-possession facility; satisfaction of any conditions to which the Company's debtor-in-possession financing is subject and the risk that these conditions may not be satisfied for various reasons, including for reasons outside of the Company's control; the consequences of the acceleration of the Company's debt obligations; the trading price and volatility of the Company's common stock and the risks related to trading on the OTC Pink Market; as well as other risk factors set forth in the Company's Annual Report on Form 10-K and Quarterly Reports on Form 10-Q filed with the Securities and Exchange Commission. These statements are provided for illustrative purposes only and are based on various assumptions, whether or not identified in this press release, and on the current expectations of the Company's management. These forward-looking statements are not intended to serve, and must not be relied on by any investor, as a guarantee, an assurance, a prediction or a definitive statement of fact or probability. Actual events and circumstances are difficult or impossible to predict and will differ from assumptions. Many actual events and circumstances are beyond the control of the Company. These forwardlooking statements are subject to a number of risks and uncertainties, including those identified in the Company's reports filed with the U.S. Securities & Exchange Commission, and if any of these risks materialize or our assumptions prove incorrect, actual results could differ materially from the results implied by these forward-looking statements. Accordingly, undue reliance should not be placed upon the forward-looking statements.

## Item 9.01 Financial Statements and Exhibits.

(d) Exhibits	
Exhibit No.	Exhibit
99.1	Core Scientific, Inc., Monthly Operating Report for the period ended March 31, 2023
99.2	Core Scientific Mining LLC, Monthly Operating Report for the period ended March 31, 2023
99.3	Core Scientific Operating Company, Monthly Operating Report for the period ended March 31, 2023
99.4	Core Scientific Acquired Mining LLC, Monthly Operating Report for the period ended March 31, 2023
99.5	Radar Relay, Inc., Monthly Operating Report for the period ended March 31, 2023
99.6	Core Scientific Specialty Mining (Oklahoma) LLC, Monthly Operating Report for the period ended March 31, 2023
99.7	American Property Acquisition, LLC, Monthly Operating Report for the period ended March 31, 2023
99.8	Starboard Capital LLC, Monthly Operating Report for the period ended March 31, 2023
99.9	RADAR LLC, Monthly Operating Report for the period ended March 31, 2023
99.10	American Property Acquisitions I, LLC, Monthly Operating Report for the period ended March 31, 2023
99.11	American Property Acquisitions VII, LLC, Monthly Operating Report for the period ended March 31, 2023
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

## SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

### Core Scientific, Inc.

Date: May 1, 2023

By: /s/ Todd M. DuChene

Name: Todd M. DuChene Title: President and Chief Legal Officer

### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific, Inc.	ş	Case No. 22-90341			
	§ §	Lead Case No. 22-90341			
Debtor(s)	Ş	⊠ Jointly Administered			
Monthly Operating Report			Chapter 11		
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022			
Months Pending: 3		Industry Classification: 3 3 4 1			
Reporting Method: Accrua	al Basis 🛛	Cash Basis 🛛			
Debtor's Full-Time Employees (current):		226			
Debtor's Full-Time Employees (as of date of order for relief):		236			
Supporting Documentation (check all that are attached):					
(For jointly administered debtors, any required schedules must	t be provided on a non-	-consolidated basis for each debtor)			
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the rep</li> <li>Description of the assets sold or transferred and the term</li> </ul>	porting period				
/s/ Alfredo R. Pérez Signature of Responsible Party		Alfredo R. Pérez Printed Name of Responsible Party			
04/29/2023		Thice Parts of Responsible Farty			
Date		700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address			
STATEMENT: This Periodic Report is associated with an oper applies.	n bankruptcy case; ther	refore, Paperwork Reduction Act exemption 5 C.F.R. § 1	320.4(a)(2)		
UST Form 11-MOR (12/01/2021)	1				

Case No. 22-90341 Debtor's Name Core Scientific, Inc.

Par	t 1: Cash Receipts and Disbursements	Current M	Ionth	Cumulative
a.	Cash balance beginning of month	\$ 13,67	8,150	
b.	Total receipts (net of transfers between accounts)	\$	40	\$70,122,367
c.	Total disbursements (net of transfers between accounts)	\$ 26	2,500	\$51,611,601
d.	Cash balance end of month (a+b-c)	\$ 13,41	5,691	
e.	Disbursements made by third party for the benefit of the estate	\$	0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 26	2,500	\$51,611,601

	t generally applicable to Individual Debtors. See Instructions.)	Current Month	
<b>a</b> .	Accounts receivable (total net of allowance)	\$ 488,990,509	
).	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
	Inventory (Book $\boxtimes$ Market $\square$ Other $\square$ (attach explanation))	<u>\$ 0</u>	
	Total current assets	\$2,300,380,250	
	Total assets	\$2,302,939,039	
	Postpetition payables (excluding taxes)	<u>\$</u> 0	
	Postpetition payables past due (excluding taxes)	\$ 0	
	Postpetition taxes payable	\$ 0	
	Postpetition taxes past due	\$ 0	
	Total postpetition debt (f+h)	\$ 0	
	Prepetition secured debt	\$ 559,979,662	
	Prepetition priority debt	\$ 0	
1.	Prepetition unsecured debt	\$ 0	
ı.	Total liabilities (debt) (j+k+l+m)	\$ 559,979,662	
).	Ending equity/net worth (e-n)	\$1,742,959,377	
ar	t 3: Assets Sold or Transferred	Current Month	Cumulativ
	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	\$
	Total cash sales price for assets sold/transferred outside the ordinary course of business Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0 \$ 0	\$ \$
	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	\$
	Total cash sales price for assets sold/transferred outside the ordinary course of business Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0 \$ 0	\$ \$
'ar	Total cash sales price for assets sold/transferred outside the ordinary course of business Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0 \$ 0	\$ \$
ar	Total cash sales price for assets sold/transferred outside the ordinary course of business Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b) t 4: Income Statement (Statement of Operations)	\$ 0 \$ 0 \$ 0	\$ \$ \$
	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations)         t generally applicable to Individual Debtors. See Instructions.)	\$         0           \$         0           \$         0           Current Month	\$ \$ \$
	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations)         t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)	S         0           S         0           S         0           Current Month         S           S         0	\$ \$ \$
). :. Part	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)	S         0           S         0           S         0           Current Month         S           S         0           S         0	\$ \$ \$
	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)         Gross profit (a-b)	S         0           S         0           S         0           Current Month         S           S         0           S         0           S         0           S         0           S         0           S         0           S         0	\$ \$ \$
	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)         Gross profit (a-b)         Selling expenses         General and administrative expenses	S         0           S         0           S         0           Current Month         S           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0	\$ \$ \$
• • • • • •	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)         Gross profit (a-b)         Selling expenses         General and administrative expenses         Other expenses	S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0	\$ \$ \$
- ari Noi	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)         Gross profit (a-b)         Selling expenses         General and administrative expenses	S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0	\$ \$ \$
• • • • •	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b) <b>t 4: Income Statement (Statement of Operations)</b> t generally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)         Gross profit (a-b)         Selling expenses         General and administrative expenses         Other expenses         Depreciation and/or amortization (not included in 4b)         Interest	S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0	\$ \$ \$
• • • • • •	Total cash sales price for assets sold/transferred outside the ordinary course of business         Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business         Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)         t 4: Income Statement (Statement of Operations) tgenerally applicable to Individual Debtors. See Instructions.)         Gross income/sales (net of returns and allowances)         Cost of goods sold (inclusive of depreciation, if applicable)         Gross profit (a-b)         Selling expenses         General and administrative expenses         Other expenses         Depreciation and/or amortization (not included in 4b)	S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0           S         0	\$ \$ \$

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Debtor's Name Core Scientific, Inc.

Day	+ 5. Profossio	nal Fees and Expenses				r –					
га	in total solution to the end of t				Approved Current Month		Approved Cumulative		Paid Current		Paid
		Debtor's professional fees & expenses (bankruptcy) Agg		Cu	irrent Month		Cumulative		Month		Cumulative
a.	Debtor's p	professional fees & expenses (I	bankruptcy) Aggregate Total		\$1,130,040		\$1,673,790		\$262,500		\$806,250
	Itemized E	Breakdown by Firm									
		Firm Name	Role								
	i	PJT Partners	Financial Professional	\$	262,500	\$	806,250	\$	262,500		806,250
	ii	Weil	Lead Counsel	\$	867,540	\$	867,540	\$	0	\$	0
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's	professional fees & expenses	(nonbankruptcy) Aggregate Total				
		Breakdown by Firm					
		Firm Name	Role				
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D	ebtor's Name Core Scientific, Inc.		Case	e No. 22-90	)341		
Pa	rt 6: Postpetition Taxes			Current	Month	Cumula	ative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0
c.	Postpetition employer payroll taxes accrued			\$	0	\$ 102,	744
d.	Postpetition employer payroll taxes paid			\$	0	\$	0
e.	Postpetition property taxes paid			\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0
-	rt 7: Questionnaire - During this reporting period: Ware any normalized an anomatician dak to (if you and Instructions)	Vac 🗆	No. 7				
a. b.	Were any payments made on prepetition debt? (if yes, see Instructions) Were any payments made outside the ordinary course of business without court approval? (if	Yes □	INO 🖾				
0.	ves, see Instructions)	Yes ⊓	No 🖂				
c.	Were any payments made to or on behalf of insiders?	Yes 🗆	No 🖂				
d.	Are you current on postpetition tax return filings?	Yes ⊠	No 🗆				
e.	Are you current on postpetition estimated tax payments?	Yes ⊠	No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🗵	No 🗆				
g.	Was there any postpetition borrowing, other than trade credit?						
	(if yes, see Instructions)	Yes $\square$	No 🖂				
h.	The second se	Yes ⊠	No □	N/A □			
1.	Do you have: Worker's compensation insurance?	Yes ⊠	No □	27/1			
	If yes, are your premiums current?	Yes ⊠	No □ No □	N/A □	(if no, se	e Instructio	ons)
	Casualty/property insurance? If yes, are your premiums current?	Yes ⊠ Yes ⊠	No ⊔ No □	N/A □	(if no se	e Instructio	anc)
	General liability insurance?	Yes ⊠	No 🗆	IN/A ⊔	(11 110, 50	e msuuene	5115)
	If yes, are your premiums current?	Yes ⊠	No 🗆	N/A □	(if no se	e Instructio	ons)
j.	Has a plan of reorganization been filed with the court?	Yes □	No ⊠		(,		)
k.	Has a disclosure statement been filed with the court?	Yes □	No 🖂				
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No □				

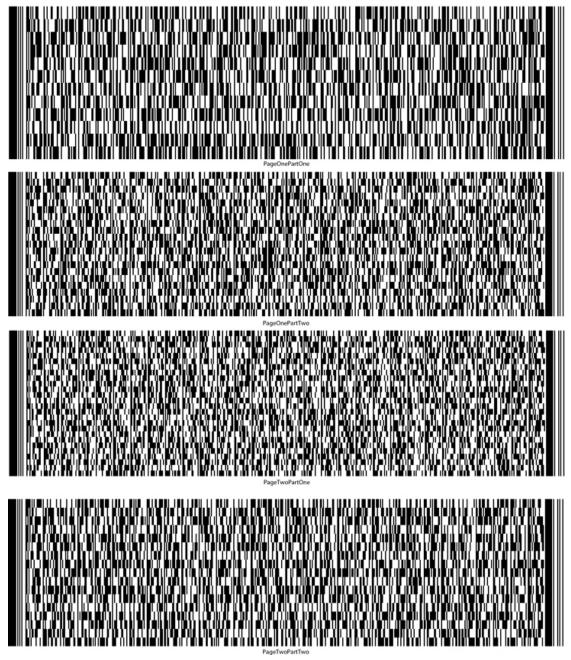
Deb	otor's Name Core Scientific, Inc.		Case 1	No. 22-90341
Part	8: Individual Chapter 11 Debtors (Only)			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting period (a+b+c)	\$	0	
e.	Payroll deductions	\$	0	
f.	Self-employment related expenses	\$	0	
g.	Living expenses	\$	0	
h.	All other expenses	\$	0	
i.	Total expenses in the reporting period (e+f+g+h)	\$	0	
j.	Difference between total income and total expenses (d-i)	\$	0	
k.	List the total amount of all postpetition debts that are past due	\$	0	
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes □	No 🖂	
m.	If yes, have you made all Domestic Support Obligation payments?	Yes □	No 🗆	N/A ⊠

#### **Privacy Act Statement**

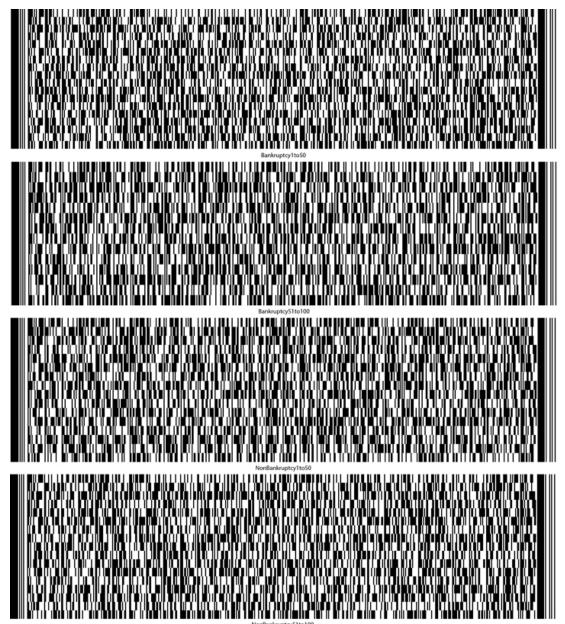
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

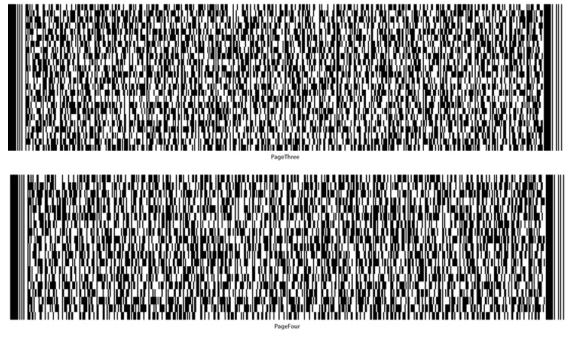
# I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

/s/ Michael Bros		Michael Bros	
Signature of Responsible Party		Printed Name of Responsible Party	
SVP, Capital Markets and Acquisitions		04/29/2023	
Fitle		Date	
UST Form 11-MOR (12/01/2021)	9		



UST Form 11-MOR (12/01/2021)





#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	§ Chapter 11
CORE SCIENTIFIC, INC., et al.,	§ Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	§ § (Jointly Administered)

#### **MONTHLY OPERATING REPORT NOTES FOR MARCH 2023**

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. No

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

1. Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

 Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders.

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

Balance Sheet. Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-byentity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

*Income Statement.* As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. Part 7 Questionnaire. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

## MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description Receipts	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Operating Sales												
Proceeds	_	2,149,939	36,170,668	—	—	_	—	—	—	—	—	38,320,607
Bitmain Coupon Sales		_	172,861	—	—	—	_	_	—	—	—	172,861
Other Receipts	40	544	97,102									97,686
Total Receipts	40	2,150,483	36,440,631	—	—	_	_	—	_	_	_	38,591,154
Disbursements												
Suppliers or vendors	—	1,256,581	21,175,716	—	—	—	_	_	—	—	—	22,432,297
Taxes / Governmental	—	273,767	4,627,875	—	—	—	_	—	—	—	—	4,901,642
Services	262,500	76,766	1,297,689	—	—	—	—	—	-	—	—	1,636,955
Financial / Bank Fees	—	10,299	174,105	—	—	—	—	—	—	—	—	184,405
Employee Expense		234,598	3,965,743									4,200,341
Total Disbursements	262,500	1,852,011	31,241,129	_								33,355,640
Net Cash Flow (excl. Internal Transfers)	(262,460)	298,472	5,199,502			_				_	_	5,235,514
Bank Cash Balance Beginning of Month Net Cash Flow (excl.	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502									5,235,514
MOR Part 1 d. Cash												
Balance	<u>\$13,415,691</u>	\$ 1,278,385	<u>\$54,597,830</u>	<u>\$                                    </u>	<u>s                                    </u>	<u>s                                    </u>	s —	<u>s                                    </u>	<u>s                                    </u>	s —	<u>s                                    </u>	\$69,291,905
Reversing Disbursement Allocation	_	1,848,101	(1,848,101)	_	_	_	_	_	_	_	_	_
Internal Transfers	7,780,879	(2,900,000)	(4,880,879)									
Cash Balance End of Month	\$21,196,570	\$ 226,486	\$47,868,849	s —	s —	<u>s</u> —	s —	s –	<b>\$</b> —	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905

#### MOR-2: End of March 2023 Balance Sheet

<u>(US.\$)</u>	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co	<u>Total<sup>1</sup></u>
ASSETS Cash and													
Equivalents Restricted Cash	_	226,486	47,260,344 21,805,075	_	_	_	_	_	_	_	_	_	47,486 21,805
Total Cash		226,486	69,065,419			_							69,291
Accounts receivable,													
net of			152.150										1.50
allowance Accounts	—	_	173,178	_	_	_	_	_	_	—	_	_	173
receivable from related													
parties	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	1,
Deposits for equipment	_	_	26,498,617	_	_	_	_	_	_	_	_		26,498
Digital currency			20,490,017										20,470
assets Prepaid	_	_	_	_	_	_	_	_	_	_		_	
expenses and other		22,819,546	25,133,915	_						_		(22,811,357)	25,142
Total other											_	(22,011,557)	
current assets Total Current	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,862
Assets Property, plant	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_	_	_	_	—	_	_	(169,574,643)	131,970
and equipment	_	60,395,989	627,422,827	_	_	_	_	_	_	_	_	(15,616,704)	672,202
Operating lease- right-of-use													
assets	_		19,933,495		_	_	_	_	_	_	_	_	19,933
Goodwill Intangible	_	232,587,379	(167,058,249)	(65,529,130)	-	-	-	-	-	-	-	_	
assets, net	_	—	2,165,134	_	_	_	_	_	_	_	_	_	2,165
Other noncurrent													
assets	2,558,789 2,302,939,039	(0) (665,780,088)	6,828,534 (551,965,889)	(64,343,531)								(185,191,347)	9,387. 835,658
Total Assets LIABILITIES,	2,302,939,039	(005,/80,088)	(551,905,889)	(04,343,531)								(185,191,347)	835,058
PREFERRED STOCK & EQUITY					_	_	_	_	_	_	_		
Accounts Payable	_	146,776,110	91,352,324	9,250	_	_	_	_	_	_	_	(146,763,286)	91,374.
Accrued		140,770,110	71,552,524	7,250								(140,705,200)	71,574
expenses and other	199,366	18,145,227	89,687,065	_	_	_	_	_	_	_	_	_	108,031
Deferred revenue			104,007,897									(38,699,554)	65,308
Derivative	_	_	104,007,897	_	_	_	_	_	_	_	_	(38,099,334)	05,508
warrant liabilities	(900)	_	_	_	_	_	_	_	_	_	_	_	(
Operating lease	(,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,												
liabilities, current													
portion Financing lease	—	—	1,255,366	—	—	—	—	_	—	—	—	—	1,255
liabilities,													
current portion	_	_	25,945,897	_	_	_	_	_	_	_	_	_	25,945
Long-term debt, current													
portion	(559,901,857)		703,430,852										143,528
Total current liabilities	(559,703,391)	164,921,337	1,015,679,402	9,250	_	_	_	_	_	_	_	(185,462,840)	435,443
Operating lease liabilities, net	(005,700,051)	101,921,007	1,010,077,102	,,200								(100,102,010)	100,110
of current portion	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14,009
Financing lease liabilities, net													
of current													
portion Long-term debt,	_	_	43,829,273	_	_	_	_	_	_	_	_	_	43,829
net of current portion	568,258,150		94,943,674										663,201
Other	508,258,150	_	94,943,074	_	_	_	_	_	_	_	_	_	005,201
noncurrent liabilities	_	18,084,856	(13,286,426)	(2,587,769)	_	_	_	_	_	_	_	_	2,210
Total	6 <b></b>					<u> </u>						(102	
Liabilities Pre-Petition	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	_	_	_	_	_	_	(185,462,840)	1,158,694
Subject to Compromise	684,395,370		(684,395,370)										
Total Pre-	084,393,370		(084,393,370)										
Petition Subject to													
Compromise	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	
Post-Petition Short Term													
Liabilities	_	_	34,973,488	-	_	-	_	_	_	-	_	_	34,973
Post-Petition Long Term													
Liabilities Preferred stock	_	_	_	_	_	_	_	_	_	_	_	_	
Common stock	37,478	—	—	—	—	—	—	—	—	—	—	—	37
Additional paid- in capital	1,789,732,371	(15,979,141)	2,887,621		_			_	_	_		_	1,776,640
Accumulated deficit	(179,780,938)		(1,060,606,684)	(61,765,012)	_	_	_	_		_	_	318 476	(2,134,688
Other		(002,004,123)	(1,000,000,004)	(01,703,012)								510,470	(2,104,000
Comprehensi Income	ve	_	_	_	_	_	_	_	_	_	_	_	
Cumulative Translation													
Adjustment		46,983										(46,983)	
Total Equity	1,609,988,910	(848,786,281)	(1,057,719,063)	(61,765,012)								271,494	(358,009.

Total Liabilities, Preferred Stock												
& Equity	2,302,939,039	(665,780,088)	(551,965,889) (64,343,531)	_	_	_	_	—	_	_	(185,191,347)	835,658

The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

## MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(US \$)											
Hosting revenue from customers	—	—	7,022,566	—	—	—	—	—	—	_	—
Hosting revenue from related											
parties	_	—	1,260,190	-	_	_	_	—	—	_	_
Equipment sales to customers	—	—	—	—	—	—	—	—	—	—	—
Equipment sales to related											
parties	_	2 750 251	22 565 1.47	-	_	-	_	_	_	-	_
Digital asset mining income Network services and defi	—	2,750,351	32,565,147	—	—	—	—	—	—	—	—
Network services and defi revenue											
Total Revenue		2,750,351	40,847,903								
Cost of revenue		(3,349,178)	18,322,801								
Gross Profit		(598,827)	59,170,704								
Gain (loss) on legal settlements	_	_	_	_	_	_	_	_	_	_	_
Gain (loss) from sales of digital											
currency assets	_	41,933	489,798	—	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(43,271)	(528,899)	_	_	_	_	_	_	_	_
Impairment of goodwill and											
other intangibles	—	_	—	_	—	—	—	—	—	—	—
Impairment of property, plant											
and equipment	_	—	_	—	—	—	_	—	—	—	_
Losses on exchange or disposal of											
property, plant and equipment	—	—	—	—	—	—	—	—	—	—	—
Operating expenses:											
Research and development	—	—	(257,224)	(6,500)	—	—	—	—	—	—	—
Sales and marketing	-	-	(406,301)	-	-	-	-	-	-	-	-
Total - G&A : Depreciation &		(1.0.17)	007.050								
Amortization	_	(1,847)	237,058	-	_	_	_	_	_	_	_
General and administrative	-	(1,593)	(9,634,508)	_	—	_	—	—	-	_	_
Advisor Fees		(1.502)	9,404,402								
Total operating expenses		(1,593)	(893,630)	<u>(6,500</u> )							
Operating Income (Loss)	—	(601,759)	58,237,972	(6,500)	—	—	—	—	—		_
Non-operating income (expense), net:	—				—	—	—	—	-	—	—
Loss on debt extinguishment	_	—	20,761,190	_	—	—		—	-	_	
Interest expense, net	-	-	(220,790)	—				_	-		-
Other non-operating expenses,			(050 540)								
net	_	_	(958,548)	_		_	_	_	_		_
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:			6,513,296								
Income (loss) before income taxes	—	(601,759)	64,751,268	(6,500)	_	_	_	—	_	_	_
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	(6,500)							

### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Mining LLC		<ul> <li>\$ Case No. 22-90340</li> <li>\$ Lead Case No. 22-90341</li> </ul>
Debtor(s)		§ Lead Case No. 22-90341
Monthly Operating Report		Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022
Months Pending: 3		Industry Classification: 3 3 4 1
Reporting Method:	Accrual Basis	Z Cash Basis 🗆
Debtor's Full-Time Employees (current):		0
Debtor's Full-Time Employees (as of date of order for	relief):	0
Supporting Documentation (check all that are attache	ed):	
(For jointly administered debtors, any required schedul	es must be provid	ded on a non-consolidated basis for each debtor)
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for</li> <li>Description of the assets sold or transferred and t</li> </ul>	the reporting period	iod
/s/ Alfredo R. Pérez		Alfredo R. Pérez
Signature of Responsible Party		Printed Name of Responsible Party
04/29/2023 Date		700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address
STATEMENT: This Periodic Report is associated with applies.	an open bankrupto	tcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2)
UST Form 11-MOR (12/01/2021)		1

1       Total receipts (net of transfers between accounts)       \$	Deb	tor's Name Core Scientific Mining LLC	Case 1	No. 22-9	90340
b.       Total receipts (net of transfers between accounts)       \$	Part	1: Cash Receipts and Disbursements	Current Month	Cum	alative
Total disbursements (net of transfers between accounts)       S       0       S         1.       Cash balance end of month (a+b-c)       S       0       S         Disbursements made by third party for the benefit of the estate       S       0       S         1.       Total disbursements for quarterly fee calculation (c+e)       S       0       S         1.       Accounts receivable (total advidue Detors. See Instructions.)       Current Menth         1.       Accounts receivable (total advidue Detors. See Instructions.)       Current Menth         1.       Accounts receivable (total advidue Detors. See Instructions.)       S       0         1.       Accounts receivable (total advidue Detors. See Instructions.)       S       0         1.       Accounts receivable (total advidue Detors. See Instructions.)       S       0         1.       Accounts receivable (total advidue Detors. See Instructions.)       S       0         1.       Total current assets       S       0       0         2.       Inventory (Book & Market □ Other □ (attach explanation))       S       0         3.       Total assets       S       0       0         4.       Total postpetition taxes payable       S       0       0         5.	a.	Cash balance beginning of month	\$ 0		
1.       Cash balance end of month (a+b-c)       \$       0         2.       Disbursements made by third party for the benefit of the estate       \$       0         2.       Total disbursements for quarterly fee calculation (e+e)       \$       0         Yet 2: Aset and Liability Stars       Current Month         Not generally applicable to individual Debtors, See Instructions.)       Current Month         A.       Accounts receivable (total net of allowance)       \$       0         b.       Accounts receivable (total net of allowance)       \$       0         c.       Inventory (Book & Market = Other = (attach explanation))       \$       0         1       Total current assets       \$       0         c.       Postpetition payables (excluding taxes)       \$       0         c.       Postpetition payables past due (excluding taxes)       \$       0         c.       Postpetition taxes payable       \$       0         c.       Postpetition taxes payable       \$       0         c.       Postpetition usecured debt       \$       0         n.       Postpetition usecured debt       \$       0         n.       Total labilities (debt) (f+i+1+m)       \$       0         a.       Total labilities	b.	Total receipts (net of transfers between accounts)	\$ 0		0
bisbursements made by third party for the benefit of the estate     S     0     S       Total disbursements for quarterly fee calculation (c+e)     S     0     S       **12: Asset and Liability Starts     Current Month     S     0       **12: Asset and Liability Starts     Current Month     S     0       **12: Asset and Liability Starts     Current Month     S     0       **12: Asset and Liability Starts     S     0       **12: Asset and Liability Starts     S     0       ***12: Asset and Liability Starts     S     0       ****     S     0     0       *****     Accounts receivable (total net of allowance)     S     0       *****     Net casets     S     0       ******     Total current assets     S     0       ************************************	c.	Total disbursements (net of transfers between accounts)	\$ 0	\$	0
Total disbursements for quarterly fee calculation (c+e)       \$       \$       \$         Ver generally applicable to individual Debtors. See Instructions.)       Current Month       \$       0         A Accounts receivable (local net of allowance)       \$       0       \$       0         A Accounts receivable (local net of allowance)       \$       0       \$       0         Inventory (Book a Market = Other = (attach explanation))       \$       0       \$       0         Total current assets       \$       0       \$       0       \$       0         Postpetition payables (excluding taxes)       \$       0       \$       0       \$       0         Postpetition payables past due (excluding taxes)       \$       0       \$       0       \$       0         Postpetition payables past due (excluding taxes)       \$       0       \$       0       \$       0         Prostpetition secured debt       \$       0       \$       0       \$       0       \$       0         Accounts receivable (toth debt       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$	d.	Cash balance end of month (a+b-c)	\$ 0		
Trace Asset and Liability States       Current Month         Not presentily applicable to individual Debtors. See Instructions.)       Current Month         Accounts receivable (votal net of allowance)       \$         Accounts receivable (votal net of allowance)       \$         Inventory (Book is Market □ Other □ (attach explanation))       \$         Total current assets       \$         Total current assets       \$         Postpetition payables (excluding taxes)       \$         Postpetition taxes payable       \$         Postpetition taxes payable       \$         Postpetition secured debt       \$         Prepetition secured debt       \$         Interset States Sold or Transferred       Current Month         Current Month       \$         Not al cash sales price for assets sold/transferred outside the ordinary course of business       \$         Int all iabilities (debt) (j+k+1+m)       \$         Int all iabilities (debt) (j+k+1+m)       \$         Int all abilities (debt) (j+k+1+m)       \$         Int all iabilities (debt) (j+k+1+m)       \$         Int all abilities (debt) (j+k+	e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$	0
Not generally applicable to Individual Debtors. See Instructions.)       Current Month         A Accounts receivable over 90 days outstanding (net of allowance)       \$       0         A Accounts receivable over 90 days outstanding (net of allowance)       \$       0         I notal current assets       \$       0         Total current assets       \$       0         Postpetition payables past due (excluding taxes)       \$       0         Postpetition taxes payable       \$       0         Postpetition taxes payable       \$       0         Propetition accured debt       \$       0         Prepetition secured debt       \$       0         Prepetition secured debt       \$       0         Not and caches alses price for assets sold/transferred outside the ordinary course of business       \$       0         Accounts receivable to individual Debtors.       \$       0       \$         Account caches alse price for assets sold/transferred outside the ordinary course of business       \$       0       \$         Account caches alse price for assets sold/transferred outside the ordinary course of business       \$       0       \$         Account caches alse price for assets sold/transferred outside the ordinary course of business       \$       0       \$         Account caches alse pri	f.	Total disbursements for quarterly fee calculation (c+e)	\$ 0	\$	0
Accounts receivable (total net of allowance)       \$         Accounts receivable over 90 days outstanding (net of allowance)       \$         Inventory (Book @ Market = Other = (attach explanation))       \$         Total current assets       \$         Optimized provide over 90 days outstanding (net of allowance)       \$         Inventory (Book @ Market = Other = (attach explanation))       \$         Total assets       \$         Postpetition payables (excluding taxes)       \$         Postpetition payables (excluding taxes)       \$         Postpetition taxes payable       \$         Total postpetition debt (f+h)       \$         Total postpetition debt (f+h)       \$         Prepetition priority debt       \$         Accoal transferred       \$         A Total Liabilities (debt) (j+k+1+m)       \$         Data transferred       \$         A Total tabilities (debt) (j+k+1+m)       \$         Data transferred       \$         A Total askes price for assets sold/transferred outside the ordinary course of business       \$         Data transferred       \$       \$         A Total asker proceeds from assets sold/transferred outside the ordinary course of business       \$       \$         Data transferred       \$       \$       \$					
Accounts receivable over 90 days outstanding (net of allowance)       \$       0         Inventory (Book ■ Market □ Other □ (attach explanation))       \$       0         1       Total current assets       \$       0         .       Total current assets       \$       0         .       Total current assets       \$       0         .       Postpetition payables (excluding taxes)       \$       0         .       Postpetition taxes payable       \$       0         .       Postpetition secured debt       \$       0         .       Prepetition secured debt       \$       0         .       Total liabilities (debt) (j+k+l+m)       \$       0         .       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         .       Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0         .       Total payments to third parties incidents       \$       0       \$         .	-				
Inventory (Book a Market Other (attach explanation))       \$       0         1 Total current assets       \$       0         2. Total assets       \$       0         2. Total assets       \$       0         3. Postpetition payables (excluding taxes)       \$       0         4. Postpetition taxes payable       \$       0         5. Opstpetition taxes payable       \$       0         6. Postpetition taxes payable       \$       0         7. Total postpetition taxes payable       \$       0         7. Total postpetition taxes payable       \$       0         9. Postpetition taxes payable       \$       0         9. Postpetition taxes payable       \$       0         1. Total postpetition debt (f+h)       \$       0         1. Prepetition unsceured debt       \$       0         1. Total laibilities (debt) (j+k+l+m)       \$       0         2. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0         5. Otal payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)       \$       0         5. Otal payineable to individual Deknors. See Instructions.)       \$       0       \$	a. h				
1       Total current assets       \$       0         2.       Total assets       \$       0         2.       Postpetition payables (excluding taxes)       \$       0         2.       Postpetition payables past due (excluding taxes)       \$       0         2.       Postpetition taxes payable       \$       0         2.       Postpetition taxes payable       \$       0         3.       Postpetition scured debt       \$       0         4.       Total postpetition debt       \$       0         5.       0       \$       0         6.       Prepetition unsecured debt       \$       0         6.       Total labilities (debt) (+k+1+m)       \$       0         6.       Ending equity/net worth (e-n)       \$       0       \$         2.       Net cash sales price for assets sold/transferred outside the ordinary course of business       \$       0       \$         6.       Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0       \$         5.       0       Total payments to dividual Debtors. See Instructions.)       \$       0       \$       \$       0       \$       \$       0 <td< td=""><td></td><td></td><td></td><td></td><td></td></td<>					
Total assets       \$       0         Postpetition payables (excluding taxes)       \$       0         Postpetition payables (excluding taxes)       \$       0         Postpetition payables (excluding taxes)       \$       0         Postpetition taxes payable       \$       0         Postpetition taxes payable       \$       0         Postpetition taxes payable       \$       0         Postpetition secured debt       \$       0         Prepetition priority debt       \$       0         Prepetition unsecured debt       \$       0         Prepetition quity/net worth (e-n)       \$       0         Part 3: Assets Sold or Transferred       Current Month       Current Month         Part 3: Asset Sold or Transferred       \$       \$         Part 3: Asset Sold or Transferred outside the ordinary course of business       \$       0         Part 3: Asset Sold or Transferred       \$       \$       \$         Part 4: Income Statement (Statement of Operations)       \$       \$       \$       \$         Not generally applicable to Individual Debtors. See Instructions.)       \$       \$       \$       \$       \$       \$       \$       \$       \$       \$       \$       \$       \$	с.				
Postpetition payables (excluding taxes)       \$       0         Postpetition payables past due (excluding taxes)       \$       0         Postpetition taxes payable       \$       0         Postpetition taxes payable       \$       0         Total postpetition debt (f+h)       \$       0         Prepetition secured debt       \$       0         Prepetition unsecured debt       \$       0         Not prepetition unsecured debt       \$       0         Not Total labilities (debt) (j+k+l+m)       \$       0         Do       Ending equity/net worth (e-n)       \$       0         Yart 3: Asset Sold or Transferred       Current Month       \$       0         A.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         S.       0       \$       \$       0       \$         Vet cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Not generally applicable to individual Debters: See Instructions.)       Current Month       Current Month       Current Month         Carrent ind administrative expenses       \$       0       \$       \$       0       \$       \$       0       \$	d				
postpetition payables past due (excluding taxes)       \$       0         n.       Postpetition taxes payable       \$       0         n.       Postpetition taxes payable       \$       0         n.       Postpetition taxes payable       \$       0         n.       Postpetition debt (f+h)       \$       0         c.       Prepetition secured debt       \$       0         n.       Prepetition priority debt       \$       0         n.       Total liabilities (debt) (j+k+l+m)       \$       0         o.       Ending equity/net worth (e-n)       \$       0         Part 3: Asset Sold or Transferred       Current Month       \$       0         a.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         b.       Total cash pale payle to Individual Debtors. See Instructions.)       Current Month       \$         c.       Gross proffi (a-b)       \$       0       \$         b.       Cost of goods sold (inclusive of depreciation, if applicable)       \$       0         c.       Gross proffi (a-b)       \$       0       \$         c.       Gross proffi (a-b)       \$       0       \$         c. <td>e.</td> <td></td> <td></td> <td></td> <td></td>	e.				
Postpetition taxes payable       \$       0         Postpetition taxes payable       \$       0         Postpetition taxes payable       \$       0         Total postpetition taxes payable       \$       0         Prepetition secured debt       \$       0         Prepetition priority debt       \$       0         n. Prepetition unsecured debt       \$       0         n. Total liabilities (debt) (j+k+1+m)       \$       0         o. Ending equity/net worth (e-n)       \$       0         Part 3: Assets Sold or Transferred       Current Month       \$         A Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0         c. Met cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Part 4: Income Statement of Operations)       Current Month       \$       0       \$       \$       0       \$       \$       0       \$       \$       0       \$       \$       0       \$       \$       0       \$       \$       0       \$       \$       0       \$       \$ </td <td>f.</td> <td></td> <td></td> <td></td> <td></td>	f.				
Postpetition taxes past due       \$       0         Total postpetition debt (f+h)       \$       0         Prepetition secured debt       \$       0         Prepetition unsecured debt       \$       0         In Prepetition unsecured debt       \$       0         In Otal liabilities (debt) (j+k+l+m)       \$       0         In Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         In Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         In Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         In Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         In Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0         In Total applicable to Individual Debtors. See Instructions.)       Current Month       \$       0         Not generally applicable to Individual Debtors. See Instructions.)       \$       0       \$         In Gross income/sales (net of returns and allowances)       \$       0       \$       0         In Selling expenses       \$       0       \$       0       0       0	g.				
Total postpetition debt (f+h)       \$       0         c.       Prepetition secured debt       \$       0         c.       Prepetition priority debt       \$       0         m.       Prepetition unsecured debt       \$       0         n.       Total liabilities (debt) (j+k+l+m)       \$       0         o.       Ending equity/net worth (e-n)       \$       0         Part 3: Asset Sold or Transferred       Current Month       \$       0         A.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         b.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0       \$         c.       Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         what 4: Income Statement (Statement of Operations)       \$       \$       0       \$         Not generally applicable to Individual Debtors. See Instructions.)       \$       0       \$       0         c.       Gross income/sales (net of returns and allowances)       \$       0       \$       0         c.       Gross profit (a-b)       \$       0       \$       0       \$       0	h.				
c.       Prepetition secured debt       \$       0         .       Prepetition priority debt       \$       0         n.       Prepetition unsecured debt       \$       0         h.       Total liabilities (debt) (j+k+l+m)       \$       0         b.       Ending equity/net worth (e-n)       \$       0         Part 3: Assets Sold or Transferred       Current Mouth       Current Mouth         c.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         Part 3: Assets Sold or Transferred       Current Mouth       Current Mouth       \$         A       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0       \$         0.       Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Part 4: Income Statement (Statement of Operations)       Current Month       Current Month       Current Month       Current Month         Volt generally applicable to Individual Debtors. See Instructions.)       \$       0       \$       0         0.       Cost of goods sold (inclusive of depreciation, if applicable)       \$       0       0       \$         0.       Cost of	i.				
Prepetition priority debt       \$       0         n.       Prepetition unsecured debt       \$       0         n.       Total liabilities (debt) (j+k+l+m)       \$       0         b.       Ending equity/net worth (e-n)       \$       0         Part 3: Assets Sold or Transferred       Current Month       Current Month       Current Month         Part 3: Assets Sold or Transferred       \$       0       \$       \$         Part 3: Assets Sold or Transferred       Current Month       Current Month       Current Month       \$         Part 3: Assets Sold or Transferred       Current Month       \$	j.				
Prepetition unscured debt       \$       0         A. Total liabilities (debt) (j+k+l+m)       \$       0         b. Ending equity/net worth (e-n)       \$       0         Part 3: Assets Sold or Transferred       \$       0         k. Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Part 4: Income Statement (Statement of Operations)       Kurrent Month       Current Month       Current Month       Current Month         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       \$       0       \$         w. Gross income/sales (net of returns and allowances)       \$       0       \$       0       \$         o. Cost of goods sold (inclusive of depreciation, if applicable)       \$       0       \$       0       \$       0         t. Selling expenses       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0 </td <td>k.</td> <td>*</td> <td></td> <td></td> <td></td>	k.	*			
A. Total liabilities (debt) (j+k+l+m)       \$       0         b. Ending equity/net worth (e-n)       \$       0         Part 3: Assets Sold or Transferred       Current Month       \$         c. Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Part 4: Income Statement (Statement of Operations)       Current Month       Current Month       Current Month       Current Month         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month       Current Month         c. Gross income/sales (net of returns and allowances)       \$       0       \$       0         c. Gross profit (a-b)       \$       0       \$       0       0         c. General and administrative expenses       \$       0       \$       0       0         c. Other expenses       \$       0       \$       0       0       0         c. Gross in and/or amortization (not included in 4b)       \$       0       0       0       0	1.		-		
And the construction of the constru	m.	Prepetition unsecured debt			
Part 3: Assets Sold or Transferred       Current Month       Current Month         a.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0       \$         b.       Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0       \$         c.       Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Part 4: Income Statement (Statement of Operations)       Current Month       Current Month       Current Month       Current Month         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month       Current Month         a.       Gross income/sales (net of returns and allowances)       \$       0       \$       0         b.       Cost of goods sold (inclusive of depreciation, if applicable)       \$       0       \$       0         c.       Gross profit (a-b)       \$       0       \$       0       \$       0         c.       General and administrative expenses       \$       0       \$       0       \$       0         c.       General and administrative expenses       \$       0       \$       0       \$       0       \$ <td>n.</td> <td>Total liabilities (debt) (j+k+l+m)</td> <td></td> <td></td> <td></td>	n.	Total liabilities (debt) (j+k+l+m)			
I.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0       \$         D.       Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0       \$         D.       Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Part 4: Income Statement (Statement of Operations)       Currrent Month       \$       0       \$         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       \$       0       \$         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       \$       0 <t< td=""><td>0.</td><td>Ending equity/net worth (e-n)</td><td><u>\$0</u></td><td></td><td></td></t<>	0.	Ending equity/net worth (e-n)	<u>\$0</u>		
Image: Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       0       \$         Image: Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0       \$         Image: Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Image: Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Image: Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Image: Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)       \$       0       \$         Image: Total payments to third parties incidents)       Current Month       \$       0       \$       0         Image: Total payments to third payments to the precisions.)       Current Month       \$       0	Part	3: Assets Sold or Transferred	Current Month	Cum	alative
Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       S       0       S         Vart 4: Income Statement (Statement of Operations) Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month       Current Month         O       Cost of goods sold (inclusive of depreciation, if applicable)       S       0       Current Month       Current Month         D       Cost of goods sold (inclusive of depreciation, if applicable)       S       0       Cost         D       Cost of goods sold (inclusive of depreciation, if applicable)       S       0       Cost         D       Selling expenses       S       0       Cost       <	a.	Total cash sales price for assets sold/transferred outside the ordinary course of business		-	0
Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       S       0       S         Vart 4: Income Statement (Statement of Operations) Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month         Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month       Current Month         O       Cost of goods sold (inclusive of depreciation, if applicable)       S       0       Current Month       Current Month         D       Cost of goods sold (inclusive of depreciation, if applicable)       S       0       Cost         D       Cost of goods sold (inclusive of depreciation, if applicable)       S       0       Cost         D       Selling expenses       S       0       Cost       <	b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0	\$	0
Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Cumulati         Gross income/sales (net of returns and allowances)       \$       0         .       Gross income/sales (net of returns and allowances)       \$       0         .       Cost of goods sold (inclusive of depreciation, if applicable)       \$       0         .       Gross profit (a-b)       \$       0         .       Selling expenses       \$       0         .       General and administrative expenses       \$       0         .       Other expenses       \$       0         g.       Depreciation and/or amortization (not included in 4b)       \$       0         h.       Interest       \$       0         .       Taxes (local, state, and federal)       \$       0         .       Reorganization items       \$       0	c.		\$ 0	\$	0
a.       Gross income/sales (net of returns and allowances)       \$       0         b.       Cost of goods sold (inclusive of depreciation, if applicable)       \$       0         c.       Gross profit (a-b)       \$       0         d.       Selling expenses       \$       0         e.       General and administrative expenses       \$       0         c.       Other expenses       \$       0         c.       Other expenses       \$       0         g.       Depreciation and/or amortization (not included in 4b)       \$       0         n.       Interest       \$       0         .       Taxes (local, state, and federal)       \$       0         .       Reorganization items       \$       0	Part (Not	4: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current Month	Cum	ulative
c.     Gross profit (a-b)     \$     0       d.     Selling expenses     \$     0       e.     General and administrative expenses     \$     0       c.     Other expenses     \$     0       c.     Depreciation and/or amortization (not included in 4b)     \$     0       n.     Interest     \$     0       c.     Taxes (local, state, and federal)     \$     0       c.     Reorganization items     \$     0	a.			Cuint	native
c.     Gross profit (a-b)     \$     0       d.     Selling expenses     \$     0       e.     General and administrative expenses     \$     0       c.     Other expenses     \$     0       c.     Depreciation and/or amortization (not included in 4b)     \$     0       n.     Interest     \$     0       c.     Taxes (local, state, and federal)     \$     0       c.     Reorganization items     \$     0	b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0		
1.     Selling expenses     \$     0       2.     General and administrative expenses     \$     0       2.     Other expenses     \$     0       3.     Depreciation and/or amortization (not included in 4b)     \$     0       4.     Interest     \$     0       5.     Taxes (local, state, and federal)     \$     0       6.     Reorganization items     \$     0	c.		\$ 0		
g.     General and administrative expenses     \$     0       C.     Other expenses     \$     0       g.     Depreciation and/or amortization (not included in 4b)     \$     0       h.     Interest     \$     0       c.     Taxes (local, state, and federal)     \$     0       c.     Reorganization items     \$     0	d.				
Conterexpenses     \$     0       g.     Depreciation and/or amortization (not included in 4b)     \$     0       h.     Interest     \$     0       c.     Taxes (local, state, and federal)     \$     0       c.     Reorganization items     \$     0	e.				
g.     Depreciation and/or amortization (not included in 4b)     \$     0       h.     Interest     \$     0       .     Taxes (local, state, and federal)     \$     0       .     Reorganization items     \$     0	f.				
Interest     \$ 0       Taxes (local, state, and federal)     \$ 0       Reorganization items     \$ 0	g.				
Taxes (local, state, and federal)     \$ 0       Reorganization items     \$ 0	5. h.				
Reorganization items	i.		*		
	ı. j.				
	j. k.	5		\$	0
	к.	11011 (1055)	<i>ø</i> 0	φ	(

Debtor's Name Core Scientific Mining LLC

5: Profess	sional Fees and Expenses					
	•		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
Debtor	's professional fees & expenses	(bankruptcy) Aggregate Total				
Itemize	d Breakdown by Firm					
	Firm Name	Role				
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UST Form 11-MOR (12/01/2021)

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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expenses (nonbankruptcy) Aggregate Total						
	Itemized Bre	Itemized Breakdown by Firm					
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Debtor's Name Core Scientific Mining LLC Case No. 22-90340							0340
Par	t 6: Postpetition Taxes	Current Month Cumul			lative		
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0
c.	Postpetition employer payroll taxes accrued			\$	0	\$	0
d.	Postpetition employer payroll taxes paid			\$	0	\$	0
e.	Postpetition property taxes paid			\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0
-							
	t 7: Questionnaire - During this reporting period:	_					
a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes □	No 🖂				
b.	Were any payments made outside the ordinary course of business without court approval?						
	(if yes, see Instructions)	Yes □	No 🖂				
c.	Were any payments made to or on behalf of insiders?	Yes □	No 🖂				
d.	Are you current on postpetition tax return filings?	Yes 🖂	No 🗆				
e.	Are you current on postpetition estimated tax payments?	Yes ⊠	No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🖂	No 🗆				
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🖂				
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes □	No 🗆	N/A ⊠			
i.	Do you have: Worker's compensation insurance?	Yes 🖂	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, se	e Instructi	ions)
	Casualty/property insurance?	Yes 🖂	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, se	e Instruct	ions)
	General liability insurance?	Yes 🖂	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, se	e Instructi	ions)
j.	Has a plan of reorganization been filed with the court?	Yes □	No 🖂		. ,		<i>,</i>
k.							
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes 🖂	No 🗆				

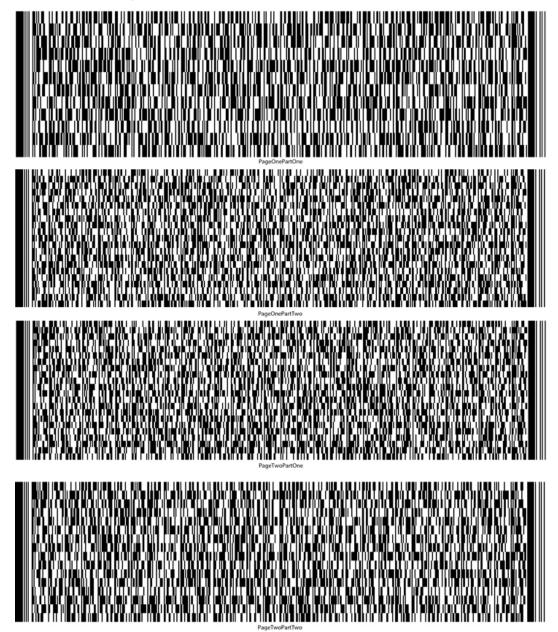
Debtor's Name Core Scientific Mining LLC Case No. 2								
Par	Part 8: Individual Chapter 11 Debtors (Only)							
a.	Gross income (receipts) from salary and wages	\$	0					
b.	Gross income (receipts) from self-employment	\$	0					
c.	Gross income from all other sources	\$	0					
d.	Total income in the reporting period (a+b+c)	\$	0					
e.	Payroll deductions	\$	0					
f.	Self-employment related expenses	\$	0					
g.	Living expenses	\$	0					
h.	All other expenses	\$	0					
i.	Total expenses in the reporting period (e+f+g+h)	\$	0					
j.	Difference between total income and total expenses (d-i)	\$	0					
k.	List the total amount of all postpetition debts that are past due	\$	0					
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes 🗆	No 🖂					
m.	If yes, have you made all Domestic Support Obligation payments?	Yes $\square$	No 🗆	$N/A \boxtimes$				

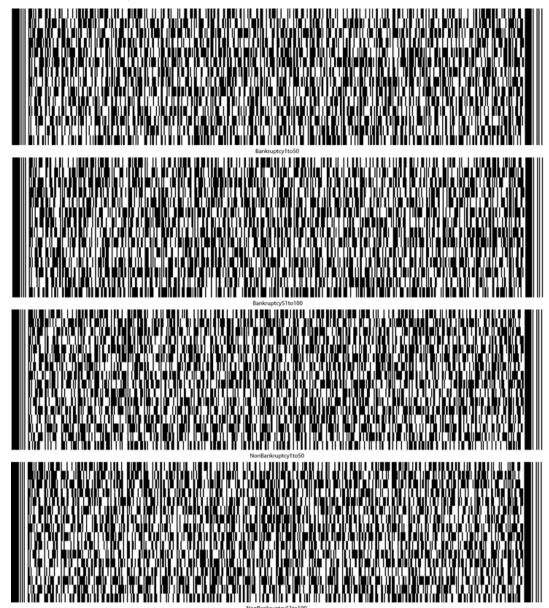
#### **Privacy Act Statement**

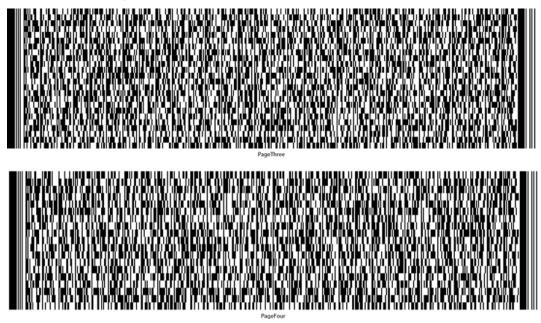
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

## <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

/s/ Michael Bros		Michael Bros
Signature of Responsible Party		Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions		04/29/2023
Title		Date
UST Form 11-MOR (12/01/2021)	9	







12

UST Form 11-MOR (12/01/2021)

#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	§ Chapter 11
	\$
CORE SCIENTIFIC, INC., et al.,	§ Case No. 22-90341 (DRJ)
	ŝ
Debtors. <sup>1</sup>	§ (Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "Petition Date"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "Debtors" or the "Company"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "Bankruptcy Code") in the United States Bankruptcy Court for the Southern District of Texas (the "Bankruptcy Code"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "Local Rules"). On January 9, 2023, the United States Trustee for Region 7 (the "U.S. Trustee") appointed an official committee of unsecured creditors (the "Committee") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "Equity Committee") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

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<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights.</u> This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions VI, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles</u>. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. Currency. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.*
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders..

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

Balance Sheet. Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

**Income Statement.** As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "**Bitmain Sale Order**"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim")

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. <u>Part 7 Questionnaire</u>. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

# MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating Sales Proceeds	_	2,149,939	36,170,668	_	_	_	_	_	_	_	_	38,320,607
Bitmain Coupon			172.0(1									150 0(1
Sales Other Receipts	40		172,861	—	—	—	—	—	—	—	—	172,861
· · · · · · · · · · · · · · · · · · ·			97,102									97,686
Total Receipts	40	2,150,483	36,440,631	—							_	38,591,154
Disbursements												
Suppliers or												
vendors	_	1,256,581	21,175,716	_	—	_	—	_		—	_	22,432,297
Taxes /												
Governmental		273,767	4,627,875	-	-	-	-	-	-	-	-	4,901,642
Services	262,500	76,766	1,297,689	_	—	_	—	_		—	_	1,636,955
Financial / Bank Fees	_	10,299	174,105	_	_	_	_	_	_	_	_	184,405
Employee		234,598	3,965,743									4,200,341
Expense												
Total Disbursements	262,500	1,852,011	31,241,129									33,355,640
Net Cash Flow (excl. Internal Transfers)	(262,460)	298,472	5,199,502	_	_	_		_	_	_	_	5,235,514
Bank Cash	(101,100)		0,177,002									0,200,011
Bank Cash Balance Beginning of Month Net Cash Flow	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
(excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502									5,235,514
MOR Part 1 d.	613 H = (CT	e 1 050 205		¢	<i>c</i>	¢	<i>c</i>	¢	<i>c</i>	¢		e (0 201 0C -
Cash Balance	<u>\$13,415,691</u>	<u>\$ 1,278,385</u>	\$54,597,830	<u>\$                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>		<u>\$69,291,905</u>
Reversing Disbursement Allocation	_	1,848,101	(1,848,101)	_	_	_	_	_	_	_	_	_
Internal		-,,0,101	(1,010,101)									
Transfers	7,780,879	(2,900,000)	(4,880,879)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$21,196,570	\$ 226,486	\$47,868,849	s —	s —	<u>s</u> –	s –	s —	s —	s –		\$69,291,905
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# MOR-2: End of March 2023 Balance Sheet

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar	Core Scientific Mining	Core Scientific Specialty Mining (Oklahoma)	American Property Acquisition,	Starboard Capital	RADAR	American Property Acquisitions I,	American Property Acquisitions VII,	Elimination	
(US \$)	Inc.	LLC	Company	Relay Inc	LLC	<u> </u>	LLC	LLC	LLC	LLC	LLC	Co	T
ASSETS													
Cash and Equivalents		226,486	47,260,344										1'
Restricted Cash	_	220,480	21,805,075		_		_	_	_	_	_		2
Total Cash		226,486	69,065,419										6
Accounts		,	.,,,,										
receivable, net of allowance Accounts	_	_	173,178	_	_	_	_	_	_	_	_	_	
receivable from related parties	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	
Deposits for equipment Digital currency	_	_	26,498,617	_	_	_	_	_	_	_	_	_	20
assets	_	_	_	_	_	_	_	_	_	_	_	_	
Prepaid expenses and other	_	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	2:
Total other current assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734	_	_	_	_	_	_	_	_	1(
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_							(169,574,643)	13
Property, plant and		(0.205.000	(07.400.007									(15 (16 50 0)	<i>(</i> <b>7</b> )
equipment Operating lease-right-of-use	_	60,395,989	627,422,827	_	_	_	_	_	_	_	_	(15,616,704)	67:
assets	_	_	19,933,495	_	_	_	_	_	_	_	_	_	- 19
Goodwill Intangible assets,	_	232,587,379	(167,058,249)	(65,529,130)	_	_	_	-	-	_	_	_	
net Other noncurrent			2,165,134	_	_	_	_	_	_				
assets	2,558,789	(0)	6,828,534										
Total Assets LIABILITIES, PREFERRED	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)								(185,191,347)	83
STOCK & EQUITY		146 776 110	01 252 224	0.050	-	_	_	-	—	_	_	(146 7 (2 200)	0.
Accounts Payable Accrued expenses	—	146,776,110	91,352,324	9,250	_	_	_	—	_	—	_	(146,763,286)	9
and other Deferred revenue	199,366	18,145,227	89,687,065 104,007,897	_	_	_	_	_	_	_	_	(38,699,554)	108 65
Derivative warrant	(000)												
liabilities Operating lease liabilities, current	(900)	_	_	_	_	_	_	_	_	_	_	_	
Financing lease liabilities, current	_	_	1,255,366	_	—	_	_	—	_	_	_	_	
portion Long-term debt,	_	_	25,945,897	_	_	_	_	_	_	_	-	_	2:
	(559,901,857)		703,430,852										14
Total current liabilities Operating lease	(559,703,391)	164,921,337	1,015,679,402	9,250	_	_	_	_	_	_	_	(185,462,840)	43:
liabilities, net of current portion	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14
Financing lease liabilities, net of current portion	_	_	43,829,273	_	_	_	_	_	_	_	_	_	4:
Long-term debt, net of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	66
Other noncurrent liabilities		18,084,856	(13,286,426)	(2,587,769)						_	_		,
Total Liabilities Pre-Petition Subject	8,554,759	183,006,193	1,155,175,056	(2,578,519)								(185,462,840)	1,15
to Compromise Total Pre-Petition	684,395,370		(684,395,370)										
Subject to Compromise Post-Petition Short	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	
Term Liabilities Post-Petition Long	_	_	34,973,488	_	_	_	_	_	-	_	_	_	34
Term Liabilities		—	_	_	_	_	_	_	_		_	_	
Preferred stock Common stock	37,478			_	_	_	_	_	_			_	
Additional paid-in capital	1,789,732,371	(15,979,141)	2,887,621	_	_	_	_	_	_	_	_	_	1,770
Accumulated deficit Other	(179,780,938)	(832,854,123)	(1,060,606,684)	(61,765,012)	_	_	_	_	_	_	_	318,476	(2,134
Comer Comprehensive Income Cumulative Translation	_	_	_	_	_	_	_	_	_	_	_	_	
Adjustment		46,983										(46,983)	
Total Equity	1,609,988,910	(848,786,281)	(1,057,719,063)	(61,765,012)								271,494	(35)
Total Liabilities, Preferred Stock & Equity	2,302,939,039	(665,780,088)	(551,965,889)	(64.343.531)	_	_	_	_	_	_	_	(185,191,347)	83:

<sup>1</sup> The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

# MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(US \$) Hosting revenue from			7.000 544								
customers Hosting revenue from	_	_	7,022,566		_	_	_	_	_	_	_
related parties Equipment sales to	_	_	1,260,190		_	_	_	_	_	_	_
customers Equipment sales to related	_	_	_		_	_	_	_	_	_	_
parties Digital asset mining	_	_		_	_	_	_	_	_	_	_
income Network services and defi	—	2,750,351	32,565,147	_	_	—	_	—	_	_	—
revenue Total Revenue	=	2,750,351	40,847,903	_					=		
Cost of revenue		(3,349,178)	18,322,801						_		
Gross Profit		(598,827)	59,170,704	_			_	_		_	_
Gain (loss) on legal settlements				_	_				_		
Gain (loss) from sales of digital currency assets	_	41,933	489,798	_	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(43,271)	(528,899)	_	_	_	_	_	_	_	_
Impairment of goodwill and other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property,											
plant and equipment Operating expenses:	—	—	—	_	—			—	_	—	—
Research and development Sales and marketing	_	_	(257,224) (406,301)	(6,500)	_	_	_	_	_	_	_
Total - G&A : Depreciation & Amortization	_	(1,847)	237,058	_	_	_	_	_	_	_	_
General and administrative	_	(1,593)	(9,634,508)	_	_	_	_	_	_	_	_
Advisor Fees			9,404,402								
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss) Non-operating income	_	(601,759)	58,237,972	(6,500)	_	_	_	_	_	_	_
(expense), net: Loss on debt	_				-	_	_	_	-	_	_
extinguishment Interest expense, net	_	_	20,761,190 (220,790)	_	_	_	_	_	_	_	_
Other non-operating expenses, net	_	_	(958,548)	_	_	_	_	_	_	_	_
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:			6,513,296								
Income (loss) before income taxes	_	(601,759)	64,751,268	(6,500)	_	_	_	_	_	_	
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	(6,500)							

#### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Operating Company	§ Case	No. 22-90343
		Case No. 22-90341
Debtor(s)	§ ⊠ Join	ntly Administered
Monthly Operating Report		Chapter 11
Reporting Period Ended: 03/31/2023	Petitie	on Date: 12/21/2022
Months Pending: 3	Indus	try Classification: 3 3 4 1
Reporting Method: Accrual Basis	$\boxtimes$	Cash Basis 🗆
Debtor's Full-Time Employees (current):		0
Debtor's Full-Time Employees (as of date of order for relief):		0
Supporting Documentation (check all that are attached):		
(For jointly administered debtors, any required schedules must be provided in the provided of	ed on a non-consolidated	basis for each debtor)
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the assets, liak</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments and bank reconciliations for the reporting period</li> <li>Description of the assets sold or transferred and the terms of the same</li> </ul>	od	orth) or deficit
/s/ Alfredo R. Pérez	Alfredo R. Pé	
Signature of Responsible Party	Printed Name	e of Responsible Party
04/29/2023		
Date	700 Louisian Address	a Street, Suite 1700, Houston, Texas 77002
STATEMENT: This Periodic Report is associated with an open bankrupt applies.	cy case; therefore, Paper	work Reduction Act exemption 5 C.F.R. § 1320.4(a)(2)
UST Form 11-MOR (12/01/2021)	1	

Current NonftCurrent Nonfta. Cash balance beginning of month\$ $\frac{5}{2}$ 49,398,323b. Total receipts (net of transfers between accounts)\$ $\frac{3}{2}$ 14,21,123c. Total disbursements (net of transfers between accounts)\$ $\frac{3}{2}$ 1,24,1,213c. Cash balance end of month (a+b-c)\$ $\frac{5}{2}$ 45,597,380c. Cash balance end of month (a+b-c)\$ $\frac{5}{2}$ 1,24,1,212c. Total disbursements made by third party for the benefit of the estate\$ $\frac{5}{2}$ 0c. Disbursements made by third party for the benefit of the estate\$ $\frac{5}{2}$ 0,528,318Pert 2: Asset and Lability StateCurrent NonftCore analy applicable is individual Debtors sec Instructions)\$ $\frac{1}{2}$ 449,365,831b. Accounts receivable (total net of allowance)\$ $\frac{4}{2}$ 489,365,831b. Accounts receivable (total net of allowance)\$ $\frac{1}{2}$ 0c. Total accret assets\$ $\frac{1}{2}$ 5,1965,889f. Postpetition payables (scluding taxes)\$ $\frac{1}{3}$ 0g. Postpetition payables (scluding taxes)\$ $\frac{1}{3}$ 0g. Postpetition payables (scluding taxes)\$ $\frac{1}{3}$ 0g. Postpetition payable (scluding taxes)\$ $\frac{1}{3}$ 0,450,74g. Postpetition necured debt\$ $\frac{1}{3}$ 239,405,013l. Prepetition secured debt\$ $\frac{1}{3}$ 239,405,013l. Prepetition secured debt\$ $\frac{1}{3}$ 239,405,013l. Prepetition secured debt\$ $\frac{1}{3}$ 237,446s. Total payable sci du/transfered outside the ordinary course of business\$ $\frac{3}{3}$ 347,846b. Total payable sci du/transfered outside the ordinary course of busine	De	btor's Name Core Scientific Operating Company		Cas	e No. 22-90343
a. Cash balance beginning of month         5         49.398.328           b. Total receipts (net of transfers between accounts)         5         36.40.031         \$124.033.137           c. Total diabursements (net of transfers between accounts)         5         31.241.129         \$7.52.82.318           c. Cash balance and of month (a+b-o)         5         5.45.97.830         \$7.52.82.318           c. Diabursements made by third party for the benefit of the estate         \$0         \$         \$7.52.82.318           Pri 2: Acct and Liabitity issues         \$7.52.82.318         \$7.52.82.318         \$7.52.82.318           Pri 2: Acct and Liabitity issues         \$2.489.365.831         \$         \$7.52.82.318           Pri 2: Acct and Liabitity issues         \$2.489.365.831         \$         \$           a. Accounts receivable (total net of allowance)         \$         0         \$         0           c. Inventory (Book & Market □ Other □ (attach explanation))         \$         0         \$         0           d. Total current assets         \$         \$         \$         \$         38.843           i. Postpetition payables (excluding taxes)         \$         134.219.423         \$         0           g. Total current assets         \$         1.09.001         \$         38.843         \$					
b. Total receipts (net of transfers between accounts) $\frac{5}{5}$ 36440.631 37 G. Total disbursements (net of transfers between accounts) $\frac{5}{5}$ 31241.129 G. Cash balance end of month (a <sup>+</sup> bc) $\frac{5}{5}$ 31241.129 G. Cash balance end of month (a <sup>+</sup> bc) $\frac{5}{5}$ 31241.129 F. Total disbursements made by third party for the benefit of the estate $\frac{5}{5}$ 0 $5$					Cumulative
e.       Total disbursements (net of transfers between accounts)       \$33,241,129       \$75,528,318         d.       Cash balance end of month (+b-c)       \$34,979,830       \$34,979,830         e.       Disbursements made by third party for the benefit of the estate       \$0       \$31,241,129       \$75,528,318         Part 2: Asset and Linkabity Status       \$31,241,129       \$75,528,318       \$31,241,129       \$75,528,318         Viois generally packable to Individual Debtors. See Instructions.)       \$31,241,129       \$75,528,318       \$75,528,318         Qiois generally packable to Individual Debtors. See Instructions.)       \$31,241,129       \$75,528,318       \$75,528,318         Accounts receivable over 90 days outstanding (net of allowance)       \$149,365,831       \$100       \$101       \$101,275,631         e.       Total assets       \$134,219,423       \$100       \$141,257,651       \$134,219,423         g.       Postpetition payables (excluding taxes)       \$134,219,423       \$134,219,423       \$134,219,423         g.       Postpetition taxes payable       \$134,219,423       \$134,219,423       \$134,219,423         g.       Postpetition taxes payable       \$134,219,423       \$134,219,423       \$134,219,423         g.       Postpetition taxes payable       \$134,238,266       \$134,238,266       \$13			-	· · ·	\$124 633 137
d.       Cash balance end of month (a+b-c)       \$ <ul> <li>54,597,830</li> <li>5</li> <li>7</li> <li>Total disbursements made by third party for the benefit of the estate</li> <li>7</li> <li>Total disbursements for quarterly fee calculation (c+c)</li> <li>5</li> <li>31,241,129</li> <li>57,528,318</li> </ul> <li><b>Part 2: Acce and Liabity State</b> <ul> <li>(Not generally applicable to Individual Debons, See Instructions.)</li> <li><b>Current Menth</b></li> <li>Accounts receivable (total et of allowance)</li> <li>5</li> <li>449,365,831</li> <li>b. Accounts receivable (total et of allowance)</li> <li>5</li> <li>10 tal current assets</li> <li>51,041,257,631</li> <li>c. Inventory (Book &amp; Market::::::::::::::::::::::::::::::::::::</li></ul></li>				, ,	
e.       Disbursements made by third party for the benefit of the estate       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       0       \$       7.5,28,318         Part 2: Asset and Liability Status       Current Month       \$       4.499,365,831       0       \$       0       \$       0       \$       0       <				, ,	\$ 75,526,516
f.       Total disbursements for quarterly fee calculation (c+e)       \$ 31,241,129       \$ 75,528,318         Part 2: Asset and Liability States (Not generally applicable in Individial Debtors. See Instructions.)       Current Month       S       4489,365,831         A.       Accounts receivable (total net of allowance)       \$ 489,365,831       S       0         C.       Inventory (Book $\blacksquare$ Market $\blacksquare$ Other $\blacksquare$ (attach explanation))       \$ 1041,257,631       0         d.       Total assets       \$ 1.041,257,631       0       0         f.       Postpetition payables past due (excluding taxes)       \$ 134,219,423       0         g.       Postpetition payables past due (excluding taxes)       \$ 134,258,266       0       0         j.       Total postpetition daxes payable       \$ 134,258,266       0       0       0       239,405,013       0         Propertition secured debt       \$ 16,3045,074       \$ 14,856,55,263       0       0       0       231,4258,266         Propertition unsecured debt       \$ 14,85,65,263       Current Month       \$ 1,138,655,263       0					\$ 0
Part 2: Aset and Liability Stans (Mot generally applicable to individual Debors. See Instructions.) a. Accounts receivable (over 90 days outstanding (net of allowance)       Current Month 489,365,831         b. Accounts receivable (over 90 days outstanding (net of allowance)       \$ <ul> <li>490,365,831</li> <li>50</li> <li>0</li> <li>10 tal aurent assets</li> <li>51,065,889</li> <li>134,219,423</li> <li>9. Postpetition payables (accluding taxes)</li> <li>9. 134,219,423</li> <li>9. Postpetition taxes payable</li> <li>538,843</li> <li>10 Postpetition taxes payable</li> <li>538,843</li> <li>10 Postpetition taxes payable</li> <li>514,228,266</li> <li>134,228,266</li> <li>134,228,266</li> <li>134,258,206</li> <li>134,258,206</li> <li>134,258,206</li> <li>134,258,206</li> <li>10 postpetition taxes payable</li> <li>513,425,820</li> <li>10 tal postpetition deth (Pth)</li> <li>134,258,206</li> <li>10 tal postpetition priority debt</li> <li>9. 69,981,021</li> <li>m. Prepetition priority debt</li> <li>163,045,074</li> <li>10 tal abilities (debt) (++1+m)</li> <li>163,045,074</li> <li>10 tal abilities (debt) (++1+m)</li> <li>134,058,052,03</li> </ul> <li>Part 3: Axets Sold ar Transferred</li> <li>Current Month</li> <li>S 134,058,053</li> <li>10 tal approxements to third parties incident to assets being sold/transferred outside the ordinary course of business</li> <li>10 tal applicable undival Debors. See instructions.)</li> <li>Current Month</li> <li>Current Month</li> <li>Current Mo</li>		· · ·	\$		
(bot generalls applicable in Individual Debones: See Instructions.)       Current Month         a. Accounts receivable (ord) and to fallowance)       \$         b. Accounts receivable (ord) and to fallowance)       \$         c. Inventory (Book & Market □ Other □ (attach explanation))       \$         d. Total current assets       \$         e. Total assets       \$         g. Postpetition payables past due (excluding taxes)       \$         g. Postpetition payables past due (excluding taxes)       \$         g. Postpetition payables past due (excluding taxes)       \$         j. Total postpetition dett (Fth)       \$         j. Total postpetition dett (Fth)       \$         j. Total postpetition secured debt       \$         n. Total liabilities (debt) (ft+h++m)       \$         n. Total liabilities (debt) (ft+h++m)       \$         a. Total cash asles price for assets sold/transferred outside the ordinary course of business       \$         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business       \$       \$         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business       \$       \$       \$         c. Otsot income sales (inter of Gereation). </td <td></td> <td></td> <td><u> </u></td> <td></td> <td><u> </u></td>			<u> </u>		<u> </u>
a.       Accounts receivable (vala net of allowance)       \$         489,365,831         b.       Accounts receivable over 90 days outstanding (net of allowance)       \$         0         c.       Inventory (Book & Market □ Other □ (attach explanation))       \$         0         d.       Total current assets       \$         -1,041,257,631         e.       Total assets       \$         -51,045,589         f.       Postpetition payables (excluding taxes)       \$         134,219,423         g.       Postpetition taxes payable       \$         38,843         i.       Postpetition nascured debt       \$         134,258,266         k.       Prepetition secured debt       \$         163,045,074         n.       Total liabilities (debt) (i*k+1+m)       \$         \$         53,036,635         d.       Total cask alse price for assets sold/transferred outside the ordinary course of business       \$         347,846       \$			(	<sup>^</sup> urrent Month	
e.       Inventory (Book # Market D Other D (attach explanation))       \$         0         d       Total current assets       \$         \$             -1,041,257,631       \$          e.       Total assets       \$             -551,965,889       \$        \$             -551,965,889       \$          g.       Postpetition payables past due (excluding taxes)       \$             -0.134,258,266       \$             -0.144,257,631       \$             -0.144,258,266       \$             -0.144,1258,266       \$             -0.144,1258,266       \$             -0.144,1258,266       \$             -0.144,1258,266       \$             -0.144,1258,266       \$             -0.144,1258,266       \$             -0.144,1258,266       \$             -0.144,1258,266,101       \$             -0.144,1258,266,101       \$             -0.144,1258,266,101       \$             -0.144,1258,266,101       \$             -0.144,1258,266,101       \$             -0.144,1258,266,101       \$             -0.144,1258,266,101       \$             -0.144,1258,263,101       \$             -0.144,1258,263,101       \$             -0.144,1258,263,101       \$             -0.144,1258,263,101       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.144,1258,263,201       \$             -0.145,1185,1555,263       \$					
c.Inventory ( Book $\boxtimes$ Market $\square$ Other $\square$ (attach explanation))SOdTotal current assetsS-1,041,257,631e.Total assetsS-51,965,889f.Postpetition payables past due (excluding taxes)Sg.Postpetition taxes payableSa.Postpetition taxes payableSb.Postpetition taxes payableSa.Postpetition taxes payableSb.Postpetition taxes payableSb.Postpetition taxes payableSc.Prepetition accured debtSc.Prepetition priority debtSm.Prepetition unsecured debtSn.Total liabilities (debt) (++++m)Sc.Ending equity/net worth (e-n)S-1,185,655,263Part 3: Assets Sold or TransferredCurrent Monthc.Current MonthSc.Net cash proceeds from assets sold/transferred outside the ordinary course of businessSb.Total payments to third parties incident to assets being sold/transferred outside the ordinary course of businessSc.S40,847,903c.S40,847,903c.S59,170,704d.S59,170,704d.S59,063,201e.Gross income/sales (net of epreciation, if applicable)Sc.S40,63,01b.Current MonthSc.S90,634,508c.S40,63,01c.S40,6	b.	Accounts receivable over 90 days outstanding (net of allowance)	\$	0	
e. Total assets       \$ -551,965,889         f. Postpetition payables (excluding taxes)       \$ 134,219,423         g. Postpetition payables past due (excluding taxes)       \$ 0         h. Postpetition taxes payable       \$ 38,843         i. Postpetition taxes payable       \$ 38,843         i. Postpetition taxes payable       \$ 38,843         i. Postpetition taxes payable       \$ 239,405,013         j. Total postpetition priority debt       \$ 239,405,013         n. Prepetition priority debt       \$ 633,689,374         o. Ending equity/net worth (e-n)       \$ 163,045,074         Part 3: Assets Sold or Transferred       \$ 347,846         a. Total cash sales price for assets sold/transferred outside the ordinary course of business       \$ 347,846         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$ 347,846         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business       \$ 347,846         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business       \$ 40,847,903         [Not generally applicable to Individual Debtors. See Instructions.]       \$ 406,301         c. Gross profit (a-b)       \$ 9,063,408       \$ 9,063,408         b. Cost of goods sold (inclusive of depreciation, if applicable)       \$ 9,063,408	c.		\$	0	
f.Postpetition payables (excluding taxes) $$ 134,219,423$ g.Postpetition payables past due (excluding taxes) $$ 0$ h.Postpetition taxes payable $$ 38,843$ i.Postpetition taxes payable $$ 38,843$ j.Postpetition taxes past due $$ 134,258,266$ k.Prepetition secured debt $$ 239,405,013$ l.Prepetition priority debt $$ 96,981,021$ m.Prepetition unsecured debt $$ 633,689,374$ o.Ending equity/net worth (e-n) $$ 613,045,074$ <b>Part 3: Assets Sold or TransferredCurrent Month</b> Current Month parties incident to assets being sold/transferred outside the ordinary course of business5 0S 14,219,423 <b>Current MonthCurrent Month</b> <t< td=""><td>d</td><td>Total current assets</td><td>\$-</td><td>1,041,257,631</td><td></td></t<>	d	Total current assets	\$-	1,041,257,631	
f.Postpetition payables (excluding taxes) $$ 134,219,423$ g.Postpetition payables past due (excluding taxes) $$ 0$ h.Postpetition taxes payable $$ 38,843$ i.Postpetition taxes payable $$ 38,843$ j.Postpetition taxes past due $$ 134,258,266$ k.Prepetition secured debt $$ 239,405,013$ l.Prepetition priority debt $$ 96,981,021$ m.Prepetition unsecured debt $$ 633,689,374$ o.Ending equity/net worth (e-n) $$ 613,045,074$ <b>Part 3: Assets Sold or TransferredCurrent Month</b> Current Month parties incident to assets being sold/transferred outside the ordinary course of business5 0S 14,219,423 <b>Current MonthCurrent Month</b> <t< td=""><td>e.</td><td>Total assets</td><td>\$</td><td>-551,965,889</td><td></td></t<>	e.	Total assets	\$	-551,965,889	
g.       Postpetition payables past due (excluding taxes)       \$       \$       0         h.       Postpetition taxes payable       \$       38,843         i.       Postpetition taxes past due       \$       0         j.       Total postpetition debt (f+h)       \$       134,258,266         k.       Prepetition secured debt       \$       239,405,013         l.       Prepetition unsecured debt       \$       96,981,021         m.       Total liabilities (debt) (j+k+l+m)       \$       633,689,374         o.       Ending equity/net worth (c-n)       \$       5-1,185,655,263         Current Month       Current Month         Current Month       \$         Current Month       \$       \$         Current Month       \$       \$       \$       \$       \$ <td< td=""><td>f.</td><td>Postpetition payables (excluding taxes)</td><td>\$</td><td></td><td></td></td<>	f.	Postpetition payables (excluding taxes)	\$		
b. Postpetition taxes payable $\frac{1}{5}$ $\frac{38,843}{3}$ i. Postpetition taxes past due $\frac{5}{2}$ $\frac{0}{0}$ j. Total postpetition debt (F+h) $\frac{5}{239,405,013}$ l. Prepetition priority debt $\frac{5}{239,405,013}$ l. Prepetition priority debt $\frac{5}{239,405,013}$ l. Prepetition unsecured debt $\frac{5}{239,405,013}$ l. Prepetition unsecured debt $\frac{5}{239,405,013}$ l. Prepetition unsecured debt $\frac{5}{233,689,374}$ o. Ending equity/net worth (e-n) $\frac{5}{21,185,655,263}$ Part 3: Assets Sold or Transferred a. Total Liabilities (debt) (j+k+l+m) $\frac{5}{347,846}$ $\frac{5}{347,846}$ $\frac{5}{3,036,635}$ b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business $\frac{5}{3}$ $\frac{0}{3}$ $\frac{5}{3,036,635}$ Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. Sce Instructions.) a. Gross income/sales (net of returns and allowances) $\frac{5}{3,910,704}$ d. Selling expenses $\frac{5}{9,634,508}$ f. Other expenses $\frac{5}$	g.		\$		
i.       Postpetition taxes past due       \$       0         j.       Total postpetition debt (f+h)       \$       134,258,266         k.       Prepetition secured debt       \$       239,405,013         l.       Prepetition priority debt       \$       96,981,021         m.       Prepetition unscured debt       \$       163,045,074         n.       Total liabilities (debt) (j+k+l+m)       \$       633,689,374         o.       Ending equity/net worth (e-n)       \$       \$-1,185,655,263         Part 3: Assets Sold or Transferred       \$       \$       \$         a.       Total cash sales price for assets sold/transferred outside the ordinary course of business       \$       \$         b.       Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       \$       \$         c.       Net cash proceeds from assets sold/transferred outside the ordinary course of business       \$				38,843	
j.Total postpetition debt (f+h)§134,258,266k.Prepetition secured debt\$239,405,013l.Prepetition priority debt\$96,981,021m.Prepetition unsceured debt\$163,045,074n.Total liabilities (debt) (j+k+l+m)\$633,689,374o.Ending equity/net worth (e-n)\$\$ <b>Part 3: Assets Sold or Transferred</b> a.Total cash sales price for assets sold/transferred outside the ordinary course of business\$\$b.Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business\$\$c.Net cash proceeds from assets sold/transferred outside the ordinary course of business\$\$\$c.Net cash proceeds from assets sold/transferred outside the ordinary course of business\$\$\$\$a.Gross income/sales (net of returns and allowances)\$ $40,847,903$ \$\$\$b.Cost of goods sold (inclusive of depreciation, if applicable)\$\$ $5,9,127,0704$ \$\$c.Gross profit (a-b)\$\$9,634,508\$\$9,634,508\$f.Other expenses\$9,034,508\$\$9,034,508\$g.Depreciation and/or amortization (not included in 4b)\$0\$0\$h.Interest\$3,068,557\$13,068,557i.Taxee (local, state, and federal)\$\$13,			\$	,	
k. Prepetition secured debt       \$ 239,405,013         l. Prepetition priority debt       \$ 96,981,021         m. Prepetition unsecured debt       \$ 163,045,074         n. Total liabilities (debt) (j+k+l+m)       \$ 633,689,374         o. Ending equity/net worth (e-n)       \$ -1,185,655,263         Part 3: Assets Sold or Transferred       \$ 209,784,7846         a. Total cash sales price for assets sold/transferred outside the ordinary course of business       \$ 0         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$ 0         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business       \$ 0         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$ 347,846         Yeart 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debiors. See Instructions.)       \$ 40,847,903         a. Gross income/sales (net of returns and allowances)       \$ -9,170,704         b. Cost of goods sold (inclusive of depreciation, if applicable)       \$ 59,170,704         c. General and administrative expenses       \$ -9,147,178         g. Depreciation and/or amortization (not included in 4b)       \$ 0         h. Interest       \$ 2020,790         i. Taxes (local, state, and federal)       \$ 13,068,557 <td></td> <td>* *</td> <td></td> <td>134.258.266</td> <td></td>		* *		134.258.266	
I.       Prepetition priority debt       \$ <ul> <li>96,981,021</li> <li>m.</li> <li>Prepetition unsecured debt</li> <li>\$             <li>163,045,074</li> <li>n.</li> <li>Total liabilities (debt) (j+k+l+m)</li> <li>\$             <li>633,689,374</li> <li>96,981,021</li> </li></li></ul> <li>m.</li> <li>Total liabilities (debt) (j+k+l+m)</li> <li>\$             <li>633,689,374</li> <li>96,981,021</li> <li>96,981,021</li> </li> <li>m.</li> <li>Total liabilities (debt) (j+k+l+m)</li> <li>\$             <li>633,689,374</li> <li>96,981,021</li> <li>96,981,021</li> <li>96,981,021</li> </li> <li>m.</li> <li>Total liabilities (debt) (j+k+l+m)</li> <li>\$             <li>633,689,374</li> <li>96,981,021</li> </li> <li>m. Total liabilities (debt) (j+k+l+m)</li> <li>\$             <li>633,689,374</li> </li> <li>m. Total cash sales price for assets sold/transferred outside the ordinary course of business</li> <li>\$             <li>91,036,635</li> </li> <li>m. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business (a-b)</li> <li>\$             <li>91,036,635</li> </li> <li>Part 4: Income Statement of Operations)         <ul> <li>Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)</li> <li>\$             <ul> <li>940,847,903</li> <li>\$                  <ul> <li>940,847,903</li> <li>\$             <li>940,847,903</li> <li>\$                  <ul> <li>940,847,903</li> <li>\$                  <ul> <li>940,847,903</li></ul></li></ul></li></li></ul></li></ul></li></ul></li>					
m.Prepetition unsecured debt\$ 163,045,074n.Total liabilities (debt) (j+k+l+m)\$ 633,689,374o.Ending equity/net worth (e-n)\$-1,185,655,263 <b>Part 3: Asset Sold or Transferred</b> a.Total cash sales price for assets sold/transferred outside the ordinary course of business\$ 347,846b.Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business\$ 0c.Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)\$ 347,846c.Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)\$ 347,846 <b>Current MonthCurrent Month</b>		•	-	, ,	
n.Total liabilities (debt) (j+k+l+m) $$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$				, , .	
o.Ending equity/net worth (e-n)\$-1,185,655,263Part 3: Assets Sold or Transferred a.Current Month \$ 347,846Cumulative \$ 3,036,635D.Total cash sales price for assets sold/transferred outside the ordinary course of business\$ 0\$ 0b.Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business\$ 0\$ 0c.Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)\$ 347,846\$ 0Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.) a.Current Month \$ 40,847,903Cumulative \$ 3,036,635Part 4: Income Statement (Gatement of Operations) (Not generally applicable to Individual Debtors. See Instructions.) a. Gross income/sales (net of returns and allowances)Current Month \$ 40,847,903Cumulative \$ 3,036,635D.Cost of goods sold (inclusive of depreciation, if applicable)\$ -18,322,801Cumulative \$ 40,6301c.General and administrative expenses\$ -9,147,178g.Depreciation and/or amortization (not included in 4b)\$ 00h.Interest\$ 220,790i.Taxes (local, state, and federal)\$ 0j.Reorganization items\$ 13,068,557		•			
Part 3: Assets Sold or TransferredCurrent MonthCumulativea. Total cash sales price for assets sold/transferred outside the ordinary course of business\$ 347,846\$ 3,036,635b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business\$ 0\$ 0c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)\$ 347,846\$ 3,036,635Current MonthCurrent MonthCurrent Monthstatement (Statement of Operations)(Not generally applicable to Individual Debtors. See Instructions.)\$ 40,847,903a. Gross income/sales (net of returns and allowances)\$ 406,301b. Cost of goods sold (inclusive of depreciation, if applicable)\$ -18,322,801c. Gross profit (a-b)\$ 9,634,508d. Selling expenses\$ 9,634,508f. Other expenses\$ -9,147,178g. Depreciation and/or amortization (not included in 4b)\$ 0h. Interest\$ 220,790i. Taxes (local, state, and federal)\$ 13,068,557			-	, ,	
a. Total cash sales price for assets sold/transferred outside the ordinary course of business       \$ 347,846       \$ 3,036,635         b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$ 0       \$ 0         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$ 347,846       \$ 3,036,635         Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)       Current Month       \$ 40,847,903         a. Gross income/sales (net of returns and allowances)       \$ -18,322,801       Cumulative         b. Cost of goods sold (inclusive of depreciation, if applicable)       \$ -18,322,801       Cumulative         c. Gross profit (a-b)       \$ 9,634,508       \$ -9,147,178       \$ 0         g. Depreciation and/or amortization (not included in 4b)       \$ 0       \$ 0       \$ 220,790         h. Interest       \$ 0       \$ 13,068,557       \$ 13,068,557	0.		Ψ	1,100,000,200	
b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business       \$       0       \$       0         c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)       \$       347,846       \$       3,036,635         Current Month         (Not generally applicable to Individual Debtors. See Instructions.)       Current Month       Current Month         a. Gross income/sales (net of returns and allowances)       \$       40,847,903       Cumulative         b. Cost of goods sold (inclusive of depreciation, if applicable)       \$       -18,322,801       Current Month         c. Gross profit (a-b)       \$       59,170,704       \$       40,6301         d. Selling expenses       \$       9,634,508       \$       9,634,508         f. Other expenses       \$       -9,147,178       \$       0         g. Depreciation and/or amortization (not included in 4b)       \$       0       \$       0         h. Interest       \$       220,790       \$       \$       0       \$         j. Reorganization items       \$       0       \$       13,068,557       \$	Par	t 3: Assets Sold or Transferred	(	Current Month	Cumulative
c.Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)\$ 347,846\$ 3,036,635Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.) a.Current Month \$ 40,847,903Cumulativea.Gross income/sales (net of returns and allowances)\$ 40,847,903\$\$\$b.Cost of goods sold (inclusive of depreciation, if applicable)\$ -18,322,801\$\$\$c.Gross profit (a-b)\$ 59,170,704\$\$\$\$\$d.Selling expenses\$ 406,301\$\$\$\$\$\$\$\$e.General and administrative expenses\$ 9,634,508\$\$\$\$0\$\$\$0\$\$\$0\$\$\$0\$\$\$0\$\$0\$\$0\$\$0\$\$0\$\$0\$\$0\$\$0\$\$0\$\$0\$11068,557\$13,068,557\$13,068,557\$13,068,557\$13,068,557\$13,068,557\$13,068,557\$\$13,068,557\$\$13,068,557\$\$13,068,557\$\$13,068,557\$\$13,068,557\$\$13,068,557\$\$13,068,557\$\$13,068,557\$\$\$13,068,557\$	a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$	347,846	\$ 3,036,635
Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)Current MonthCumulativea. Gross income/sales (net of returns and allowances)\$ 40,847,903\$\$40,847,903b. Cost of goods sold (inclusive of depreciation, if applicable)\$ -18,322,801\$\$-18,322,801c. Gross profit (a-b)\$ 59,170,704\$\$\$9,634,508d. Selling expenses\$ 406,301\$\$9,634,508e. General and administrative expenses\$ -9,147,178\$0g. Depreciation and/or amortization (not included in 4b)\$ 0\$0h. Interest\$ 220,790\$220,790i. Taxes (local, state, and federal)\$ 0\$ 13,068,557	b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$	0	\$ 0
(Not generally applicable to Individual Debtors. See Instructions.)Current MonthCumulativea.Gross income/sales (net of returns and allowances)\$ 40,847,903b.Cost of goods sold (inclusive of depreciation, if applicable)\$ -18,322,801c.Gross profit (a-b)\$ 59,170,704d.Selling expenses\$ 406,301e.General and administrative expenses\$ 9,634,508f.Other expenses\$ -9,147,178g.Depreciation and/or amortization (not included in 4b)\$ 0h.Interest\$ 220,790i.Taxes (local, state, and federal)\$ 0j.Reorganization items\$ 13,068,557	c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$	347,846	\$ 3,036,635
(Not generally applicable to Individual Debtors. See Instructions.)Current MonthCumulativea.Gross income/sales (net of returns and allowances)\$ 40,847,903b.Cost of goods sold (inclusive of depreciation, if applicable)\$ -18,322,801c.Gross profit (a-b)\$ 59,170,704d.Selling expenses\$ 406,301e.General and administrative expenses\$ 9,634,508f.Other expenses\$ -9,147,178g.Depreciation and/or amortization (not included in 4b)\$ 0h.Interest\$ 220,790i.Taxes (local, state, and federal)\$ 0j.Reorganization items\$ 13,068,557	Par	t 4: Income Statement (Statement of Operations)			
b.       Cost of goods sold (inclusive of depreciation, if applicable)       \$ -18,322,801         c.       Gross profit (a-b)       \$ 59,170,704         d.       Selling expenses       \$ 406,301         e.       General and administrative expenses       \$ 9,634,508         f.       Other expenses       \$ -9,147,178         g.       Depreciation and/or amortization (not included in 4b)       \$ 0         h.       Interest       \$ 220,790         i.       Taxes (local, state, and federal)       \$ 0         j.       Reorganization items       \$ 13,068,557	<u>(No</u>	t generally applicable to Individual Debtors. See Instructions.)			Cumulative
c. Gross profit (a-b)       \$ 59,170,704         d. Selling expenses       \$ 406,301         e. General and administrative expenses       \$ 9,634,508         f. Other expenses       \$ -9,147,178         g. Depreciation and/or amortization (not included in 4b)       \$ 0         h. Interest       \$ 220,790         i. Taxes (local, state, and federal)       \$ 0         j. Reorganization items       \$ 13,068,557			-	, ,	
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e.General and administrative expenses\$9,634,508f.Other expenses\$-9,147,178g.Depreciation and/or amortization (not included in 4b)\$0h.Interest\$220,790i.Taxes (local, state, and federal)\$0j.Reorganization items\$13,068,557	c.			, ,	
f.Other expenses\$ -9,147,178g.Depreciation and/or amortization (not included in 4b)\$ 0h.Interest\$ 220,790i.Taxes (local, state, and federal)\$ 0j.Reorganization items\$ 13,068,557	d.		-	,	
g.     Depreciation and/or amortization (not included in 4b)     \$ 0       h.     Interest     \$ 220,790       i.     Taxes (local, state, and federal)     \$ 0       j.     Reorganization items     \$ 13,068,557					
b.     Interest     \$ 220,790       i.     Taxes (local, state, and federal)     \$ 0       j.     Reorganization items     \$ 13,068,557	f.	1		<u> </u>	
i.Taxes (local, state, and federal)\$0j.Reorganization items\$13,068,557	g.	Depreciation and/or amortization (not included in 4b)			
j. Reorganization items \$ 13,068,557	h.	Interest			
	i.	Taxes (local, state, and federal)		0	
k. Profit (loss) \$ 64,751,268 \$ 29,630,239	j.	Reorganization items	\$	13,068,557	
	k.	Profit (loss)	\$	64,751,268	\$ 29,630,239

Debtor's Name Core Scientific Operating Company

Part	5: Professional Fe	ees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's prof	essional fees & expenses (bankruptcy)	Aggregate Total	\$ 0	\$212,975	\$ 93,992	Cumulative \$ 212,975
	Itemized Brea	ukdown by Firm					
		Firm Name	Role				
	i	Stretto, Inc	Other	\$ 0	\$212,975	\$ 93,992	\$ 212,975
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# Debtor's Name Core Scientific Operating Company

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				Approved Current Month	Approved Cumulative	Paid Current Month	Cı	Paid umulative
b.	Debtor's	professional fees & expenses (nonbankru	ptcy) Aggregate Total	\$ 256,845	\$267,570	\$491,038	\$	491,038
	Itemized	Breakdown by Firm						
		Firm Name	Role					
	i	Fishman Stewart PLLC	Local Counsel	\$ 15,646	\$ 17,716	\$ 16,525	\$	16,525
	ii	Frost Brown Todd Attorneys LL	Other	\$ 0	\$ 4,728	\$ 4,728	\$	4,728
	iii	Horne LLP	Other	\$ 0	\$ 3,928	\$ 0	\$	0
	iv	Marcum LLP	Co-Counsel	\$ 240,949	\$240,949	\$463,349	\$	463,349
	v	Quinn Emanuel Trial Lawyers	Co-Counsel	\$ 250	\$ 250	\$ 6,436	\$	6,436
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All professional fees and expenses (debtor & committees)	\$256,845	\$480,545	\$585,030	\$	704,01

c.

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De	btor's Name Core Scientific Operating Company				Case	No. 22-90343
Par	t 6: Postpetition Taxes			Cur	rent Month	Cumulative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	35,980	\$ 65,977
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$ 0
c.	Postpetition employer payroll taxes accrued			\$	37,832	\$ 239,464
d.	Postpetition employer payroll taxes paid			\$	150,677	\$ 535,258
e.	Postpetition property taxes paid			\$	0	\$ 17,284
f.	Postpetition other taxes accrued (local, state, and federal)			\$	2,090	\$ 125,665
g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$ 0
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Par a.	t 7: Questionnaire - During this reporting period: Were any payments made on prepetition debt? (if yes, see Instructions)	Yes ⊠	No 🗆			
а. b.	Were any payments made outside the ordinary course of business without court approval? (if	105 🖂				
0.	verse any payments made outside the ordinary course of outside of outside court approval. (If yes, see Instructions)	Yes ⊓	No 🖂			
c.	Were any payments made to or on behalf of insiders?	Yes 🖂	No 🗆			
d.	Are you current on postpetition tax return filings?	Yes 🖂	No 🗆			
e.	Are you current on postpetition estimated tax payments?	Yes ⊠	No 🗆			
f.	Were all trust fund taxes remitted on a current basis?	Yes ⊠	No 🗆			
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🖂			
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes 🛛	No 🗆	N/A □		
i.	Do you have: Worker's compensation insurance?	Yes 🗵	No 🗆			
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	Instructions)
	Casualty/property insurance?	Yes 🗵	No 🗆			
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A $\square$	(if no, see	Instructions)
	General liability insurance?	Yes 🗵	No 🗆			
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A $\square$	(if no, see	Instructions)
j.	Has a plan of reorganization been filed with the court?	Yes □	No 🖂			
k.	Has a disclosure statement been filed with the court?	Yes $\square$	No 🖂			
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No 🗆			

De	bebtor's Name Core Scientific Operating Company						
Par	t 8: Individual Chapter 11 Debtors (Only)						
a.	Gross income (receipts) from salary and wages	\$	0				
b.	Gross income (receipts) from self-employment	\$	0				
c.	Gross income from all other sources	\$	0				
d.	Total income in the reporting period (a+b+c)	\$	0				
e.	Payroll deductions	\$	0				
f.	Self-employment related expenses	\$	0				
g.	Living expenses	\$	0				
h.	All other expenses	\$	0				
i.	Total expenses in the reporting period (e+f+g+h)	\$	0				
j.	Difference between total income and total expenses (d-i)	\$	0				
k.	List the total amount of all postpetition debts that are past due	\$	0				
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes □	No 🛛				
m.	If yes, have you made all Domestic Support Obligation payments?	Yes □	No 🗆	N/A ⊠			

#### **Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

# <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

9

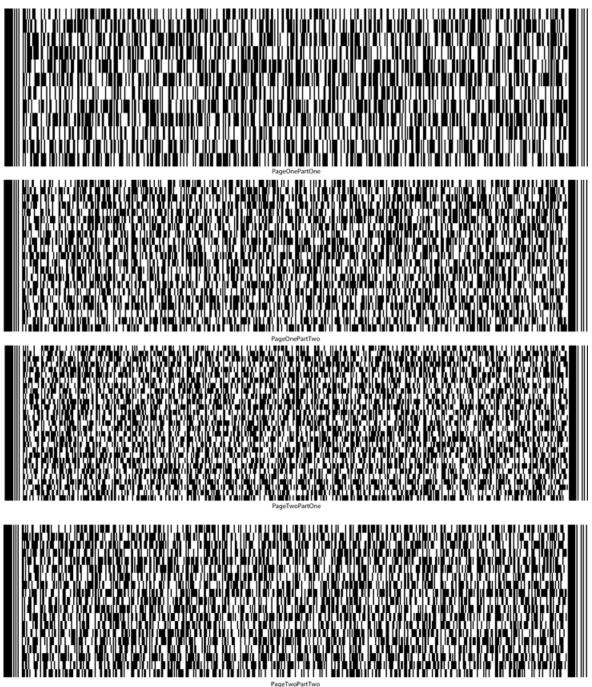
/s/ Michael Bros Signature of Responsible Party

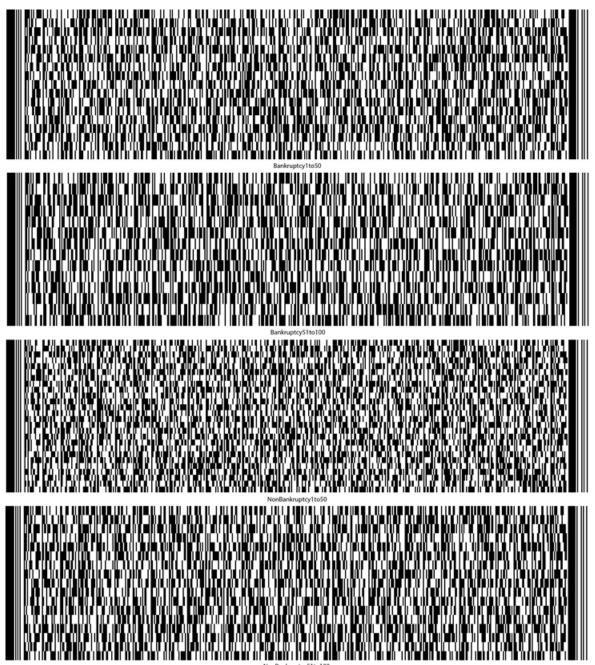
SVP, Capital	Markets and Acquisitions	
Title		

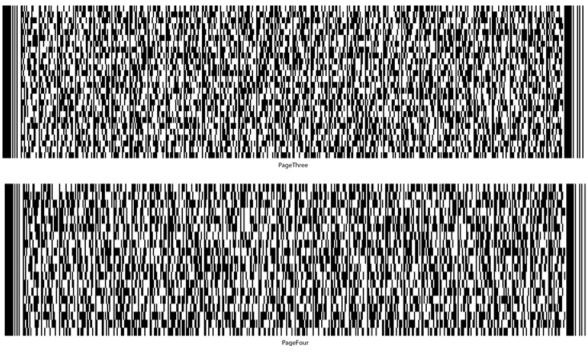
UST Form 11-MOR (12/01/2021)

Michael Bros Printed Name of Responsible Party 04/29/2023

Date







#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	§ Chapter 11
CORE SCIENTIFIC, INC., et al.,	§ § Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	§ § (Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Court**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. No trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

1. Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. **Reservation of Rights.** This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles.</u> The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion")* and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders..

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

**Balance Sheet.** Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

*Income Statement.* As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

*Schedule of Payments to Insiders.* This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "**Bitmain Sale Order**"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

- 10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim Compensation Order"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.
- 11. <u>Part 7 Questionnaire</u>. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

# MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts											· · · · ·	
Operating Sales Proceeds	_	2,149,939	36,170,668	_	_	_	_	_	_	_	_	38,320,607
Bitmain Coupon Sales	—		172,861	—	—	—	—	—	—	—	—	172,861
Other Receipts	40	544	97,102									97,686
Total Receipts	40	2,150,483	36,440,631	—	—	_	_	—	—	—	—	38,591,154
Disbursements												
Suppliers or vendors	_	1,256,581	21,175,716	_	_	_	_	_	_	_	_	22,432,297
Taxes / Governmental	_	273.767	4.627.875	_		-	-	_	_	_	-	4,901,642
Services	262,500	76,766	1,297,689	_	_	_	_	_	_	_	_	1,636,955
Financial / Bank Fees		10,299	174,105	_	_	_	_		_	_	_	184,405
Employee Expense	_	234,598	3,965,743	_	_	_	_	_	_	_	_	4,200,341
Total Disbursements	262,500	1,852,011	31,241,129	_	_	_	_		_			33,355,640
Net Cash Flow (excl. Internal Transfers)	(262,460)	298,472	5,199,502	_								5,235,514
Bank Cash Balance Beginning of Month Net Cash Flow (excl.	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
MOR Part 1 d. Cash												
Balance	\$13,415,691	\$ 1,278,385	\$54,597,830	<b>\$</b> —	s —	s —	s —	s —	s —	s —	s —	\$69,291,905
Reversing Disbursement Allocation	_	1,848,101	(1,848,101)	_	_	_	_	_	_	_	_	_
Internal Transfers	7,780,879	(2,900,000)	(4,880,879)									
Cash Balance End of Month	\$21,196,570	\$ 226,486	\$47,868,849	<u>s                                    </u>	<u>s                                    </u>	<u>s</u> —	<u>s</u> —	<u>s                                    </u>	<u>s                                    </u>	<u>s</u> —	<u>s                                    </u>	\$69,291,905

# MOR-2: End of March 2023 Balance Sheet

1

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar	Core Scientific Mining	(Oklahoma)	American Property Acquisition,		RADAR	American Property Acquisitions			
(US \$) ASSETS	Inc.	LLC	Company	Relay Inc	LLC	LLC	LLC	LLC	LLC	Í, LLC	VII, LLC	Co	Total <sup>1</sup>
Cash and													
Equivalents	—	226,486	47,260,344	_	_	-	_	-	—	-	-	_	47,486,830
Restricted Cash			21,805,075										21,805,075
Total Cash Accounts	_	226,486	69,065,419	_	-	_	-	-	-	-	-		69,291,905
receivable, net of													
allowance Accounts	_	_	173,178	_	_	_	_	_	_	_	_	—	173,178
receivable from related parties Deposits for	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	1,534
equipment	_	_	26,498,617	_	_	_	_	_	—	_	_	_	26,498,617
Digital currency assets	_	_	_	_	_	_	_	_	_	_	_	_	_
Prepaid expenses and other		22 810 546	25 122 015									(22.911.257)	25 142 104
Total other current	—	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	25,142,104
assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,862,781
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_	_	_	_	_	_	_	(169,574,643)	131,970,119
Property, plant and				-,,									
equipment Operating	_	60,395,989	627,422,827	_	_	_	_	_	_	_	_	(15,616,704)	672,202,113
lease-right-of-use assets	_	_	19,933,495	_	_	_	_	_	_	_	_	_	19,933,495
Goodwill	—	232,587,379	(167,058,249)	(65,529,130)	) —	-	-	_	-	-	-	_	0
Intangible assets, net			2,165,134	_	_	_	_	_	_	_	_	_	2,165,134
Other noncurrent													
assets	2,558,789 2,302.939.039	(0)	6,828,534	((1 2 4 2 5 2 1)								(195 101 245)	9,387,323
Total Assets LIABILITIES, PREFERRED STOCK & EQUITY	2,302,939,039	(665,780,088)	(551,965,889)	<u>(64,343,531</u> )	· <u> </u>							<u>(185,191,347</u> )	835,658,185
Accounts Payable	_	146,776,110	91,352,324	9,250		_		_	_	_	_	(146,763,286)	91,374,398
Accrued expenses and other	199,366	18,145,227	89,687,065	_	_	_	_	_	_	_	_	_	108,031,658
Deferred revenue Derivative warrant	—	_	104,007,897	—	—	_	_	—	—	_	_	(38,699,554)	65,308,342
liabilities Operating lease	(900)	-	-	-	_	-	_	-	-	-	-	_	(900)
liabilities, current portion	_	_	1,255,366	_	_	_	_	_	_	_	_	_	1,255,366
Financing lease liabilities, current portion	_	_	25,945,897	_	_	_	_	_	_	_	_	_	25,945,897
Long-term debt, current portion	(559,901,857)	_	703,430,852	_	_	_	_	_	_	_	_	_	143,528,996
Total current	(339,901,837)		705,450,852										145,528,990
liabilities Operating lease	(559,703,391)	164,921,337	1,015,679,402	9,250	-	-	-	-	-	-	-	(185,462,840)	435,443,757
liabilities, net of current portion Financing lease	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14,009,133
liabilities, net of current portion	_	_	43,829,273	_	_	_	_	_	_	_	_	_	43,829,273
Long-term debt, net of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663,201,824
Other noncurrent liabilities	_	18,084,856	(13,286,426)	(2,587,769)		_	_	_	_	_	_	_	2,210,662
Total Liabilities	8,554,759	183,006,193	1,155,175,056	(2,578,519)								(185,462,840)	1,158,694,649
Pre-Petition Subject				()									,,,,
to Compromise Total Pre-Petition	684,395,370		(684,395,370)										
Subject to Compromise	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	_
Post-Petition Short													
Term Liabilities Post-Petition Long	_	_	34,973,488	_	_	_	_	_	_	_	_	_	34,973,488
Term Liabilities	_	_	_	_	_	_	_	_	_	_	_	_	_
Preferred stock	27 470	_	_	_	_	_	_	_	—	_	_	_	27 470
Common stock Additional paid-in	37,478	(15.070.141)	2 007 (2)	_	_	_	_	_		_	_	_	37,478 1,776,640,851
capital Accumulated deficit	1,789,732,371 (179,780,938)	(15,979,141) (832,854,123)	2,887,621 (1,060,606,684)	(61,765,012)		_	_	_	_	_	_	318,476	(2,134,688,280)
Other Comprehensive													,
Income Cumulative Translation	_	_	_	_	_	_	_	_	_	_	_	_	_
Translation Adjustment	_	46,983	_		_	_	_	_	_	_	_	(46,983)	_
Total Equity	1,609,988,910	(848,786,281)	(1,057,719,063)	(61,765,012)	·							271,494	(358,009,952)
Total Liabilities, Preferred Stock &	2 302 020 020	(665 700 000)	(551 0/5 000)	(64 342 521)								(195 101 247)	835 (50 105
Equity	2,302,939,039	(665,780,088)	(551,965,889)	(04,545,551)	_	_	_	_		_	_	(185,191,347)	835,658,185

The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

#### MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(US \$)											
Hosting revenue from customers	—	—	7,022,566	—	—	—	—	—	—	—	—
Hosting revenue from related											
parties	_	_	1,260,190	—	_	_	_	_	_	_	_
Equipment sales to customers	_	_	_	—	_	_	_	—	_	—	—
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,750,351	32,565,147	_	_	_	_	_	_	_	_
Network services and defi											
revenue	_	_	_	—	_	_	_	_	_	_	_
Total Revenue	_	2,750,351	40,847,903	_	_	_	_	_	_	_	
Cost of revenue		(3,349,178)	18,322,801								
Gross Profit		(598,827)	59,170,704								
Gain (loss) on legal settlements											
Gain (loss) on regar settlements											
currency assets	_	41,933	489,798	_	_	_	_	_	_	_	_
Impairments of digital currency		11,000	105,750								
assets	_	(43,271)	(528,899)	_	_	_	_	_	_	_	_
Impairment of goodwill and		(10,271)	(==0,0777)								
other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant											
and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of											
property, plant and equipment	—	_	_	—	—	_	_	—	—	—	—
Operating expenses:											
Research and development	_	—	(257,224)	(6,500)	_	—	—	—	—	_	_
Sales and marketing	-	_	(406,301)	—	_	_	_	_	_	_	
Total - G&A : Depreciation &											
Amortization	—	(1,847)	237,058	—	—	—	—	—	—	—	—
General and administrative	-	(1,593)	(9,634,508)	-	_	_	-	_	-	_	_
Advisor Fees			9,404,402								
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss)	_	(601,759)	58,237,972	(6,500)	_	_	_	_	—	_	_
Non-operating income (expense), net:	_				-		—	_	-		
Loss on debt extinguishment	—	—	20,761,190	—	_	_	_	_	_	_	_
Interest expense, net	_	_	(220,790)	-	_	_	_	_	-	-	_
Other non-operating expenses,			(050 5 10)								
net	_	—	(958,548)	_	_	_	_	_	-	_	_
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:			6,513,296								
Income (loss) before income taxes	_	(601,759)	64,751,268	(6,500)	_	_	_	_	_	_	_
Income tax expense	_	544	_		_	_		—	_	_	
Net Income (Loss)		(601,215)	64,751,268	(6,500)							

# Core Scientific Operating Company

# MOR-4: 3/1/2023 - 3/31/2023 Total cash sales price for assets sold/transferred outside the ordinary course of business

Date	Period	Description	Amount
13-Mar-23	Mar-23	Bitmain Coupon Sale	174,985.00
13-Mar-23	Mar-23	Bitmain Coupon Sale	40,125.00
8-Mar-23	Mar-23	Bitmain Coupon Sale	12,668.00
6-Mar-23	Mar-23	Bitmain Coupon Sale	20,000.00
6-Mar-23	Mar-23	Bitmain Coupon Sale	76,981.00
6-Mar-23	Mar-23	Bitmain Coupon Sale	23,087.00
Total			347,846.00

# Core Scientific Operating Company

# MOR-5: 3/1/2023 - 3/31/2023 Payments to Insiders

Name	Title	Date	Amount	Description
Mike Levitt	Chief Executive Officer	3/3/2023	\$ 2,307.69	Base Salary
Mike Levitt	Chief Executive Officer	3/17/2023	\$ 2,307.69	Base Salary
Mike Levitt	Chief Executive Officer	3/31/2023	\$ 2,307.69	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	3/3/2023	\$11,538.46	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	3/17/2023	\$11,538.46	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	3/31/2023	\$11,538.46	Base Salary
Darin Feinstein	Executive Vice President, Strategy	3/3/2023	\$ 2,307.69	Base Salary
Darin Feinstein	Executive Vice President, Strategy	3/17/2023	\$ 2,307.69	Base Salary
Darin Feinstein	Executive Vice President, Strategy	3/31/2023	\$ 2,307.69	Base Salary
Darin Feinstein	Executive Vice President, Strategy	3/31/2023	\$ 4,859.04	Expense Reimbursement
Todd DuChene	President and Chief Legal Officer	3/3/2023	\$19,230.77	Base Salary
Todd DuChene	President and Chief Legal Officer	3/17/2023	\$19,230.77	Base Salary
Todd DuChene	President and Chief Legal Officer	3/31/2023	\$19,230.77	Base Salary

#### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Acquired Mining LLC	ş	Case No. 22-90342	
	\$ \$	Lead Case No. 22-90341	
Debtor(s)	ş	⊠ Jointly Administered	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022	
Months Pending: 3		Industry Classification: 3 3 4 1	
Reporting Method: Accrual E	Basis ⊠	Cash Basis 🛛	
Debtor's Full-Time Employees (current):		0	
Debtor's Full-Time Employees (as of date of order for relief):		0	
Supporting Documentation (check all that are attached):			
(For jointly administered debtors, any required schedules must b	be provided on a non-	consolidated basis for each debtor)	
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the ass</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the report</li> <li>Description of the assets sold or transferred and the terms of</li> </ul>	rting period		
/s/ Alfredo R. Pérez Signature of Responsible Party		Alfredo R. Pérez Printed Name of Responsible Party	
04/29/2023		Triffed Name of Responsible Furty	
Date		700 Louisiana Street, Suite 1700, Houston, Texas 7700 Address	)2
STATEMENT: This Periodic Report is associated with an open b applies.	bankruptcy case; the	refore, Paperwork Reduction Act exemption 5 C.F.R. §	1320.4(a)(2)
UST Form 11-MOR (12/01/2021)	1		

De	btor's Name Core Scientific Acquired Mining LLC	Case	No. 22-90342
Par	t 1: Cash Receipts and Disbursements	Current Month	Cumulative
a.	Cash balance beginning of month	\$ 979,913	
b.	Total receipts (net of transfers between accounts)	\$ 2,150,483	\$ 8,024,605
c.	Total disbursements (net of transfers between accounts)	\$ 1,852,011	\$ 5,113,539
d.	Cash balance end of month (a+b-c)	\$ 1,278,385	
e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 1,852,011	\$ 5,113,539
(No	t 2: Asset and Liability Status t generally applicable to Individual Debtors. See Instructions.) Accounts receivable (total net of allowance)	Current Month \$ 146,140,455	
a.			
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0 \$ 0	
c.	Inventory (Book  Market  Other  (attach explanation))		
d	Total current assets	\$-958,763,456	
e.	Total assets	\$-665,780,088	
f.	Postpetition payables (excluding taxes)	<u>\$</u> 0	
g.	Postpetition payables past due (excluding taxes)	\$ 0	
h.	Postpetition taxes payable	\$ 0	
1.	Postpetition taxes past due	\$ 0	
j.	Total postpetition debt (f+h)	\$ 0	
k.	Prepetition secured debt	<u>\$</u> 0	
1.	Prepetition priority debt	\$ 0	
m.	Prepetition unsecured debt	<u>\$</u> 0	
n.	Total liabilities (debt) (j+k+l+m)	<u>\$0</u>	
0.	Ending equity/net worth (e-n)	\$-665,780,088	
Par	t 3: Assets Sold or Transferred	Current Month	Cumulative
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	\$ 0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0	\$ 0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0	\$ 0
	t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)	Current Month	_Cumulative_
a.	Gross income/sales (net of returns and allowances)	\$ 2,750,351	
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 3,349,178	
c.	Gross profit (a-b)	\$ -598,827	
d.	Selling expenses	\$ 0	
e.	General and administrative expenses	\$ 1,593	
f.	Other expenses	\$ 0	
g.	Depreciation and/or amortization (not included in 4b)	\$ 0	
h.	Interest	\$ 0	
		*	

- h. Interest
- Taxes (local, state, and federal) i. j. Reorganization items
- k. Profit (loss)

2

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-601,215 \$-2,492,793

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Debtor's Name Core Scientific Acquired Mining LLC

Par	t 5: Profession	al Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's	professional fees & expenses (	bankruptcy) Aggregate Total				
	Itemized I	Breakdown by Firm					
Γ		Firm Name	Role				
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expenses (nonbankruptcy) Aggregate Total Itemized Breakdown by Firm						
		Firm Name	Role				
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c.		sional fees and expenses (debtor	& committees)	\$ 0	\$ 0	\$ 0	\$ 0
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UST Form 11-MOR (12/01/2021)

Debtor's Name Core Scientific Acquired Mining LLC

#### Case No. 22-90342

DU	Stor's Name Core Scientific Acquired Mining Elec			Cu	50 INO. 22-	/0542
Par	t 6: Postpetition Taxes		Curr	ent Month	Cum	ılative
a.	Postpetition income taxes accrued (local, state, and federal)		\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)		\$	0	\$	0
c.	Postpetition employer payroll taxes accrued		\$	0	\$	0
d.	Postpetition employer payroll taxes paid		\$	0	\$	0
e.	Postpetition property taxes paid		\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)		\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)		\$	0	\$	0
Par	t 7: Questionnaire - During this reporting period:					
a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes □	No 🖂			
b.	Were any payments made outside the ordinary course of business without court approval? (if	Yes $\square$	No 🖂			
	yes, see Instructions)					
c.	Were any payments made to or on behalf of insiders?	Yes □	No 🖂			

•.	for any payments made to or on obtain or more to.	100 🗆	110 0		
d.	Are you current on postpetition tax return filings?	Yes 🗵	No 🗆		
e.	Are you current on postpetition estimated tax payments?	Yes 🗵	No 🗆		
f.	Were all trust fund taxes remitted on a current basis?	Yes 🗵	No 🗆		
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🛛		
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes □	No 🗆	N/A ⊠	
i.	Do you have: Worker's compensation insurance?	Yes 🗵	No 🗆		
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A $\square$	(if no, see Instructions)
	Casualty/property insurance?	Yes 🗵	No 🗆		
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A $\square$	(if no, see Instructions)
	General liability insurance?	Yes 🗵	No 🗆		
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see Instructions)
j.	Has a plan of reorganization been filed with the court?	Yes □	No 🛛		
k.	Has a disclosure statement been filed with the court?	Yes □	No 🛛		
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No 🗆		

UST Form 11-MOR (12/01/2021)

De	btor's Name Core Scientific Acquired Mining LLC		Case No. 22-90342
Par	t 8: Individual Chapter 11 Debtors (Only)		
a.	Gross income (receipts) from salary and wages	\$	0
b.	Gross income (receipts) from self-employment	\$	0
c.	Gross income from all other sources	\$	0
d.	Total income in the reporting period (a+b+c)	\$	0
e.	Payroll deductions	\$	0
f.	Self-employment related expenses	\$	0
g.	Living expenses	\$	0
h.	All other expenses	\$	0
i.	Total expenses in the reporting period (e+f+g+h)	\$	0
j.	Difference between total income and total expenses (d-i)	\$	0
k.	List the total amount of all postpetition debts that are past due	\$	0
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes 🗆	No 🖂
m.	If yes, have you made all Domestic Support Obligation payments?	Yes 🗆	No □ N/A ⊠

#### **Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

# <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

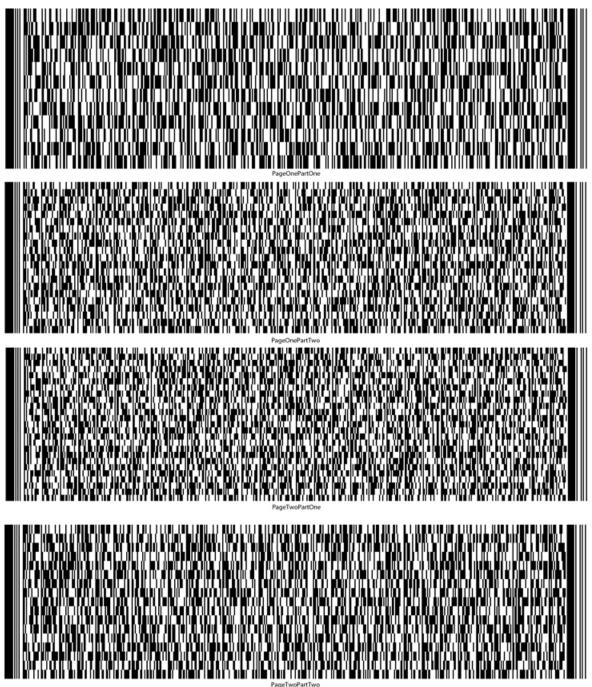
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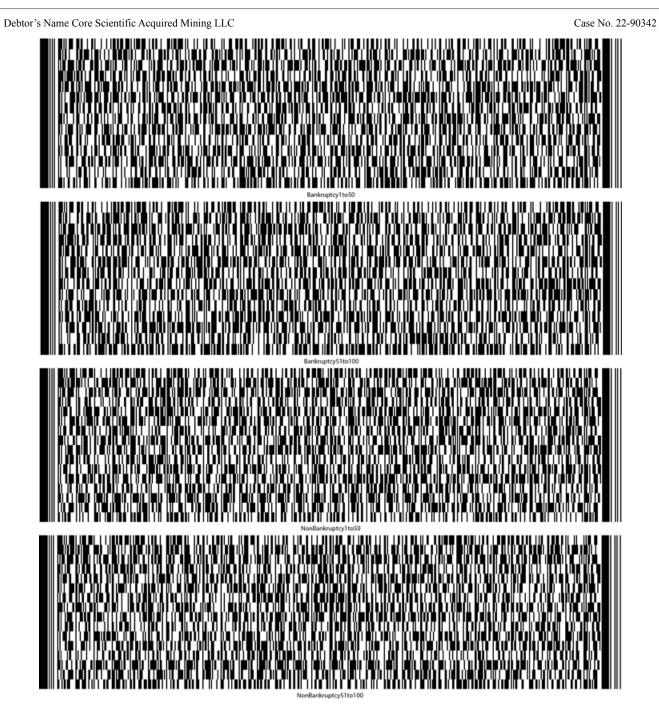
/s/ Michael Bros Signature of Responsible Party

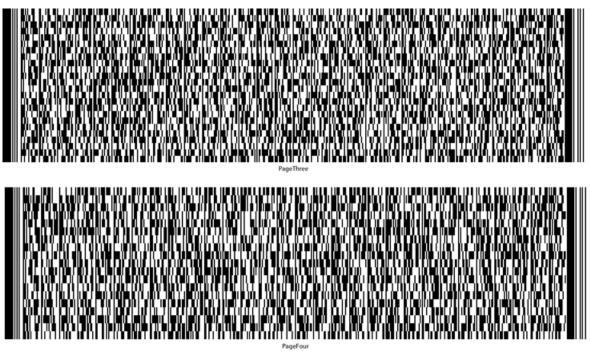
SVP, Capital Markets and Acquisitions Title

UST Form 11-MOR (12/01/2021)

Michael Bros Printed Name of Responsible Party 04/29/2023 Date







#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	ş	Chapter 11
CORE SCIENTIFIC, INC., et al.,	\$ \$	Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	\$ \$	(Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the abovecaptioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Court**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. No trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

 Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

 Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.*
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders..

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

**Balance Sheet.** Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

*Income Statement.* As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

*Schedule of Asset Sales.* This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

*Schedule of Payments to Insiders.* This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. <u>Part 5a, Professional Fees and Expenses</u>. For purposes of Part 5a of the MORs, and consistent with the *Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals* (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. <u>Part 7 Questionnaire</u>. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S.Trustee as required.

## MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC		American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating Sales Proceeds	_	2,149,939	36,170,668	_	_	_	_	_	_	_	_	38,320,607
Bitmain Coupon			170.0(1									173.0(1
Sales Other Receipts	40	544	172,861 97,102	_	_	_	_	_	_	_	_	172,861 97,686
Total Receipts	40	2.150.483	36,440,631									38,591,154
Total Receipts	40	2,150,405	30,440,031		_	_	_	_	_	_	_	30,391,134
Disbursements												
Suppliers or vendors	_	1,256,581	21,175,716	_	_	_	_	_	_	_	_	22,432,297
Taxes /		272 7/7	1 (22.025									1001 (10
Governmental Services	262,500	273,767 76,766	4,627,875	-	-	_	_	_	-	_	_	4,901,642 1,636,955
Financial / Bank	202,500	/0,/00	1,297,089	_			_	—	_	_	_	1,030,955
Fees	_	10,299	174,105	_	_	_	_		_	_	_	184,405
Employee		.,	. ,									- ,
Expense		234,598	3,965,743									4,200,341
Total Disbursements	262,500	1,852,011	31,241,129									33,355,640
Net Cash Flow (excl.												
Internal Transfers)	(262,460)	298,472	5,199,502									5,235,514
Bank Cash Balance Beginning of Month	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
MOR Part 1 d.												
Cash Balance	\$13,415,691	\$ 1,278,385	\$54,597,830	<u>s                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905				
Reversing Disbursement Allocation	_	1,848,101	(1,848,101)	_	_	_	_	_	_	_	_	_
Internal Transfers	7,780,879	(2,900,000)	(4,880,879)		_						_	_
Cash Balance End of Month	<u>\$21,196,570</u>	<u>\$ 226,486</u>	<u>\$47,868,849</u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s</u> –	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905

## MOR-2: End of March 2023 Balance Sheet

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co	Total <sup>1</sup>
(US \$)													
ASSETS Cash and													
Equivalents	—	226,486	47,260,344	—	—	—	—	—	—	—	—	_	47,486,830
Restricted Cash Total Cash		226,486	21,805,075 69,065,419										21,805,075 69,291,905
Accounts	_	220,400	09,003,419	_	_	_	_	_	_	_	_	_	09,291,905
receivable, net of allowance Accounts	_	_	173,178	_	_	_	_	_	-	_	_	_	173,178
receivable from related parties Deposits for	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	1,534
equipment	_	—	26,498,617	_	-	-	_	_	_	_	_	_	26,498,617
Digital currency assets	_	_	_	_	_	_	_	_	_	_	_	_	_
Prepaid expenses													
and other Total other current	_	22,819,546	25,133,915	_	_	-	_	-	_	-	-	(22,811,357)	25,142,104
	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,862,781
Total Current	2 200 280 250	(059 7(2 45()	(1.0.41.257.(21)	1 195 (00								(1(0,574(42)	121 070 110
Assets Property, plant and	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_	_	_	_	_	_	_	(169,574,643)	131,970,119
equipment Operating lease-right-of-use	—	60,395,989	627,422,827	_	—	_	_	_	_	_	_	(15,616,704)	672,202,113
assets	_	_	19,933,495	_	_	_	_	_		_	_	_	19,933,495
Goodwill Intangible assets,	—	232,587,379	(167,058,249)	(65,529,130)	—	—	—	_	_	—	—	—	0
net Other noncurrent		_	2,165,134	_	_	_	_	_	_	_	_	_	2,165,134
assets	2,558,789	(0)	6,828,534										9,387,323
LIABILITIES, PREFERRED	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)								<u>(185,191,347</u> )	835,658,185
STOCK & EQUITY Accounts Payable	_	146,776,110	91,352,324	9,250	_	_	_	_	_	_	_	(146,763,286)	91,374,398
Accrued expenses	100.200			-,								(****,***,=***)	
and other Deferred revenue Derivative warrant	199,366	18,145,227	89,687,065 104,007,897	_	_	_	_	_	_	_	_	(38,699,554)	108,031,658 65,308,342
liabilities	(900)	_	_	_	—	—	—	—	—	_	—	—	(900)
Operating lease liabilities, current portion	_	_	1,255,366	_	_	_	_	_	_	_	_	_	1,255,366
Financing lease liabilities, current portion	_	_	25,945,897	_	_	_	_	_		_	_	_	25,945,897
Long-term debt,													
current portion	(559,901,857)		703,430,852										143,528,996
Total current liabilities Operating lease	(559,703,391)	164,921,337	1,015,679,402	9,250	_	_	_	_	_	_	_	(185,462,840)	435,443,757
liabilities, net of current portion Financing lease	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14,009,133
liabilities, net of current portion	_	_	43,829,273	_	_	_	_	_	_	_	_	_	43,829,273
Long-term debt, net of current portion Other noncurrent	568,258,150	_	94,943,674	-	-	-	_	-	_	_	-	_	663,201,824
liabilities		18,084,856	(13,286,426)	(2,587,769)									2,210,662
Total Liabilities Pre-Petition Subject	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	_	-	_	-	_	_	(185,462,840)	1,158,694,649
to Compromise Total Pre-Petition	684,395,370		(684,395,370)										
Subject to Compromise Post-Petition Short	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	_
Term Liabilities	_	_	34,973,488	_	_	_	_	_	_	_	_	_	34,973,488
Post-Petition Long Term Liabilities	_	_	_	_	_	_	_	_	_	_	_	_	_
Preferred stock	—	_	_	—	—	—	_	_	—	_	_	—	
Common stock Additional paid-in	37,478		_	_	_	_	_	_	-	_	_	_	37,478
capital Accumulated	1,789,732,371	(15,979,141)	2,887,621	_	_	_	_	_	_	_	_	_	1,776,640,851
deficit Other Comprehensive	(179,780,938)	(832,854,123)	(1,060,606,684)	(61,765,012)	_	_	_	_	_	_	_	318,476	(2,134,688,280)
Comprehensive Income Cumulative	_	_	_	_	_	_	_	_	_	_	_	_	_
Translation		46 002										(4( 00))	
Adjustment Total Equity	1,609,988,910	46,983 (848,786,281)	(1,057,719,063)	(61,765,012)								<u>(46,983)</u> 271,494	(358,009,952)
Total Liabilities, Preferred Stock &	2,302,939,039	(665,780,088)	(551,965,889)									(185,191,347)	835,658,185

<sup>1</sup> The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

#### MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific <u>Mining LLC</u>	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue (US \$)											
Hosting revenue from customers	_	_	7,022,566	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	1,260,190	_	_	_	_	_	_	_	_
Equipment sales to customers	—	—	_	—	—	_	—	_	_	—	_
Equipment sales to related parties	_			_	_	_	_	_	_	_	_
Digital asset mining income Network services and defi revenue	_	2,750,351	32,565,147	_	_	_	_	_	_	_	_
Total Revenue		2,750,351	40,847,903								
Cost of revenue		(3,349,178)	18,322,801								
Gross Profit		(598,827)	<b>59,170,704</b>								
Gain (loss) on legal settlements	_				_						
Gain (loss) from sales of											
digital currency assets Impairments of digital	—	41,933	489,798	—	—	—	—	—	—	—	—
currency assets	—	(43,271)	(528,899)	—	_	—	—	—	_	—	—
Impairment of goodwill and other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant and equipment											
Operating expenses:		_		_		_	_			_	
Research and development	_	_	(257,224)	(6,500)	_	_	_	_	_	_	
Sales and marketing	—	—	(406,301)	—	—	—	—	—	—	—	—
Total - G&A : Depreciation &		(1.9.47)	227.059								
Amortization General and administrative	_	(1,847) (1,593)	237,058 (9,634,508)	_	_	_	_		_	_	_
Advisor Fees	_	(1,595)	9,404,402	_	_	_	_	_	_	_	
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss)		(601,759)	58,237,972	(6,500)							
Non-operating income (expense), net:	_				_	_	_	_	_	_	_
Loss on debt			20 7(1 100								
extinguishment			20,761,190	_	_						
Interest expense, net Other non-operating expenses, net			(220,790)								
Reorganization items	_	_	(13,068,557)	_	_		_	_	_	_	_
Total Non-operating income			(-,,)								
(expense), net:			6,513,296								
Income (loss) before income taxes	_	(601,759)	64,751,268	(6,500)	_		_	_	_		
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	(6,500)							

#### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Radar Relay, Inc.	\$ \$	Case No. 22-90344					
Debtor(s)	§	Lead Case No. 22-90341					
()	3	⊠ Jointly Administered					
Monthly Operating Report			Chapter 11				
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022					
Months Pending: 3		Industry Classification: 3 3 4 1					
Reporting Method: Accrual Bas	is ⊠	Cash Basis 🛛					
Debtor's Full-Time Employees (current):		0					
Debtor's Full-Time Employees (as of date of order for relief):		0					
Supporting Documentation (check all that are attached):							
(For jointly administered debtors, any required schedules must be p	rovided on a	non-consolidated basis for each debtor)					
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the assets</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the reporting</li> <li>Description of the assets sold or transferred and the terms of the statements and bank reconciliations for the reporting</li> </ul>	g period						
/s/ Alfredo R. Pérez		Alfredo R. Pérez					
Signature of Responsible Party		Printed Name of Responsible Party					
04/29/2023							
Date		700 Louisiana Street, Suite 1700, Houston, Texas 7 Address	77002				
STATEMENT: This Periodic Report is associated with an open ban applies.	kruptcy case;	therefore, Paperwork Reduction Act exemption 5 C.F.P	2. § 1320.4(a)(2)				
UST Form 11-MOR (12/01/2021)	1						

Part	t 1: Cash Receipts and Disbursements	Current Month	Cumulative
a.	Cash balance beginning of month	\$ 0	Cumulative
b.	Total receipts (net of transfers between accounts)	\$ 0	\$ 0
<b>c</b> .	Total disbursements (net of transfers between accounts)	\$ 0	\$ 0
1.	Cash balance end of month (a+b-c)	\$ 0	
<del>.</del>	Disbursements made by third party for the benefit of the estate	\$ 0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 0	\$ 0
	t 2: Asset and Liability Status		
<u>Not</u> a.	t generally applicable to Individual Debtors. See Instructions.) Accounts receivable (total net of allowance)	Current Month \$ 1.172.866	
а. Э.	Accounts receivable (total lict of allowance)	\$ 0	
). ).	Inventory (Book $\boxtimes$ Market $\square$ Other $\square$ (attach explanation))	\$ 0	
1	Total current assets	\$ 1,185,600	
и Э.	Total assets	\$-64,343,531	
·.	Postpetition payables (excluding taxes)	\$ 0	
	Postpetition payables past due (excluding taxes)	\$ 0	
g. 1.	Postpetition taxes payable	\$ 0	
	Postpetition taxes pay due	\$ 0	
	Total postpetition debt (f+h)	\$ 0	
	Prepetition secured debt	\$ 0	
	Prepetition priority debt	\$ 0	
n.	Prepetition unsecured debt	\$ 0	
п. I.	Total liabilities (debt) (j+k+l+m)	\$ 0	
1. ).	Ending equity/net worth (e-n)	\$-64,343,531	
).	Ending equity/net worth (e-n)	\$-04,545,551	
Part	t 3: Assets Sold or Transferred	<b>Current Month</b>	Cumulativ
ì.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	\$ (
).	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0	\$ (
<b>)</b> .	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0	\$ (
Part	t 4: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
1.	Gross income/sales (net of returns and allowances)	\$ 0	<u>eumunu</u>
	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0	
	Gross profit (a-b)	\$ 0	
Ι.	Selling expenses	\$ 0	
	General and administrative expenses	\$ 0	
:	Other expenses	\$ 6,500	
	Depreciation and/or amortization (not included in 4b)	\$ 0	
i.	Interest	\$ 0	
	Taxes (local, state, and federal)	\$ 0	
	Reorganization items	\$ 0	
	Profit (loss)	\$ -6,500	\$ -48,336

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UST Form 11-MOR (12/01/2021)

Debtor's Name Radar Relay, Inc.

Par	t 5. Profes	sional Fees and Expenses					<u> </u>
1 ai	t 5. Troics	sional Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor	's professional fees & expenses	(bankruptcy) Aggregate Total				
	Itemize	d Breakdown by Firm					
		Firm Name	Role				
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UST Form 11-MOR (12/01/2021)

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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's	professional fees & expe	enses (nonbankruptcy) Aggregate Total				
	Itemized	Breakdown by Firm					
		Firm Name	Role				
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All professional fees and expenses (debto	r & committees)	\$ 0	\$ 0	\$ (	\$ 0

Part 6: Postpetition Taxes       Current Month       Current Month         a.       Postpetition income taxes paid (local, state, and federal)       \$       0       \$       0         b.       Postpetition employer payroll taxes accrued       \$       0       \$	Del	otor's Name Radar Relay, Inc.				Case	No. 22-9	0344
b.       Postpetition income taxes paid (local, state, and federal)       \$       0       \$       0         c.       Postpetition employer payroll taxes accrued       \$       0       \$       0         d.       Postpetition employer payroll taxes paid       \$       0       \$       0         e.       Postpetition omployer payroll taxes paid       \$       0       \$       0         e.       Postpetition optoperty taxes paid       \$       0       \$       0       \$       0         g.       Postpetition other taxes carcued (local, state, and federal)       \$       0       \$       <	Par	6: Postpetition Taxes			Current M	Ionth	Cumul	ative
c.       Postpetition employer payroll taxes accrued       \$       0       \$       0         d.       Postpetition employer payroll taxes paid       \$       0       \$       0         e.       Postpetition property taxes paid       \$       0       \$       0         g.       Postpetition other taxes accrued (local, state, and federal)       \$       0       \$       0         g.       Postpetition other taxes accrued (local, state, and federal)       \$       0       \$       0         g.       Postpetition other taxes paid (local, state, and federal)       \$       0       \$       0       \$       0         g.       Postpetition other taxes accrued (local, state, and federal)       \$       0	a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
d. Postpetition Property taxes paid       \$       0       \$       0         e. Postpetition property taxes paid       \$       0       \$       0         f. Postpetition other taxes accrued (local, state, and federal)       \$       0       \$       0         g. Postpetition other taxes paid (local, state, and federal)       \$       0       \$       0       \$       0         g. Postpetition other taxes paid (local, state, and federal)       \$       0       \$	b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0
e.       Postpetition property taxes paid       \$       0       \$       0         f.       Postpetition other taxes accrued (local, state, and federal)       \$       0       \$       0         g.       Postpetition other taxes paid (local, state, and federal)       \$       0       \$       0         Part 7: Questionnaire - During this reporting period:       a.       Were any payments made on prepetition debt? (if yes, see Instructions)       Yes □       No ⊠         b.       Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)       Yes □       No ⊠         c.       Were any payments made to or on behalf of insiders?       Yes □       No ⊠         c.       Were any payments made to or on behalf of insiders?       Yes ⊠       No ≅         e.       Are you current on postpetition ax return filings?       Yes ⊠       No ≅         e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No ⊠         f.       Were all payments made to or on behalf of professionals approved by the court?       Yes ⊠       No ⊠         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes ⊠       No ⊠         g.       Was there any postpetity insurance?       Yes ⊠       No □       N/A □	c.	Postpetition employer payroll taxes accrued			\$	0	\$	0
f.       Postpetition other taxes accrued (local, state, and federal)       \$       0       \$       0         g.       Postpetition other taxes accrued (local, state, and federal)       \$       0       \$       0         Part 7: Questionnaire - During this reporting period:       .       .       .       .       .         a.       Were any payments made on prepetition debt? (if yes, see Instructions)       Yes □       No ⊠       .       .         b.       Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)       Yes □       No ⊠       .       .         c.       Were any payments made to or on behalf of insiders?       Yes □       No ⊠       .       .       .       .         d.       Are you current on postpetition tax return filings?       Yes ⊠       No □       . <td>d.</td> <td>Postpetition employer payroll taxes paid</td> <td></td> <td></td> <td>\$</td> <td>0</td> <td>\$</td> <td>0</td>	d.	Postpetition employer payroll taxes paid			\$	0	\$	0
g.       Postpetition other taxes paid (local, state, and federal)       \$ <ul> <li>\$             0</li> <li>\$             0</li> </ul> Part 7: Questionnaire - During this reporting period: <ul> <li>a.</li> <li>Were any payments made on prepetition debt? (if yes, see Instructions)</li> <li>Yes □</li> <li>No ⊠</li> </ul> b.         Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)         Yes □         No ⊠           c.         Were any payments made to or on behalf of insiders?         Yes □         No ⊠           d.         Are you current on postpetition tax return filings?         Yes ⊠         No □           e.         Are you current on postpetition tax return filings?         Yes ⊠         No □           g.         Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)         Yes □         No □           g.         Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)         Yes □         No □           h.         Were all payments made to or on behalf of professionals approved by the court?         Yes □         No □           i.         Do you have: Worker's compensation insurance?         Yes ⊠         No □         N/A □           i.         Do you have: Worker's compensation insurance?	e.	Postpetition property taxes paid			\$	0	\$	0
Part 7: Questionnaire - During this reporting period:         a.       Were any payments made on prepetition debt? (if yes, see Instructions)       Yes □       No ⊠         b.       Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)       Yes □       No ⊠         c.       Were any payments made to or on behalf of insiders?       Yes □       No ⊠         d.       Are you current on postpetition tax return filings?       Yes ⊠       No □         e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No □         e.       Are you current on postpetition barsimated tax payments?       Yes ⊠       No □         e.       Are you current on postpetition barsimated tax payments?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes ⊠       No □         i.       Do you have:       Worker's compensation insurance?       Yes ⊠       No □         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions) <td>f.</td> <td>Postpetition other taxes accrued (local, state, and federal)</td> <td></td> <td></td> <td>\$</td> <td>0</td> <td>\$</td> <td>0</td>	f.	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0
Part 7: Questionnaire - During this reporting period:         a.       Were any payments made on prepetition debt? (if yes, see Instructions)       Yes □       No ⊠         b.       Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)       Yes □       No ⊠         c.       Were any payments made to or on behalf of insiders?       Yes □       No ⊠         d.       Are you current on postpetition tax return filings?       Yes ⊠       No □         e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No □         e.       Are you current on postpetition barsimated tax payments?       Yes ⊠       No □         e.       Are you current on postpetition barsimated tax payments?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes ⊠       No □         i.       Do you have:       Worker's compensation insurance?       Yes ⊠       No □         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions) <td>g.</td> <td>Postpetition other taxes paid (local, state, and federal)</td> <td></td> <td></td> <td>\$</td> <td>0</td> <td>\$</td> <td>0</td>	g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0
a.       Were any payments made on prepetition debt? (if yes, see Instructions)       Yes       No ⊠         b.       Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)       Yes       No ⊠         c.       Were any payments made to or on behalf of insiders?       Yes       No ⊠         d.       Are you current on postpetition tax return filings?       Yes ⊠       No □         e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No □         f.       Were all trust fund taxes remitted on a current basis?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A □         i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         i.       Do you have: Worker's compensition current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         f.       If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         f.       Do you have: Worker's compensation insurance?       Yes ⊠	C							
b.       Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)       Yes □       No ⊠         c.       Were any payments made to or on behalf of insiders?       Yes □       No ⊠         d.       Are you current on postpetition tax return filings?       Yes □       No □         e.       Are you current on postpetition estimated tax payments?       Yes □       No □         e.       Are you current on postpetition on a current basis?       Yes □       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A □         i.       Do you have:       Worker's compensation insurance?       Yes □       No □       N/A □         if yes, are your premiums current?       Yes □       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes □       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes □       No □       N/A □       (if no, see Instructions)	Par							
yes, see Instructions)YesNoc.Were any payments made to or on behalf of insiders?YesNod.Are you current on postpetition tax return filings?YesNoe.Are you current on postpetition estimated tax payments?YesNof.Were all trust fund taxes remitted on a current basis?YesNog.Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)YesNoh.Were all payments made to or on behalf of professionals approved by the court?YesNoi.Do you have: Worker's compensation insurance?YesNoN/Ai.Do you have: Worker's compensation insurance?YesNoN/Ai.Do you premiums current?YesNoN/Ai.De your premiums current?YesNoN/Ai.De your premiums current?YesNoN/Ai.If yes, are your premiums current?YesNoN/Ai.General liability insurance?YesNoN/A(if no, see Instructions)j.Has a plan of reorganization been filed with the court?YesNoN/A(if no, see Instructions)j.Has a disclosure statement been filed with the court?YesNoN/A(if no, see Instructions)j.Has a disclosure statement been filed with the court?YesNoN/A(if no, see Instructions)j.Has a disclosure statement been filed with the court?YesNoN/A(if no	a.		Yes 🗆	No 🛛				
c.       Were any payments made to or on behalf of insiders?       Yes □       No ⊠         d.       Are you current on postpetition tax return filings?       Yes ⊠       No □         e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No □         f.       Were all trust fund taxes remitted on a current basis?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A ⊠         i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A ⊠         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes □       No ⊠       No ⊠         k.       Has a disclosure statement been filed with the court?       Yes □       No ⊠       No ⊠         l.       Are you current with quarte	b.							
d.       Are you current on postpetition tax return filings?       Yes ⊠       No □         e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No □         f.       Were all trust fund taxes remitted on a current basis?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A ⊠         i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A ⊠       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         Casualty/property insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes □       No ⊠       No ⊠         k.       Has a disclosure statement been filed with the court?       Yes □       No ⊠       If yes □ <t< td=""><td></td><td></td><td>Yes 🗆</td><td>No 🖂</td><td></td><td></td><td></td><td></td></t<>			Yes 🗆	No 🖂				
e.       Are you current on postpetition estimated tax payments?       Yes ⊠       No □         f.       Were all trust fund taxes remitted on a current basis?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A ⊠         i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A ⊠         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         Casualty/property insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes □       No □       N/A □       (if no, see Instructions)         j.       Has a disclosure statement been filed with the court?       Yes □       No ⊠       If the prove the court?       Yes □       No ⊠         i.       Are you current with quarterly U.S. Trustee fees	c.		Yes 🗆	No 🖂				
f.       Were all trust fund taxes remitted on a current basis?       Yes ⊠       No □         g.       Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □       NA ⊠         h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A ⊠         i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A □         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         Casualty/property insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         J.       General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         J.       Has a plan of reorganization been filed with the court?       Yes □       No ⊠       No ⊠         j.       Has a disclosure statement been filed with the court?       Yes □       No ⊠       No ⊠         k.       Has a disclosure statement been filed with the court?       Yes □       No ⊠       No ⊠         l.       Are you current with quarterly U.S. Trustee fees as       Yes ⊠       No □	d.	Are you current on postpetition tax return filings?	Yes 🗵	No 🗆				
g. Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)       Yes □       No □         h. Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A ⊠         i. Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         Casualty/property insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         J. Has a plan of reorganization been filed with the court?       Yes □       No ⊠       N/A □       (if no, see Instructions)         j.       Has a disclosure statement been filed with the court?       Yes □       No ⊠       No ⊠         k.       Has a disclosure with quarterly U.S. Trustee fees as       Yes ⊠       No □       No □	e.		Yes 🗵	No 🗆				
h.       Were all payments made to or on behalf of professionals approved by the court?       Yes □       No □       N/A ⊠         i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         Casualty/property insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes □       No ⊠         k.       Has a disclosure statement been filed with the court?       Yes □       No ⊠         l.       Are you current with quarterly U.S. Trustee fees as       Yes ⊠       No □	f.	Were all trust fund taxes remitted on a current basis?	Yes 🗵	No 🗆				
i.       Do you have: Worker's compensation insurance?       Yes ⊠       No □         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         Casualty/property insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         General liability insurance?       Yes ⊠       No □       N/A □       (if no, see Instructions)         If yes, are your premiums current?       Yes ⊠       No □       N/A □       (if no, see Instructions)         J.       Has a plan of reorganization been filed with the court?       Yes □       No ⊠	g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🖂				
If yes, are your premiums current?       Yes INO IN/A III       (if no, see Instructions)         Casualty/property insurance?       Yes IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII	h.	Were all payments made to or on behalf of professionals approved by the court?	Yes 🗆	No 🗆	N/A ⊠			
Casualty/property insurance?       Yes ID       No ID         If yes, are your premiums current?       Yes ID       N/A ID       (if no, see Instructions)         General liability insurance?       Yes ID       No ID       N/A ID       (if no, see Instructions)         If yes, are your premiums current?       Yes ID       No ID       N/A ID       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes ID       No ID       N/A ID       (if no, see Instructions)         k.       Has a disclosure statement been filed with the court?       Yes ID       No ID       No ID         l.       Are you current with quarterly U.S. Trustee fees as       Yes ID       No ID       No ID	i.	Do you have: Worker's compensation insurance?	Yes 🖂	No 🗆				
If yes, are your premiums current?       Yes INO IN/A III       (if no, see Instructions)         General liability insurance?       Yes INO IIII       No IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII		If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	Instructi	ons)
General liability insurance?       Yes       No         If yes, are your premiums current?       Yes       No       N/A □       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes       No       No         k.       Has a disclosure statement been filed with the court?       Yes       No       No         l.       Are you current with quarterly U.S. Trustee fees as       Yes       No       No		Casualty/property insurance?	Yes 🖂	No 🗆				
If yes, are your premiums current?       Yes       No       N/A       (if no, see Instructions)         j.       Has a plan of reorganization been filed with the court?       Yes       No       No         k.       Has a disclosure statement been filed with the court?       Yes       No       No         l.       Are you current with quarterly U.S. Trustee fees as       Yes       No       No		If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	Instructi	ons)
j.     Has a plan of reorganization been filed with the court?     Yes □     No ⊠       k.     Has a disclosure statement been filed with the court?     Yes □     No ⊠       l.     Are you current with quarterly U.S. Trustee fees as     Yes ⊠     No □		General liability insurance?	Yes 🗵	No 🗆				
k.     Has a disclosure statement been filed with the court?     Yes □     No ⊠       l.     Are you current with quarterly U.S. Trustee fees as     Yes ⊠     No □		If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, see	Instructi	ons)
I. Are you current with quarterly U.S. Trustee fees as Yes ⊠ No □	j.	Has a plan of reorganization been filed with the court?	Yes □	No 🖂				
	k.	Has a disclosure statement been filed with the court?	Yes 🗆	No 🖂				
act forth under 28 U.S.C. \$ 10202	1.	Are you current with quarterly U.S. Trustee fees as	Yes 🗵	No 🗆				
set fortil under 28 0.5.C. § 1950?		set forth under 28 U.S.C. § 1930?						

Del	otor's Name Radar Relay, Inc.		Case N	No. 22-90344
Par	t 8: Individual Chapter 11 Debtors (Onl <u>y)</u>			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting period (a+b+c)	\$	0	
e.	Payroll deductions	\$	0	
f.	Self-employment related expenses	\$	0	
g.	Living expenses	\$	0	
h.	All other expenses	\$	0	
i.	Total expenses in the reporting period (e+f+g+h)	\$	0	
j.	Difference between total income and total expenses (d-i)	\$	0	
k.	List the total amount of all postpetition debts that are past due	\$	0	
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes 🗆	No 🖂	
m.	If yes, have you made all Domestic Support Obligation payments?	Yes □	No $\square$ N/A $\boxtimes$	

#### **Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http://www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

## <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

/s/ Michael Bros Signature of Responsible Party

SVP, Capital Markets and Acquisitions Title

UST Form 11-MOR (12/01/2021)

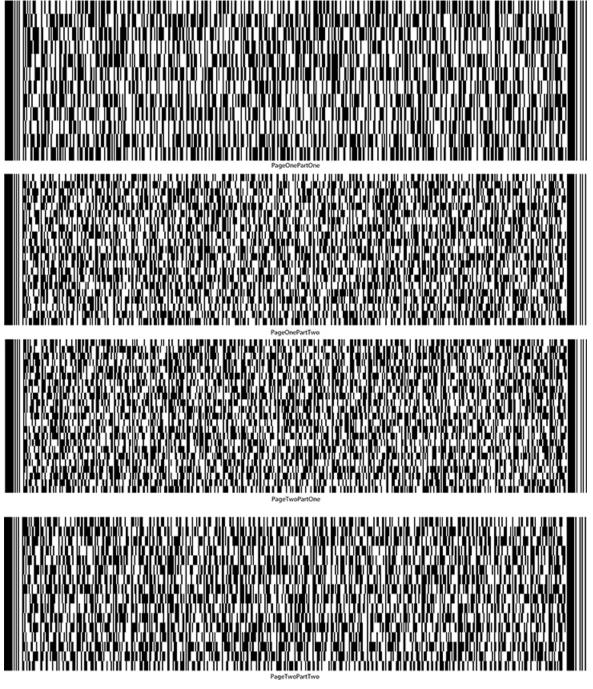
Michael Bros Printed Name of Responsible Party

04/29/2023

Date

Debtor's Name Radar Relay, Inc.

Case No. 22-90344



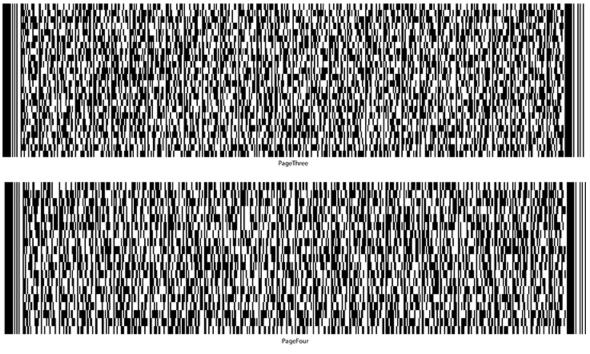
Debtor's Name Radar Relay, Inc.

Case No. 22-90344

NonBankruptcy1to50	

UST Form 11-MOR (12/01/2021)

Debtor's Name Radar Relay, Inc.



#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	<b>§</b> Chapter 11
CORE SCIENTIFIC, INC., et al.,	8 8 Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	§ § (Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. No trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting
principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial
statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does
not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide
MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which
has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. **Reservation of Rights.** This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. <u>Basis of Presentation</u>. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions VI, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles.</u> The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. Currency. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief* (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders.

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

**Balance Sheet.** Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

**Income Statement.** As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- 8. <u>Part 1, Cash Receipts and Disbursements</u>. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim")

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. <u>Part 7 Questionnaire</u>. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

#### MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description Receipts	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Operating Sales Proceeds		2,149,939	36,170,668									38,320,607
Bitmain Coupon		2,149,939										
Sales			172,861	—	—	—	—	—	—	—	—	172,861
Other Receipts	40	544	97,102									97,686
Total Receipts Disbursements	40	2,150,483	36,440,631	_	_	—	_	_	-	—	—	38,591,154
Suppliers or												
vendors	_	1,256,581	21,175,716		_	_	_	_	_	_	_	22,432,297
Taxes /												
Governmental	2(2 500	273,767	4,627,875	-	-	-	-	_	-	_	_	4,901,642
Services Financial / Bank	262,500	76,766	1,297,689	_	—	_	_	_	_	_	_	1,636,955
Fees	_	10,299	174,105	_	_	_	_	_	_	_	_	184,405
Employee		10,277	171,100									101,100
Expense		234,598	3,965,743									4,200,341
Total Disbursements	262,500	1,852,011	31,241,129									33,355,640
Net Cash Flow (excl.	(2(2,1(2))	200 452	- 100 - 503									
Internal Transfers) Bank Cash	(262,460)	298,472	5,199,502									5,235,514
Balance Beginning of Month	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
MOR Part 1 d. Cash Balance	\$13,415,691	£ 1 279 295	\$54,597,830	s —	s —	s —	s —	s —	s —	s —	s –	\$69,291,905
Reversing	\$13,415,091	3 1,2/8,385	334,397,830	s —	s —	э —	э —	» —	s —	• —	• -	309,291,905
Disbursement Allocation	_	1,848,101	(1,848,101)	_	_	_	_	_	_	_	_	_
Internal Transfers	7,780,879	(2,900,000)	(4,880,879)									
Cash Balance End of Month	\$21,196,570	<u>\$ 226,486</u>	\$47,868,849	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s</u> –	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905

#### MOR-2: End of March 2023 Balance Sheet

(US \$)	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC		American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co	Total
ASSETS		Mining LLC	Company	Relay file	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC		Total
Cash and													
Equivalents Restricted Cash	-	226,486	47,260,344 21,805,075	-	_	-	-	—	-	-	-	-	47,486,830 21,805,075
Total Cash		226,486	69,065,419										69,291,905
Accounts		,	.,,										.,,_,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
receivable, net of			172 170										172 179
allowance Accounts receivable		_	173,178	_	_		_	_	_				173,178
from related													
parties Deposits for	488,990,509	146,140,455	(489,539,009)	1,172,866	-	_	-	-	-	_	-	(146,763,286)	1,534
equipment	_	_	26,498,617	_	_	_	_	_	_	_	_	_	26,498,617
Digital currency			.,,										.,,.
assets Prepaid expenses	_	_	-	-	-	-	_	_	_	_	-	_	_
and other	_	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	25,142,104
Total other current													
assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,862,781
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_		_	_	_	_		(169,574,643)	131,970,119
Property, plant and	2,000,000,200	(500,700,100)	(1,011,201,001)	1,100,000								(10),07 1,010)	101,970,119
equipment	_	60,395,989	627,422,827	-	-	-	-	-	-	-	-	(15,616,704)	672,202,113
Operating lease-right-of-use													
assets	_	_	19,933,495	_	_	_	_	_	_	_	_	_	19,933,495
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)		_	_	_	-	_	_	_	0
Intangible assets, net	_	_	2,165,134	_	_	_	_	_	_	_	_	_	2,165,134
Other noncurrent													
assets	2,558,789	(0)	6,828,534										9,387,323
Total Assets	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)								(185,191,347)	835,658,185
LIABILITIES, PREFERRED													
STOCK & EQUITY					_	_	_	_	_	_	_		
Accounts Payable	—	146,776,110	91,352,324	9,250	—	—	—	—	—	—	—	(146,763,286)	91,374,398
Accrued expenses and other	199,366	18,145,227	89,687,065	_	_	_	_	_	_	_	_	_	108,031,658
Deferred revenue			104,007,897	_	_	_	_	_	_	_	_	(38,699,554)	65,308,342
Derivative warrant	(000)												(000
liabilities Operating lease	(900)	_	_	_	_	_	_	_	_	_	_	_	(900
liabilities, current													
portion		_	1,255,366	—	_	—	_	_	—	_	—		1,255,366
Financing lease liabilities, current													
portion	_	_	25,945,897	_	_	_	_	_	_	_	_	_	25,945,897
Long-term debt,	(550.001.057)		702 420 052										142 528 007
current portion Total current	(559,901,857)		703,430,852										143,528,996
liabilities	(559,703,391)	164,921,337	1,015,679,402	9,250	_	_	_	_	_	_	_	(185,462,840)	435,443,757
Operating lease													
liabilities, net of current portion			14,009,133										14,009,133
Financing lease	_	_	14,009,155	_							_	_	14,009,155
liabilities, net of													
current portion Long-term debt, net	-	-	43,829,273	-	-	_	-	-	-	_	-	-	43,829,273
of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663,201,824
Other noncurrent	,,												
liabilities		18,084,856	(13,286,426)	(2,587,769)									2,210,662
Total Liabilities Pre-Petition Subject	8,554,759	183,006,193	1,155,175,056	(2,578,519)		-	_	_	—	_	—	(185,462,840)	1,158,694,649
to Compromise	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	_
<b>Total Pre-Petition</b>													
Subject to	(94 205 270		((94 205 270)										
Compromise Post-Petition Short	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	_
Term Liabilities	_	_	34,973,488	-	_	_	_	_	_	_	_	_	34,973,488
Post-Petition Long Term Liabilities													
Preferred stock	_	_	_	_	_	_	_	_	_	_	_	_	
Common stock	37,478	_	_	—	—	—	—	_	—	_	—	_	37,478
Additional paid-in	1,789,732,371	(15 070 141)	2,887,621								_		1 776 640 951
capital Accumulated	1,707,732,371	(15,979,141)	2,007,021	_	_	_	_	_	_	_	_		1,776,640,851
deficit	(179,780,938)	(832,854,123)	(1,060,606,684)	(61,765,012)		_	_	_	_	_	_	318,476	(2,134,688,280
Other Comprehensive													
Income	_	_	_	_	_	_	_	_	_	_	_	_	_
Cumulative													
Translation Adjustment		46 002										(46 092)	
Adjustment Total Equity	1,609,988,910	46,983	(1,057,719,063)	(61.765.012)								(46,983) 271,494	(358,009,952
Total Liabilities,	-,007,700,710	(040,700,201)	(1,007,717,000)	(01,703,012)								2/1,4/4	(000,007,752
Preferred Stock &													
Equity	2,302,939,039	(665, 780, 088)	(551, 965, 889)									(185, 191, 347)	835,658,185

<sup>1</sup> The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

#### MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

(US \$)	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	Property Acquisitions I, LLC	Property Acquisitions VII, LLC
Total Revenue											
Hosting revenue from customers	—	—	7,022,566	-	_	_	_	—	—	—	_
Hosting revenue from related											
parties	—	—	1,260,190	—	—	—	—	—	—	—	—
Equipment sales to customers	_	_	_	-	_	_	_	_	—	_	-
Equipment sales to related											
parties	—			—	—	—	—	—	_	—	—
Digital asset mining income	_	2,750,351	32,565,147	-	-	-	-	_	—	-	-
Network services and defi											
revenue											
Total Revenue		2,750,351	40,847,903								
Cost of revenue	_	(3,349,178)	18,322,801	_	_	_	_	_	_	_	_
Gross Profit	_	(598,827)	59,170,704			_	_		_		
Gain (loss) on legal settlements											
Gain (loss) from sales of digital											
currency assets	_	41,933	489,798	_	_			_	_	_	_
Impairments of digital currency		41,755	405,750								
assets	_	(43,271)	(528,899)	_	_	_	_	_	_	_	_
Impairment of goodwill and		(13,271)	(020,0)))								
other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant											
and equipment	_		_	_				_	_	_	
Losses on exchange or disposal of											
property, plant and equipment	_	_	_	_	_		_	_	_	_	_
Operating expenses:											
Research and development	_	_	(257,224)	(6,500)	_	_	_	_	_	_	_
Sales and marketing	_	_	(406,301)		_	_	_	_	_	_	_
Total - G&A : Depreciation &											
Amortization	_	(1,847)	237,058	_	_	_	_	_	_	_	_
General and administrative	—	(1,593)	(9,634,508)	—	_	_		—	—	_	
Advisor Fees	—	_	9,404,402	—	—	_	_	—	—	—	_
Total operating expenses	_	(1,593)	(893,630)	(6,500)			_	_	_		
Operating Income (Loss)		(601,759)	58,237,972	(6,500)							
Non-operating income (expense), net:	_	(001,707)	55,257,772	(0,500)	_				_		
Loss on debt extinguishment	_	_	20,761,190	_	_	_	_	_	_	_	_
Interest expense, net	_	_	(220,790)	_	_	_	_	_	_	_	_
Other non-operating expenses,			( .,								
net	_	_	(958,548)		_	_	_	_	_	_	_
Reorganization items	_	_	(13,068,557)	—	_	_		_	_		
Total Non-operating income			<u> </u>								
(expense), net:	_	_	6,513,296	_	_	_	_	_	_	_	_
Income (loss) before income taxes		(601,759)	64,751,268	(6,500)							
Income (loss) before income taxes	_	544	04,751,200	(0,500)	_	_	_	_	_		
		(601,215)	64,751,268	(6,500)							
Net Income (Loss)		(001,215)	04,/51,208	(0,500)							

### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Specialty Mining (Oklahoma) LLC	\$ \$	Case No. 22-90345
	§	Lead Case No. 22-90341
Debtor(s)	§	
Monthly Operating Report		Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022
Months Pending: 3		Industry Classification: 3 3 4 1
Reporting Method: Accrua	l Basis 🛛	Cash Basis 🛛
Debtor's Full-Time Employees (current):		0
Debtor's Full-Time Employees (as of date of order for relief):		0
Supporting Documentation (check all that are attached):		
(For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor)		
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the s</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the reproduction of the assets sold or transferred and the term</li> </ul>	orting period	uity (net worth) or deficit
/s/ Alfredo R. Pérez		Alfredo R. Pérez
Signature of Responsible Party		Printed Name of Responsible Party
04/29/2023 Date		700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address
STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.		
UST Form 11-MOR (12/01/2021)	1	

Debt	or's Name Core Scientific Specialty Mining (Oklahoma) LLC	Case	No. 22-90345
Part 1	: Cash Receipts and Disbursements	Current Month	Cumulative
a.	Cash balance beginning of month	\$ 0	· · · · · · · · · · · · · · · · · · ·
b.	Total receipts (net of transfers between accounts)	\$ 0	\$ 0
c.	Total disbursements (net of transfers between accounts)	\$ 0	\$ 0
d.	Cash balance end of month (a+b-c)	\$ 0	
e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 0	\$ 0
	: Asset and Liability Status enerally applicable to Individual Debtors. See Instructions.)	Current Month	
a.	Accounts receivable (total net of allowance)	\$ 0	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
c.	Inventory (Book  Market □ Other □ (attach explanation))	\$ 0	
d	Total current assets	\$ 0	
e.	Total assets	\$ 0	
f.	Postpetition payables (excluding taxes)	\$ 0	
g.	Postpetition payables past due (excluding taxes)	\$ 0	
Ъ. h.	Postpetition taxes payable	\$ 0	
i.	Postpetition taxes past due	\$ 0	
j.	Total postpetition debt (f+h)	\$ 0	
k.	Prepetition secured debt	\$ 0	
1.	Prepetition priority debt	\$ 0	
m.	Prepetition unsecured debt	\$ 0	
n.	Total liabilities (debt) $(j+k+l+m)$	\$ 0	
0.	Ending equity/net worth (e-n)	\$ 0	
	: Assets Sold or Transferred	Current Month	Cumulative
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	\$ 0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0	\$ 0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0	\$ 0
Part 4	: Income Statement (Statement of Operations) enerally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$ 0	cumunt
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0	
c.	Gross profit (a-b)	\$ 0	
d.	Selling expenses	\$ 0	
e.	General and administrative expenses	\$ 0	
f.	Other expenses	\$ 0	
g.	Depreciation and/or amortization (not included in 4b)	\$ 0	
h.	Interest	\$ 0	
i.	Taxes (local, state, and federal)	\$ 0	
j.	Reorganization items	\$ 0	
k.	Profit (loss)	\$ 0	\$ 0

UST Form 11-MOR (12/01/2021)

Debtor's Name Core Scientific Specialty Mining (Oklahoma) LLC

Part	5: Professional	Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current	Paid
	Dahtan'a na	famional fam & annanas	(bankruptcy) Aggregate Total	Current Month	Cumulative	Month	Cumulative
a.	Debtor s pro	eakdown by Firm	(bankrupicy) Aggregate Total				
	Itemizea Bre						
		Firm Name	Role				
	i						4
	ii						4
	iii						
	iv						
	v						
	vi						
	vii						
	viii						
	ix						
	х						
	xi						
	xii						
	xiii						
	xiv						
	XV						
	xvi						1
	xvii						1
	xviii						1
	xix						1
	XX						1
	xxi						1
	xxii						
	xxiii						+
	xxiv						+
	XXV						4
	xxvi						+
							-
	xxvii						-
	xxviii						
	xxix						4
	XXX						
	xxxi						
	xxxii						
	xxxiii						
	xxxiv						
	XXXV						
	xxxvi						

UST Form 11-MOR (12/01/2021)

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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's profess	ional fees & expenses (nonbankt	uptcy) Aggregate Total				
	Itemized Breakd	own by Firm					
	F	irm Name	Role				
	i						
	ii						
	iii						
	iv						
	v						
	vi						
	vii						
	viii						
	ix						
	х						
	xi						
	xii						
	xiii						
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	lxxviii						_
	lxxix						_
	lxxx						_
	lxxxi						_
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	lxxxiii						
	lxxxiv						
	lxxxv						
	lxxxvi						
	lxxxvii						
	lxxxviii						
	lxxxix						
	xc						
	xci						
	xcii						
	xciii						
	xciv						٦
	xcv						7
	xcvi						7
	xcvii						
	xcviii						
	xcix						1
	с						1
c.		nal fees and expenses (debtor & comm	nittees)	\$ 0	\$ 0	\$ 0	\$ 0
	1	1 (	,				_

Debtor's Name Core Scientific Specialty Mining (Oklahoma) LLC

## Case No. 22-90345

Par	t 6: Postpetition Taxes		<u>(</u>	Current M	onth	Cumu	lative
a.	Postpetition income taxes accrued (local, state, and federal)		5	5	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)		5	5	0	\$	0
c.	Postpetition employer payroll taxes accrued		5	5	0	\$	0
d.	Postpetition employer payroll taxes paid		5	5	0	\$	0
e.	Postpetition property taxes paid		5	5	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)		5	5	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)		5	5	0	\$	0
Par a.	t 7: Questionnaire - During this reporting period: Were any payments made on prepetition debt? (if yes, see Instructions)	Yes □	No ⊠				
b.	Were any payments made on prepention deer. (If yes, see instructions) Were any payments made outside the ordinary course of business without court approval? (if	105 🗆	110 🖾				
0.	ves, see Instructions)	Yes □	No 🖂				
c.	Were any payments made to or on behalf of insiders?	Yes □	No 🖂				
d.	Are you current on postpetition tax return filings?	Yes 🗵	No 🗆				
e.	Are you current on postpetition estimated tax payments?	Yes 🗵	No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🗵	No 🗆				
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🖂				
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes □	No 🗆	N/A ⊠			
i.	Do you have: Worker's compensation insurance?	Yes ⊠	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, se	e Instruct	ions)
	Casualty/property insurance?	Yes 🖂	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, se	e Instruct	ions)
	General liability insurance?	Yes 🖂	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, se	e Instruct	ions)
j.	Has a plan of reorganization been filed with the court?	Yes □	No 🖂				
k.	Has a disclosure statement been filed with the court?	Yes □	No 🖂				
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes 🖂	No 🗆				

UST Form 11-MOR (12/01/2021)

Debtor's Name Core Scientific Specialty Mining (Oklahoma) LLC

Case No. 22-90345

Par	8: Individual Chapter 11 Debtors (Only)			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting period (a+b+c)	\$	0	
e.	Payroll deductions	\$	0	
f.	Self-employment related expenses	\$	0	
g.	Living expenses	\$	0	
h.	All other expenses	\$	0	
i.	Total expenses in the reporting period (e+f+g+h)	\$	0	
j.	Difference between total income and total expenses (d-i)	\$	0	
k.	List the total amount of all postpetition debts that are past due	\$	0	
l.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes □	No 🖂	
m.	If yes, have you made all Domestic Support Obligation payments?	Yes □	No 🗆	N/A ⊠

### **Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

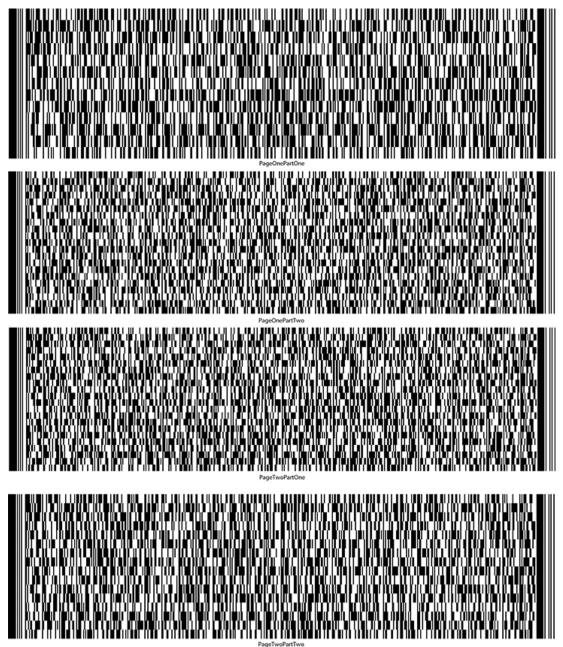
# <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

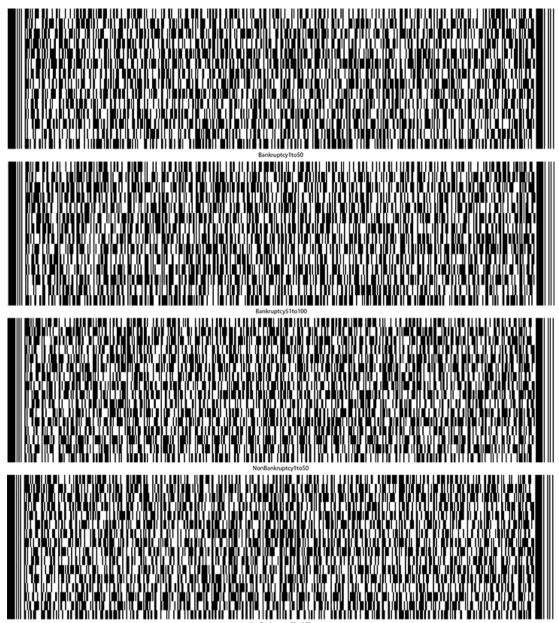
/s/ Michael Bros Signature of Responsible Party SVP, Capital Markets and Acquisitions Title

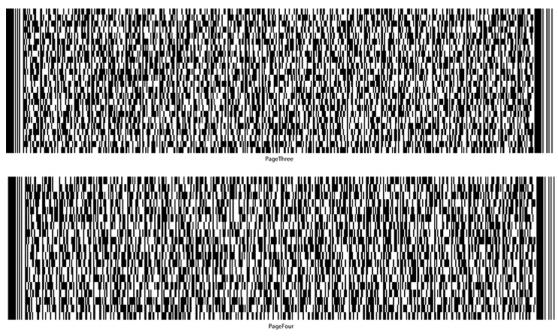
UST Form 11-MOR (12/01/2021)

Michael Bros Printed Name of Responsible Party

04/29/2023 Date







#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	§ Chapter 11
CORE SCIENTIFIC, INC., et al.,	§ § Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	§ (Jointly Administered)

### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "Petition **Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "Debtors" or the "Company"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "Bankruptcy **Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "Bankruptcy **Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "Bankruptcy **Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "Bankruptcy **Code**") and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy **Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "Local **Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "U.S. **Trustee**") appointed an official committee (the "Creditors' **Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "Equity **Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "MOR").

1. Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by- entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

 Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders..

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

**Balance Sheet.** Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

*Income Statement.* As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. <u>Part 5a, Professional Fees and Expenses</u>. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. Part 7 Questionnaire. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

## MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	<u> </u>
Receipts												
Operating												
Sales												
Proceeds	_	2,149,939	36,170,668	—	—	—	—	—	—	_	_	38,320,607
Bitmain Coupon												
Sales	_	_	172,861	_	_	_	_	_	_	_	_	172,861
Other Receipts	40	544	97,102	_	_	_	_	_	_	_	_	97,686
Total Receipts	40	2,150,483	36,440,631									38,591,154
Disbursements		2,100,100	00,110,001									00,001,101
Suppliers or												
vendors	_	1,256,581	21,175,716	_	_	_	_		_	_	_	22,432,297
Taxes /		, ,	,,.									, . , .
Governmenta	1 —	273,767	4,627,875	_	_	_		_	_	_	_	4.901.642
Services	262,500	76,766	1,297,689	_	_	_		_	_	_	_	1,636,955
Financial /		í.	· · · ·									
Bank Fees	_	10,299	174,105	_	_	_	_	_	_	_	_	184,405
Employee												
Expense	—	234,598	3,965,743	_	_	—		_	_	_	—	4,200,341
Total												
Disbursements	262,500	1,852,011	31,241,129	_	_	_		_	_	_	_	33,355,640
Net Cash Flow												
(excl. Internal												
Transfers)	(262, 460)	298,472	5,199,502	_	_	_		_	_	_	_	5,235,514
Bank Cash			<u> </u>				·					
Balance Beginning of Month Net Cash Flow	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
(excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502									5,235,514
MOR Part 1												
d. Cash												
Balance	\$13,415,691	\$ 1,278,385	\$54,597,830	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	s —	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905
Reversing												
Disbursement Allocation	·	1,848,101	(1,848,101)	_		_	_	_		_		_
Internal		1,010,101	(1,010,101)									
Transfers	7,780,879	(2,900,000)	(4,880,879)	_		_	_	_		_	_	_
Cash Balance End of	.,,.//	(-,, , )	(.,,.,.,))									
Month	<u>\$21,196,570</u>	<u>\$ 226,486</u>	<u>\$47,868,849</u>	<u>§                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905

## MOR-2: End of March 2023 Balance Sheet

	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Scientific Mining		American Property Acquisition,			American Property Acquisitions			
(US \$)	Inc.	Mining LLC	Company	Relay Inc	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Co	Tota
ASSETS Cash and													
Equivalents	_	226,486	47,260,344	_	_	_	_	_	_	_	_	_	47,48
Restricted Cash			21,805,075										21,80
Total Cash Accounts	-	226,486	69,065,419	-	—	-	-	-	-	-	-	-	69,29
receivable, net of allowance	_	_	173,178	_	_	_	_	_	_	_	_	_	17
Accounts receivable from related parties	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	
Deposits for equipment	_	_	26,498,617	_	_	_	_	_	_	_	_	_	26,49
Digital currency assets	_	_	_	_	_	_	_	_	_		_	_	
Prepaid expenses and other	_	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	25,14
Total other current assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734	_	_	_	_	_	_	_	_	10,86
	2,300,380,250		(1,041,257,631)	1,185,600	_	_	_	_	_	_	_	(169,574,643)	131,97
Property, plant and equipment	_	60,395,989	627,422,827	_	_	_	_	_	_	_	_	(15,616,704)	672,20
Operating lease-right-of-use			10 022 405										10.02
assets Goodwill		232,587,379	19,933,495 (167,058,249)	(65,529,130)	_	_	_	_	_	_	_	_	19,93
Intangible assets, net	_		2,165,134	(00,02),100)	_	_	_	_	_	_	_	_	2,16
Other noncurrent	2 550 700	(0)											
assets Total Assets	2,558,789 2,302,939,039	(0) (665,780,088)	6,828,534 (551,965,889)	(64,343,531)								(185,191,347)	9,38 835,65
LIABILITIES, PREFERRED	2,302,737,037	(003,780,088)	(331,903,009)	(04,545,551)								(103,191,347)	055,05
STOCK & EQUITY Accounts Payable	_	146,776,110	91,352,324	9,250	_	_	_	_	_	_		(146,763,286)	91,37
Accrued expenses				7,250								(140,705,200)	
and other Deferred revenue	199,366	18,145,227	89,687,065 104,007,897	_	_	_	_	_	_	_	_	(38,699,554)	108,03 65,30
Derivative warrant liabilities	(900)	_	_	_	_	_	_	_	_	_	_	_	
Operating lease liabilities, current portion	()		1,255,366										1,25
Financing lease liabilities, current	_	_	1,255,500	_	_	_	_	_	_	_	_	_	1,23
portion Long-term debt,	_	-	25,945,897	-	-	_	-	_	-	_	-	-	25,94
current portion Total current	(559,901,857)		703,430,852										143,52
liabilities Operating lease	(559,703,391)	164,921,337	1,015,679,402	9,250	_	-	-	_	_	-	-	(185,462,840)	435,44
liabilities, net of current portion Financing lease	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14,00
liabilities, net of current portion	_	_	43,829,273	_	_	_	_	_	_	_	_	_	43,82
Long-term debt, net of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663,20
Other noncurrent liabilities		18,084,856	(13,286,426)	(2,587,769)									2,21
Total Liabilities	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	_	_	_	_	_	_	(185,462,840)	1,158,69
Pre-Petition Subject to Compromise Total Pre-Petition	684,395,370		(684,395,370)										
Subject to Compromise	684.395.370	_	(684,395,370)	_	_	_	_	_	_		_	_	
Post-Petition Short Term Liabilities		_	34,973,488	_	_	_	_	_	_	_	_	_	34,97
Post-Petition Long Term Liabilities		_		_					_	_		_	54,97
Preferred stock Common stock	37,478	_	_	_	_	_	_	_	_	_	_	_	3
Additional paid-in		(15.070.141)	2,997,621	_	_	_	_	_	_	_	_	_	-
capital Accumulated deficit	1,789,732,371 (179,780,938)	(15,979,141) (832,854,123)	2,887,621 (1,060,606,684)	(61,765.012)	_	_	_	_	_	_	_	318,476	1,776,64
Other Comprehensive	(,-00,-20)	(	(,,,,,,)	(01,100,012)								210,170	(=,:0,;00
Income Cumulative Translation	_	_	_	_	_	_	_	_	_	_	_	_	
Translation Adjustment	_	46,983		_	_	_	_	_	_	_		(46,983)	
Total Equity	1,609,988,910		(1,057,719,063)	(61,765,012)								271,494	(358,00
Total Liabilities, Preferred Stock &													

<sup>1</sup> The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

## MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(US \$) Hosting revenue from customers	_	_	7,022,566	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	1,260,190	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_		_	_	_	_	_	_	_	_
Equipment sales to related parties Digital asset mining	-	_	_	_	_	_	_	-	-	_	
income	_	2,750,351	32,565,147	_	_	_	_	_	_	_	_
Network services and defi revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue	_	2,750,351	40,847,903								
Cost of revenue		(3,349,178)	18,322,801								
Gross Profit		(598,827)	59,170,704								
Gain (loss) on legal settlements Gain (loss) from sales	_	_	_	_	-	_	_	_	-	_	_
of digital currency assets	_	41,933	489,798	_	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(43,271)	(528,899)	_	_	_	_	_	_	_	_
Impairment of goodwill and other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses: Research and development	_	_	(257,224)	(6,500)	_	_	_	_	_	_	_
Sales and marketing	—	-	(406,301)	_	-	-	—	-	-	-	-
Total - G&A : Depreciation & Amortization	_	(1,847)	237,058	_	_	_	_	_	_	_	_
General and administrative		(1,593)	(9,634,508)								_
Advisor Fees		(1,5)5)	9,404,402	_	_		_	_	_	_	
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss) Non-operating income (expense), net:	_	(601,759)	58,237,972	(6,500)	_	_	_	_	_	_	_
Loss on debt extinguishment	_	_	20,761,190	_	_	_	_	_	_	_	_
Interest expense, net Other non-operating expenses, net	_	_	(220,790) (958,548)	_	_	_	_	_	_	_	_
Reorganization items Total Non-operating income (expense), net:			(13,068,557) 6,513,296								
Income (loss) before income taxes	_	(601,759)	64,751,268	(6,500)	_		_	_	_	_	
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	<u>(6,500</u> )							

### UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. American Property Acquisition, LLC	§ §	Case No. 22-90346	
Debtor(s)	§	Lead Case No. 22-90341	
		⊠ Jointly Administered	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022	
Months Pending: 3		Industry Classification: 3 3 4 1	
Reporting Method: Accrual Bas	is ⊠	Cash Basis 🛛	
Debtor's Full-Time Employees (current):		0	
Debtor's Full-Time Employees (as of date of order for relief):		0	
Supporting Documentation (check all that are attached):			
(For jointly administered debtors, any required schedules must be prov	ided on a no	n-consolidated basis for each debtor)	
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the assets, here</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the reporting per Description of the assets sold or transferred and the terms of the</li> </ul>	eriod		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
04/29/2023			
Date		700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address	
STATEMENT: This Periodic Report is associated with an open bankru applies.	ptcy case; th	erefore, Paperwork Reduction Act exemption 5 C.F.R. § 13	20.4(a)(2)

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Debtor's Name American Property Acquisition, LLC Case No. 22-90346 Part 1: Cash Receipts and Disbursements Current Month Cumulative Cash balance beginning of month a. \$ 0 b. Total receipts (net of transfers between accounts) \$ 0 0 \$ 0 Total disbursements (net of transfers between accounts) 0 c. \$ Cash balance end of month (a+b-c) 0 d. \$ Disbursements made by third party for the benefit of the estate e. \$ 0 0 Total disbursements for quarterly fee calculation (c+e) \$ 0 f 0 S Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors. See Instructions.) **Current Month** Accounts receivable (total net of allowance) 0 a. 0 b. Accounts receivable over 90 days outstanding (net of allowance) \$ Inventory (Book  $\square$  Market  $\square$  Other  $\square$  (attach explanation)) 0 \$ c. d Total current assets \$ 0 \$ e. Total assets 0 Postpetition payables (excluding taxes) \$ 0 f. Postpetition payables past due (excluding taxes) \$ 0 g. 0 h. Postpetition taxes payable \$ Postpetition taxes past due \$ 0 i. Total postpetition debt (f+h) \$ 0 j. \$ 0 k. Prepetition secured debt Prepetition priority debt \$ 0 1. Prepetition unsecured debt 0 m. \$ Total liabilities (debt) (j+k+l+m) 0 n. \$ 0 Ending equity/net worth (e-n) \$ 0. Part 3: Assets Sold or Transferred Current Month Cumulative Total cash sales price for assets sold/transferred outside the ordinary course of business a. \$ 0 0 Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business \$ 0 0 b. S Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b) 0 c. \$ 0 Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.) Current Month Cumulative Gross income/sales (net of returns and allowances) a. 0 Cost of goods sold (inclusive of depreciation, if applicable) \$ 0 b. Gross profit (a-b) \$ 0 c. \$ 0 d. Selling expenses General and administrative expenses 0 e. \$ f. Other expenses \$ 0 Depreciation and/or amortization (not included in 4b) \$ 0 g. 0 h. Interest \$ i. Taxes (local, state, and federal) \$ 0 0 j Reorganization items \$ 0

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Profit (loss)

k.

2

\$

0

\$

Debtor's Name American Property Acquisition, LLC

Part	5: Professional F	Fees and Expenses				-	
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's pro	fessional fees & expenses (bankı	uptcy) Aggregate Total				
	Itemized Bre	akdown by Firm					
ľ		Firm Name	Role				
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	iii						
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & exp	penses (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm					
	Firm Name	Role				
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c.	All professio	nal fees and expenses (debtor & com	mittees)	\$ C	\$ (	) \$ (	0 \$
-	r	r	/		· · ·		<u> </u>

De	btor's Name American Property Acquisition, LLC				Ca	se No. 22-9	0346
Par	t 6: Postpetition Taxes			Current	Month	Cumu	lative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0
c.	Postpetition employer payroll taxes accrued			\$	0	\$	0
d.	Postpetition employer payroll taxes paid			\$	0	\$	0
e.	Postpetition property taxes paid			\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0
	t 7: Questionnaire - During this reporting period:						
a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes □	No 🖂				
b.	Were any payments made outside the ordinary course of business without court approval? (if						
	yes, see Instructions)	Yes □	No 🖂				
с.	Were any payments made to or on behalf of insiders?	Yes □	No 🛛				
d.	Are you current on postpetition tax return filings?	Yes ⊠	No 🗆				
e.	Are you current on postpetition estimated tax payments?	Yes ⊠	No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🗵	No 🗆				
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🖂				
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes □	No 🗆	N/A ⊠			
i.	Do you have: Worker's compensation insurance?	Yes 🗵	No 🗆				
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	e Instruction	ns)
	Casualty/property insurance?	Yes 🗵	No 🗆				
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	e Instruction	ns)
	General liability insurance?	Yes 🗵	No 🗆				
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	e Instruction	ns)
j.	Has a plan of reorganization been filed with the court?	Yes □	No 🖂				
k.	Has a disclosure statement been filed with the court?	Yes □	No 🖂				
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No 🗆				

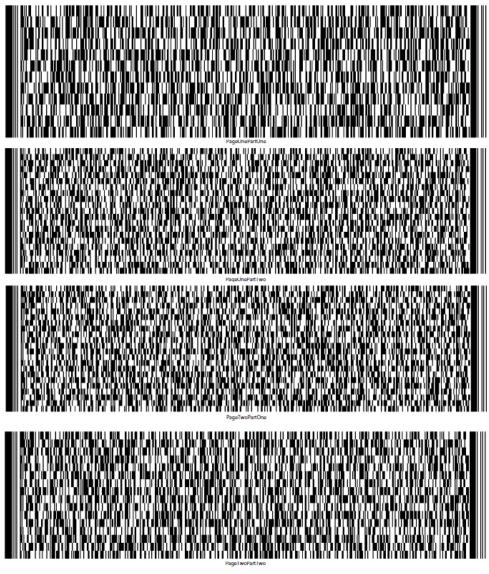
Debtor's Name American Property Acquisition, LLC Case No. 22-90346 Part 8: Individual Chapter 11 Debtors (Only) a. Gross income (receipts) from salary and wages \$ 0 b. Gross income (receipts) from self-employment 0 \$ 0 Gross income from all other sources c. \$ 0 d. Total income in the reporting period (a+b+c) Payroll deductions 0 e. Self-employment related expenses 0 f \$ Living expenses 0 g. h. All other expenses \$ 0 i. Total expenses in the reporting period (e+f+g+h) \$ 0 Difference between total income and total expenses (d-i) \$ 0 j. k. List the total amount of all postpetition debts that are past due \$ 0 Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? 1 No 🖂 Yes 🗆 m. If yes, have you made all Domestic Support Obligation payments? N/A ⊠ Yes 🗆 No 🗆

#### **Privacy Act Statement**

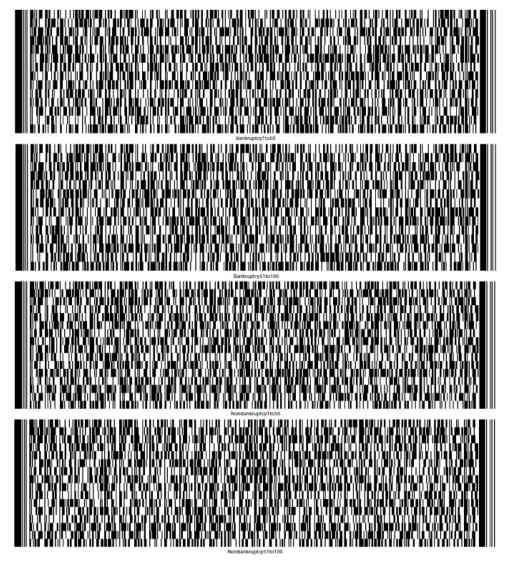
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

# <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

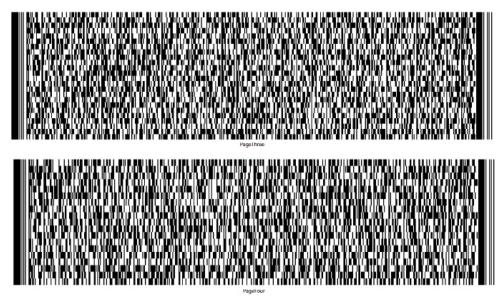
/s/ Michael Bros Signature of Responsible Party		Michael Bros Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions Title		04/29/2023 Date
UST Form 11-MOR (12/01/2021)	9	



## Case No. 22-90346



UST Form 11-MOR (12/01/2021)



#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	ş	Chapter 11
	\$	
CORE SCIENTIFIC, INC., et al.,	\$	Case No. 22-90341 (DRJ)
	ş	
Debtors. <sup>1</sup>	ŝ	(Jointly Administered)

#### **MONTHLY OPERATING REPORT NOTES FOR MARCH 2023**

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

1. <u>Introduction</u>. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. <u>Basis of Presentation</u>. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by- entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisitions I, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles</u>. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.*
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders.

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

Balance Sheet. Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

Income Statement. As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. Part 7 Questionnaire. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

## MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC		RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	_
Receipts												
Operating Sales												
Proceeds	_	2,149,939	36,170,668	_	_	_	—	_	_	_	_	3
Bitmain												
Coupon Sales	_	—	172,861	_	_	—	_	_	—	_	—	
Other												
Receipts	40	544	97,102									
Total Receipts	40	2,150,483	36,440,631				—	—	_		_	3
Disbursements												
Suppliers or vendors	—	1,256,581	21,175,716	_	_	_	_	_	_	_	—	2
Taxes /												
Governmen		273,767	4,627,875	_	—	—	_	_	-	—	_	
Services	262,500	76,766	1,297,689	—	—	—	—		—		—	
Financial /												
Bank Fees	-	10,299	174,105	_	_	-	—	-	_	-	_	
Employee Expense		234,598	3,965,743									
Total												
Disbursements	262,500	1,852,011	31,241,129		—	—	—				_	3
Net Cash Flow (excl. Internal												
Transfers)	(262,460)	298,472	5,199,502									
Bank Cash Balance Beginning of Month	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	6
Net Cash Flow (excl. Internal Transfers; w/												
Allocation)	(262,460)	298,472	5,199,502									
MOR Part 1 d. Cash				_	_	_		_		_	_	
Balance	\$ 13,415,691	\$ 1,278,385	\$54,597,830	<u>\$                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	<u>\$                                    </u>	<u>\$                                    </u>	<u>\$                                    </u>	<u>\$                                    </u>	<u>\$                                    </u>	<b>\$6</b>
Reversing Disburseme	ent											
Allocation	_	1,848,101	(1,848,101)	_					_		<u> </u>	
Internal Transfers	7,780,879	(2,900,000)	(4,880,879)	_	_	_	_	_	_	_	_	
Cash Balance End of												
Month	\$ 21,196,570	\$ 226,486	\$47,868,849	<u>\$                                    </u>	<u>\$                                    </u>	<u> </u>	<u>\$                                    </u>	<u>\$                                    </u>	<u>\$                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	\$6

## MOR-2: End of March 2023 Balance Sheet

US \$)	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co	Total <sup>1</sup>
Cash and													
Equivalents	_	226,486	47,260,344	_	-	_	_	_	_	_	_	_	47,486,830
Restricted Cash Total Cash		226,486	21,805,075 69,065,419										21,805,075 69,291,905
Accounts receivable,													
net of allowance		_	173,178	_	_	_	_				_	_	173,178
Accounts receivable			115,116										175,176
from related parties	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_		_	_	(146,763,286)	1,534
Deposits for equipment			26,498,617		_	_	_	_	_	_	_	(****,****,2***)	26,498,617
Digital currency			20,470,017										20,470,017
assets Prepaid	_	_	_	_		_	_	_	_	_			_
expenses and other	_	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	25,142,104
Total other current assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,862,781
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_	_	_	_	_	_	_	(169,574,643)	131,970,119
Property, plant and	_, , ,	(,,,	(1,011,201,001)	-,,								(200,021,010)	
equipment Operating lease- right-of-use	_	60,395,989	627,422,827	_	-	_	_	_	-	_	_	(15,616,704)	672,202,113
assets Goodwill	_	232,587,379	19,933,495 (167,058,249)	(65,529,130)	_	_	_	_	_	_	_	_	19,933,495
Intangible assets, net			2,165,134	,	_	_	_	_	_	_			2,165,134
Other			2,100,104										2,105,154
noncurrent assets	2,558,789	(0)	6,828,534										9,387,323
otal Assets JABILITIES, PREFERRED STOCK & EQUITY	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)								<u>(185,191,347</u> )	835,658,185
Accounts Payable	_	146,776,110	91,352,324	9,250	_	_	_	_	_	_	_	(146,763,286)	91,374,398
Accrued expenses and		,	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,								(1.0,700,200)	
other Deferred	199,366	18,145,227	89,687,065	-	_	_	-	_	_	_	_	_	108,031,658
Derivative	_	_	104,007,897	_	_	_	_	_	—	_	_	(38,699,554)	65,308,342
warrant	(000)												(00)
liabilities Operating lease liabilities, current	(900)	_	_	_	_	_	_	_	_	_	_	_	(900
portion Financing lease	_	—	1,255,366	—	_	—	—	—	_	—	_	—	1,255,36
liabilities, current portion	_	_	25,945,897	_	_	_	_	_	_	_	_	_	25,945,89
Long-term debt, current													
portion Total current	(559,901,857)		703,430,852										143,528,996
liabilities Operating lease	(559,703,391)	164,921,337	1,015,679,402	9,250	-	-	-	-	-	-	-	(185,462,840)	435,443,757
liabilities, net of current portion	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14,009,133
Financing lease liabilities, net of current			43,829,273										42 820 27
portion Long-term debt,	_	_	43,829,273	_	_	_	_	_	_	_	_	_	43,829,273
net of current portion Other	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663,201,824
noncurrent liabilities		18,084,856	(12 286 426)	(2 587 760)									2,210,662
Total			(13,286,426)	(2,587,769)									
Liabilities Pre-Petition	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	—	_	-	_	-	_	(185,462,840)	1,158,694,649
Subject to Compromise	684,395,370		(684,395,370)										
Total Pre- Petition Subject to													
Compromise Post-Petition Short Term	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	_
Liabilities	_	_	34,973,488	_	_	_	_	_	_	_	_	_	34,973,488
Post-Petition Long Term													
Liabilities Preferred stock	_	_	_	_	_	_	_	_	_	_	_	_	_
Common stock Additional paid-	37,478	_	_	_	_	_	_	_	—	_	_	_	37,478
in capital Accumulated	1,789,732,371	(15,979,141)	2,887,621	-	_	-	_	-	-	-	_	_	1,776,640,851
deficit Other	(179,780,938)	(832,854,123)	(1,060,606,684)	(61,765,012)	_	_	_	_	_	_	_	318,476	(2,134,688,280
Comprehensiv	ve												
Income Cumulative	_	_	_	_	_	_	_	_	_	_	_	_	_
Translation Adjustment		46,983										(46,983)	_
Total Equity otal Liabilities,	1,609,988,910	(848,786,281)	(1,057,719,063)	(61,765,012)								271,494	(358,009,952
Preferred Stock & Equity	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)	_	_	_	_	_	_	_	(185,191,347)	835,658,18

The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

## MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

Total Revenue (US S)	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC		Property Acquisitions I, LLC	Property Acquisitions VII, LLC
Hosting revenue from customers		_	7,022,566	_	_		_	_	_	_	
Hosting revenue from related parties	_	_	1,260,190	-	_	-	_	-	-	_	
Equipment sales to customers	_	—	_	—	_	—	—	—	_	—	—
Equipment sales to related parties	—	—	—	-	—	_	—	_	-	_	-
Digital asset mining income	—	2,750,351	32,565,147	—	—	—	—	—	—	—	—
Network services and defi revenue											
Total Revenue		2,750,351	40,847,903								
Cost of revenue	_	(3,349,178)	18,322,801	_	_	_	_	_	_	_	_
Gross Profit	_	(598,827)	59,170,704								
Gain (loss) on legal settlements											
Gain (loss) from sales of digital											
currency assets	_	41,933	489,798	_	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(43,271)	(528,899)	_	_	_	_	_		_	_
Impairment of goodwill and other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of											
property, plant and equipment	_		_	—		_	_	_	—	_	—
Operating expenses:											
Research and development	—	—	(257,224)	(6,500)	_	—	—	—	—	—	—
Sales and marketing	_	—	(406,301)	-	_	-	-	—	—	—	-
Total - G&A : Depreciation &											
Amortization		(1,847)	237,058	_		—	—	_	—	_	—
General and administrative	-	(1,593)	(9,634,508)	-	-	-	_	_	_	-	_
Advisor Fees			9,404,402								
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss)	_	(601,759)	58,237,972	(6,500)	_	_	_	_	_	_	_
Non-operating income (expense), net:	_				_	_	_	_	_	_	
Loss on debt extinguishment	—	—	20,761,190	—	_	—	—	—	—	—	—
Interest expense, net	-	_	(220,790)	-	-	-	-	-	-	-	-
Other non-operating expenses, net	_	—	(958,548)	—	_	_	_	_	-	_	_
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:	-		6,513,296								
Income (loss) before income taxes	_	(601,759)	64,751,268	(6,500)	-	_	_	_	-	_	_
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	(6,500)							

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Starboard Capital LLC	\$ \$	Case No. 22-90347	
Debtor(s)	§ §	Lead Case No. 22-90341	
	8		
Monthly Operating Report			Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022	
Months Pending: 3		Industry Classification: 3 3 4 1	
Reporting Method:	Accrual Basis 🛛	Cash Basis 🛛	
Debtor's Full-Time Employees (current):		0	
Debtor's Full-Time Employees (as of date of orde	er for relief):	0	
Supporting Documentation (check all that are a	ttached):		
(For jointly administered debtors, any required sc	hedules must be provided on a n	ion-consolidated basis for each debtor)	
<ul> <li>Statement of cash receipts and disbursemer</li> <li>Balance sheet containing the summary and</li> <li>Statement of operations (profit or loss state</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliation</li> <li>Description of the assets sold or transferred</li> </ul>	detail of the assets, liabilities an ment)		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
04/29/2023			
Date		700 Louisiana Street, Suite 1700, Houston, Texas 77 Address	002
		Address	
STATEMENT: This Periodic Report is associated applies.	with an open bankruptcy case;	therefore, Paperwork Reduction Act exemption 5 C.F.R.	§ 1320.4(a)(2)
UST Form 11-MOR (12/01/2021)	1		

	tor's Name Starboard Capital LLC			- / ***	
	1: Cash Receipts and Disbursements	Current Month		ımulati	tive
a.	Cash balance beginning of month	\$ 0 \$ 0			0
b.	Total receipts (net of transfers between accounts)	\$ 0			(
c.	Total disbursements (net of transfers between accounts)	\$ 0	-		(
d.	Cash balance end of month (a+b-c)	<u>\$</u> 0			_
e.	Disbursements made by third party for the benefit of the estate	\$ 0	-		(
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 0	\$		(
Part (Not	2: Asset and Liability Status generally applicable to Individual Debtors. See Instructions.)	Current Month			
a.	Accounts receivable (total net of allowance)	\$ 0			
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0			
c.	Inventory (Book Market D Other D (attach explanation))	\$ 0			
d.	Total current assets	\$ 0			
e.	Total assets	\$ 0			
f.	Postpetition payables (excluding taxes)	\$ 0			
g.	Postpetition payables past due (excluding taxes)	\$ 0			
h.	Postpetition taxes payable	\$ 0			
i.	Postpetition taxes past due	\$ 0			
j.	Total postpetition debt (f+h)	\$ 0			
k.	Prepetition secured debt	\$ 0			
1.	Prepetition priority debt	\$ 0			
m.	Prepetition unsecured debt	\$ 0			
n.	Total liabilities (debt) (j+k+l+m)	\$ 0			
0.	Ending equity/net worth (e-n)	\$ 0			
Part	3: Assets Sold or Transferred	Current Month	Cu	ımulati	tiv
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	Ψ		(
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0			(
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0	\$		

(Not g	enerally applicable to Individual Debtors. See Instructions.)	Current Mor	nth	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$	0	
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$	0	
c.	Gross profit (a-b)	\$	0	
d.	Selling expenses	\$	0	
e.	General and administrative expenses	\$	0	
f.	Other expenses	\$	0	
g.	Depreciation and/or amortization (not included in 4b)	\$	0	
h.	Interest	\$	0	
i.	Taxes (local, state, and federal)	\$	0	
j.	Reorganization items	\$	0	
k.	Profit (loss)	\$	0	\$ 0

2

UST Form 11-MOR (12/01/2021)

Debtor's Name Starboard Capital LLC

Part	5: Professional	Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current	Paid
a.	Debtor's pr	ofessional fees & expenses (	bankruptcy) Aggregate Total	Current Month	Cumulative	Month	Cumulative
a.	Itemized Rr.	eakdown by Firm	bankrupicy) Aggregute Ibiui				
	nemi2eu Dr	Firm Name	Role				
	i	1 mm rvanie	Kole				
	ii						
	iii						
	iv						
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	xcv			
ſ	xcvi			
	xcvii			
Γ	xcviii			
Γ	xcix			
Γ	с			
Γ	ci			

			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expense	es (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm					
	Firm Name	Role				
	i					
	ii					
	iii					
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c							
c. All professiona	I fees and expenses (debtor & com	mittees)	\$ 0	\$ 0	\$ 0	) \$	0

Deb	otor's Name Starboard Capital LLC				Са	ise No	o. 22 <b>-</b> 9	0347
Part	6: Postpetition Taxes				Current M	Ionth	Cumu	lative
a.	Postpetition income taxes accrued (local, state, and federal)				\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)				\$	0	\$	0
c.	Postpetition employer payroll taxes accrued				\$	0	\$	0
d.	Postpetition employer payroll taxes paid				\$	0	\$	0
e.	Postpetition property taxes paid				\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)				\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)				\$	0	\$	0
C					_			
	7: Questionnaire - During this reporting period:							
a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes □ Yes □	No ⊠ No ⊠					
b.	Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)							
c.	Were any payments made to or on behalf of insiders? Yes $\Box$ No $\boxtimes$							
d.	Are you current on postpetition tax return filings?							
e.	Are you current on postpetition estimated tax payments?	Yes 🖂	No 🗆					
f.	Were all trust fund taxes remitted on a current basis?	Yes 🖂	No 🗆					
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes □	No 🖂					
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes 🗆	No 🗆	N/A ⊠				
i.	Do you have: Worker's compensation insurance?	Yes 🖂	No 🗆					
	If yes, are your premiums current?	Yes 🖂	No 🗆	$N/A \square$	(if no,	see In	structi	ons)
	Casualty/property insurance?	Yes 🗵	No 🗆					
	If yes, are your premiums current?	Yes 🖂		N/A □	(if no,	see In	structi	ons)
	General liability insurance?	Yes 🖂	No 🗆					
_	If yes, are your premiums current?	Yes 🖂		N/A □	(if no,	see In	structi	ons)
j.	Has a plan of reorganization been filed with the court?Yes $\Box$ No $\boxtimes$							
k.	Has a disclosure statement been filed with the court?	Yes □	No 🖂					
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes 🖂	No 🗆					

De	ebtor's Name Starboard Capital LLC							
Par	t 8: Individual Chapter 11 Debtors (Only)							
a.	Gross income (receipts) from salary and wages	\$	0					
b.	Gross income (receipts) from self-employment	\$	0					
c.	Gross income from all other sources	\$	0					
d.	Total income in the reporting period (a+b+c)	\$	0					
e.	Payroll deductions	\$	0					
f.	Self-employment related expenses	\$	0					
g.	Living expenses	\$	0					
h.	All other expenses	\$	0					
i.	Total expenses in the reporting period (e+f+g+h)	\$	0					
j.	Difference between total income and total expenses (d-i)	\$	0					
k.	List the total amount of all postpetition debts that are past due	\$	0					
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes 🗆 🗎	No 🖂					
m.	If yes, have you made all Domestic Support Obligation payments?	Yes 🗆 🛛	No □ N/A ⊠					

### **Privacy Act Statement**

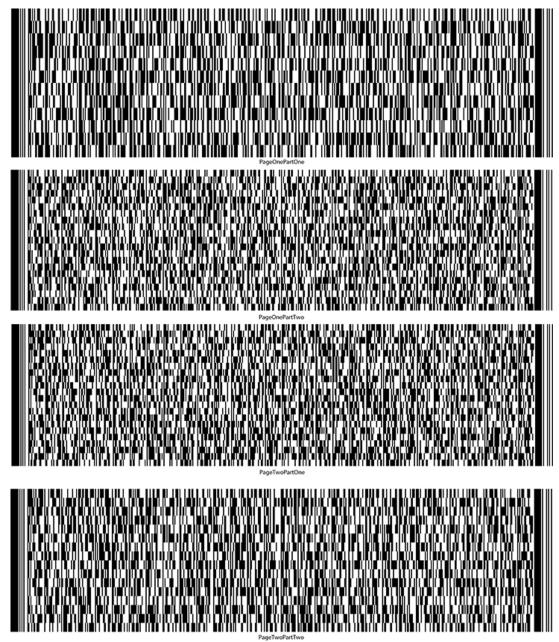
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

# <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

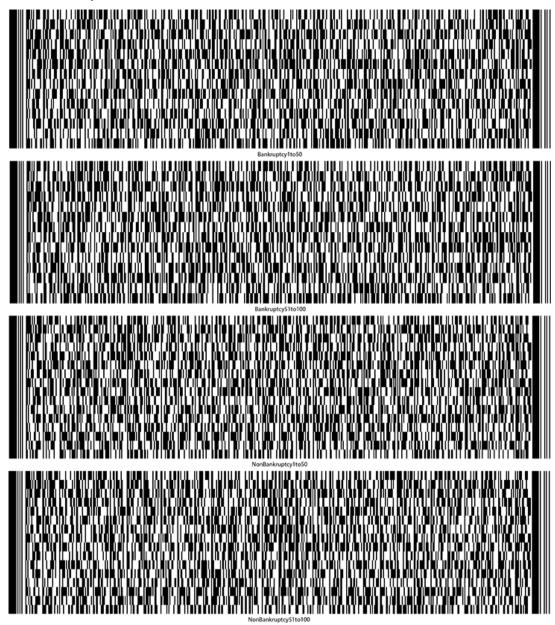
/s/ Michael Bros Signature of Responsible Party SVP, Capital Markets and Acquisitions Title Michael Bros Printed Name of Responsible Party 04/29/2023 Date

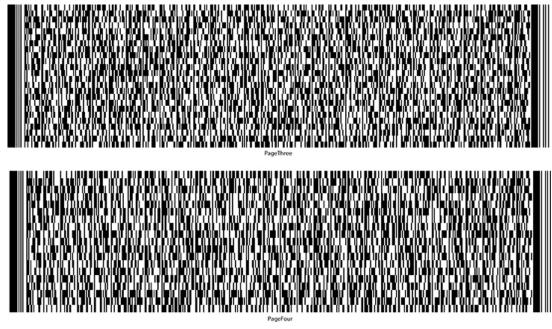
UST Form 11-MOR (12/01/2021)

Case No. 22-90347



UST Form 11-MOR (12/01/2021)





#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	§ Chapter 11	
CORE SCIENTIFIC, INC., et al.,	§ § Case No. 22-90341 (D	PRJ)
Debtors. <sup>1</sup>	§ § (Jointly Administered	d)

#### **MONTHLY OPERATING REPORT NOTES FOR MARCH 2023**

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Code**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

1. Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions VI, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles</u>. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.*
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders.

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

Balance Sheet. Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

**Income Statement.** As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (1) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (11) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. Part 7 Questionnaire. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

## MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description Receipts	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	<u> </u>
Operating Sales												
Proceeds	_	2,149,939	36,170,668	_	_	_	_	_	_	_	_	38,320,607
Bitmain Coupon												
Sales	40	544	172,861	_	_	—	—	—	_	—	—	172,861
Other Receipts			97,102									97,686
Total Receipts	40	2,150,483	36,440,631	_	_	—	—	_	_	_	—	38,591,154
Disbursements												
Suppliers or vendors	_	1,256,581	21,175,716	_	_	_	_	_	_	_	_	22,432,297
Taxes /												
Governmental Services	262.500	273,767	4,627,875	-	_	_	_	_	-	_	_	4,901,642
Financial / Bank	262,500	76,766	1,297,689	_	_	_	_	_	_	_	_	1,636,955
Fees		10,299	174,105									184,405
Employee	_	10,299	174,105	_	_	_	_	_	_		_	104,403
Expense		234,598	3,965,743	_	_		_	_	_	_	_	4,200,341
Total Disbursements	262,500	1,852,011	31,241,129	_	_	_	_	_	_	_	_	33,355,640
Net Cash Flow (excl.												
Internal Transfers)	(262,460)	298,472	5,199,502	_	_	_		_	_	_	_	5,235,514
Bank Cash Balance Beginning of Month	13,678,150	979,913	49,398,328	_	_	_	_	_	_			64,056,391
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502									5,235,514
MOR Part 1 d.												
Cash Balance	\$13,415,691	\$ 1,278,385	\$54,597,830	<u>\$</u> —	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905
Reversing Disbursement Allocation Internal Transfers	7,780,879	1,848,101 (2,900,000)	(1,848,101) (4,880,879)	_	_				_			
Cash Balance												
End of Month	\$21,196,570	<u>\$ 226,486</u>	<u>\$47,868,849</u>	<u></u>	<u>s                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>\$                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905

## MOR-2: End of March 2023 Balance Sheet

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar	Core Scientific Mining		American Property Acquisition,	Starboard Capital		American Property Acquisitions I,	American Property Acquisitions VII,	Elimination	
<u>(US \$)</u>	Inc.	LLC	Company	Relay Inc	LLC	LLC	LLC	LĹC	LLC	LLC	LLC	Co	Tota
ASSETS Cash and													
Equivalents	_	226,486	47,260,344	-	—	_	_	-	_	_	_	_	47,4
Restricted Cash Total Cash		226,486	21,805,075 69,065,419										21,8 69,2
Accounts	_	220,480	03,003,413	_	_			_	_				09,2
receivable, net of allowance			172 179										1
Accounts	_	_	173,178	_	_	_	_	_	_	_	_	_	1
receivable from	488 000 500	146 140 455	(480,520,000)	1 172 9//								(14( 7(2 28()	
related parties Deposits for	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	-	_	_	_	(146,763,286)	
equipment	_	_	26,498,617	_	—	—	_	_	_	_	_	_	26,4
Digital currency assets	_	_	_	_	_	_	_	_	_	_	_	_	
Prepaid expenses		22 810 546	25 122 015									(22.911.257)	25.1
and other Total other current	_	22,819,546	25,133,915	_	—	_	_	_	—	_	_	(22,811,357)	25,1
assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,8
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_	_	_	_	_	_	_	(169,574,643)	131,9
Property, plant and	2,500,500,250			1,105,000									
equipment Operating	—	60,395,989	627,422,827	_	_	_	_	—	_	—	_	(15,616,704)	672,2
lease-right-of-use													
assets Goodwill		232,587,379	19,933,495 (167,058,249)	(65 529 130)		_	_	_	_	_	_	_	19,9
Intangible assets,	_	232,301,319		(00,027,100)	. —	_	_	_	_	_	_		
net Other noncurrent	—	—	2,165,134	_	_	_	_	—	—	—	—	—	2,1
assets	2,558,789	(0)	6,828,534		_		_						9,3
Total Assets	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)	)							(185,191,347)	835,6
LIABILITIES, PREFERRED													
STOCK & EQUITY					_	_	_	_	_	_	_		
Accounts Payable Accrued expenses	_	146,776,110	91,352,324	9,250	—	—	_	_	—	_	_	(146,763,286)	91,3
and other	199,366	18,145,227	89,687,065	_	_	_	_	_	_	_	_	_	108,0
Deferred revenue Derivative warrant	_	_	104,007,897	—	—	—	—	—	—	—	_	(38,699,554)	65,3
liabilities	(900)	_	_	_	_	_	_	_	_	_	_	_	
Operating lease liabilities, current													
portion	_	_	1,255,366	_	_	_	_	—	_	_	_	_	1,2
Financing lease liabilities, current													
portion	_	_	25,945,897	_	_	_	_	—	_	_	_	_	25,9
Long-term debt, current portion	(559,901,857)	_	703,430,852	_	_	_	_	_	_	_	_	_	143,5
Total current	(55), 501, 857		705,450,852										
liabilities	(559,703,391)	164,921,337	1,015,679,402	9,250	—	-	-	-	-	_	_	(185,462,840)	435,4
Operating lease liabilities, net of													
current portion	—	_	14,009,133	—	—	—	—	—	—	—	_	_	14,0
Financing lease liabilities, net of													
current portion	_	_	43,829,273	-	_	-	-	-	-	_	_	_	43,8
Long-term debt, net of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663,2
Other noncurrent liabilities		18,084,856	(13,286,426)	(2,587,769)									2.2
Total Liabilities	8,554,759	183,006,193	1,155,175,056	(2,578,519)								(185,462,840)	2,2
Pre-Petition Subject		.,		(,,								, , , ,,,,,,)	,,0
to Compromise Total Pre-Petition	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	
Subject to	(01 205 255		((0)) 200 200										
Compromise Post-Petition Short	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	
Term Liabilities	_	_	34,973,488	_	_	_	_	_	_	_	_	_	34,9
Post-Petition Long Term Liabilities	_	_	_	_	_	_	_	_	_	_	_	_	
Preferred stock		_	_	_	-	_	-	-	-	-	_	_	
Common stock Additional paid-in	37,478	_	_	_	_	_	_	_	_	_	_	_	
capital	1,789,732,371	(15,979,141)	2,887,621	_	_	_	_	_	_	_	_	_	1,776,6
Accumulated deficit	(179,780,938)	(832.854.123)	(1,060,606,684)	(61,765.012)	_	_	_	_	_	_		318,476	(2.134.6
Other	,,,	(,,)											, , , ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Comprehensive Income	_	_	_	_	_	_	_	_	_	_	_	_	
Cumulative													
Translation Adjustment		46,983		_	_			_	_	_		(46,983)	
Total Equity	1,609,988,910		(1,057,719,063)	(61,765,012)								271,494	(358,0
Total Liabilities,													
Preferred Stock & Equity	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)			_	_	_	_	_	(185,191,347)	835,6
		( , , , ,	( ,,,										

1 The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

## MOR-3: 3/1/2023-3/31/2023 Profit & Loss

Total Revenue (US \$)	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Hosting revenue from			7 022 566								
customers Hosting revenue from related	_	—	7,022,566	—	—	_	—	—	_	_	_
parties		_	1,260,190	_		_		_			_
Equipment sales to customers	_	_		_	_	_	_	_	_	_	_
Equipment sales to related parties											
Digital asset mining income	_	2,750,351	32,565,147	_	_	_	_	_	_	_	_
Network services and defi		2,700,001	52,505,117								
revenue											
Total Revenue		2,750,351	40,847,903								
Cost of revenue		(3,349,178)	18,322,801								
Gross Profit		(598,827)	59,170,704								
Gain (loss) on legal settlements	_	_	_	_	_	_	_	_	_	_	_
Gain (loss) from sales of			100 800								
digital currency assets Impairments of digital	_	41,933	489,798	_	_	_	—	—	_	—	—
currency assets	_	(43,271)	(528,899)	_	_	_	_	_	_	_	_
Impairment of goodwill and other intangibles	_			_	_	_	_	_	_	_	_
Impairment of property, plant and equipment		_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:			(255 22 1)	(6 80.0)							
Research and development Sales and marketing	—	_	(257,224) (406,301)	(6,500)	—	—	—	—	_	—	—
Total - G&A : Depreciation &	_	_	(400,501)	_	_	_	_	_	_	_	_
Amortization	—	(1,847)	237,058	—	—	—	—	—	—	_	—
General and administrative	—	(1,593)	(9,634,508)	—	-	_	—	—	—	_	_
Advisor Fees		(1.502)	9,404,402	<u> </u>							
Total operating expenses		(1,593)	(893,630)	<u>(6,500</u> )							
Operating Income (Loss) Non-operating income (expense),	_	(601,759)	58,237,972	(6,500)	_	_	_	_	_	_	_
net: Loss on debt extinguishment	_		20.761.190		_						_
Interest expense, net		_	(220,790)	_	_		_	_	_	_	_
Other non-operating expenses, net		_	(958,548)	_	_	_	_	_	_	_	_
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:	_		6,513,296	_	_	_	_	_	_	_	_
Income (loss) before income taxes		(601,759)	64,751,268	(6,500)							
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	(6,500)							

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. RADAR LLC	\$ \$ \$ \$	Case No. 22-90348 Lead Case No. 22-90341	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022	
Months Pending: 3		Industry Classification: 3 3 4 1	
Reporting Method:	Accrual Basis 🛛	Cash Basis 🛛	
Debtor's Full-Time Employees (current):		0	
Debtor's Full-Time Employees (as of date of order for	r relief):	0	
Supporting Documentation (check all that are attach	ied):		
(For jointly administered debtors, any required schedu	iles must be provided on a nor	a-consolidated basis for each debtor)	
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the</li> <li>Description of the assets sold or transferred and the</li> </ul>	ty (net worth) or deficit		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
04/29/2023 Date		700 Louisiana Street, Suite 1700, Houston, Texas 770 Address	002

STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

UST Form 11-MOR (12/01/2021)

Deb	tor's Name RADAR LLC		Case N	No. 22-9	90348
	1: Cash Receipts and Disbursements	Current		Cumu	ılative
a.	Cash balance beginning of month	\$	0		
b.	Total receipts (net of transfers between accounts)	\$	0	\$	0
c.	Total disbursements (net of transfers between accounts)	\$	0	\$	0
d.	Cash balance end of month (a+b-c)	\$	0		
e.	Disbursements made by third party for the benefit of the estate	\$	0	\$	0
f.	Total disbursements for quarterly fee calculation (c+e)	\$	0	\$	0
Part	2: Asset and Liability Status generally applicable to Individual Debtors. See Instructions.)	Current	Month		
a.	Accounts receivable (total net of allowance)	\$	0		
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$	0		
с.	Inventory (Book $\boxtimes$ Market $\square$ Other $\square$ (attach explanation))	\$	0		
d	Total current assets	\$	0		
e.	Total assets	\$	0		
f.	Postpetition payables (excluding taxes)	\$	0		
g.	Postpetition payables past due (excluding taxes)	\$	0		
h.	Postpetition taxes payable	\$	0		
i.	Postpetition taxes past due	\$	0		
j.	Total postpetition debt (f+h)	\$	0		
k.	Prepetition secured debt	\$	0		
1.	Prepetition priority debt	\$	0		
m.	Prepetition unsecured debt	\$	0		
n.	Total liabilities (debt) (j+k+l+m)	\$	0		
0.	Ending equity/net worth (e-n)	\$	0		
Part	3: Assets Sold or Transferred	Current	Month	Cumu	ılative
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$	0	\$	0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$	0	\$	0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$	0	\$	0
Part (Not	4: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current	Month	Cumv	ılative
a.	Gross income/sales (net of returns and allowances)	\$	0		
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$	0		
c.	Gross profit (a-b)	\$	0		
d.	Selling expenses	\$	0		
e.	General and administrative expenses	\$	0		
f.	Other expenses	\$	0		
g.	Depreciation and/or amortization (not included in 4b)	\$	0		

Other expenses Depreciation and/or amortization (not included in 4b) Interest Taxes (local, state, and federal) Reorganization items Profit (loss)

UST Form 11-MOR (12/01/2021)

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Itemized Breakdown by Firm         Role           i         -	Cumulative	Month	Cumulative	Current Month	) (		D.L.
Firm Name         Role         Image: Constraint of the second sec					cy) Aggregate Total	professional fees & expenses (bankrupto	Debtor's pro
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UST Form 11-MOR (12/01/2021)

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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fe	es & expenses (nonbankru	ptcy) Aggregate Total				
	Itemized Breakdown by Firm						
	Firm Nan	ne	Role				
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All professional fees and expenses (debtor & comm	:#)	\$0	\$0	\$0	

Debtor's Name RADAR LLC Case No. 22-90348							0348
Part 6: Postpetition Taxes					onth	Cumu	lative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)			5	0	\$	0
c.	Postpetition employer payroll taxes accrued			\$	0	\$	0
d.	Postpetition employer payroll taxes paid			5	0	\$	0
e.	Postpetition property taxes paid			5	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)		5	5	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)			5	0	\$	0
0.	· · · · · · · · · · · · · · · · · · ·		-			<u>+</u>	
Par	t 7: Questionnaire—During this reporting period:						
a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes □	No 🛛				
b.	Were any payments made outside the ordinary course of business without court approval? (if						
	yes, see Instructions)	Yes □	No 🛛				
c.	Were any payments made to or on behalf of insiders?	Yes □	No 🛛				
d.	Are you current on postpetition tax return filings?		No 🗆				
e.	Are you current on postpetition estimated tax payments?		No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🛛	No 🗆				
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)		No 🖂				
h.	Were all payments made to or on behalf of professionals approved by the court?			N/A ⊠			
i.	Do you have: Worker's compensation insurance?	Yes 🛛					
	If yes, are your premiums current?		No 🗆	N/A □	(if no, se	e Instructi	ions)
	Casualty/property insurance?		No 🗆				
	If yes, are your premiums current?		No 🗆	N/A □	(if no, se	e Instructi	ions)
	General liability insurance?		No 🗆				
_	If yes, are your premiums current?			N/A □	(if no, se	e Instructi	ions)
j.	Has a plan of reorganization been filed with the court?		No 🛛				
k.	Has a disclosure statement been filed with the court?	Yes □	No 🖂				
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28						
	U.S.C. § 1930?	Yes ⊠	No 🗆				

Deł	Debtor's Name RADAR LLC						
Part	Part 8: Individual Chapter 11 Debtors (Only)						
a.	Gross income (receipts) from salary and wages	\$	0				
b.	Gross income (receipts) from self-employment	\$	0				
c.	Gross income from all other sources	\$	0				
d.	Total income in the reporting period (a+b+c)	\$	0				
e.	Payroll deductions	\$	0				
f.	Self-employment related expenses	\$	0				
g.	Living expenses	\$	0				
h.	All other expenses	\$	0				
i.	Total expenses in the reporting period (e+f+g+h)	\$	0				
j.	Difference between total income and total expenses (d-i)	\$	0				
k.	List the total amount of all postpetition debts that are past due	\$	0				
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes 🗆	No 🖂				
m.	If yes, have you made all Domestic Support Obligation payments?	Yes □	No 🗆	N/A ⊠			

### **Privacy Act Statement**

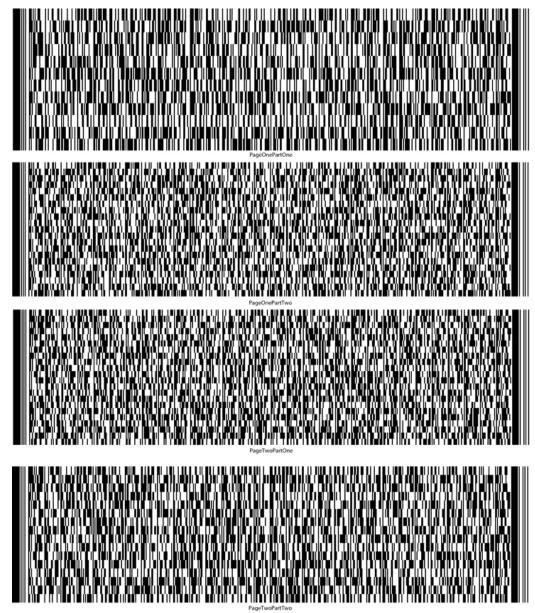
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

## I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

/s/ Michael Bros		Michael Bros		
Signature of Responsible Party		Printed Name of Responsible Party		
SVP, Capital Markets and Acquisitions		04/29/2023		
Title		Date		
UST Form 11-MOR (12/01/2021)	9			

Debtor's Name RADAR LLC

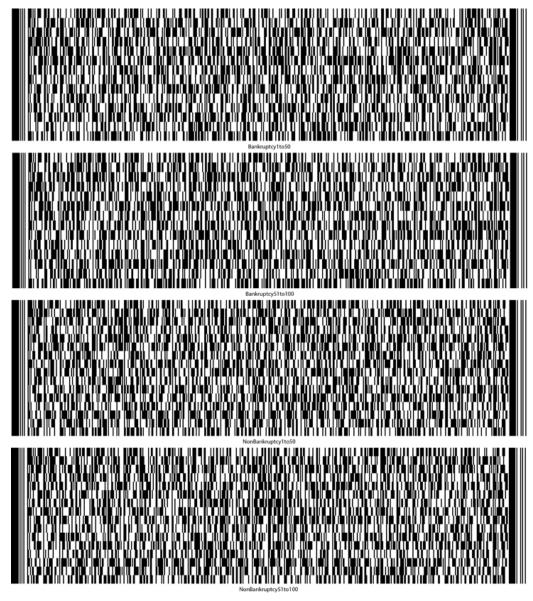
Case No. 22-90348



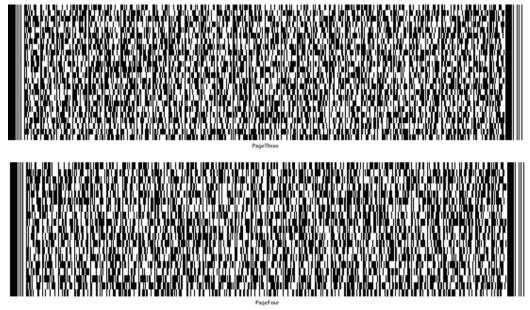
UST Form 11-MOR (12/01/2021)

Debtor's Name RADAR LLC

Case No. 22-90348



UST Form 11-MOR (12/01/2021)



#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	ş	Chapter 11
	ş	
CORE SCIENTIFIC, INC., et al.,	§	Case No. 22-90341 (DRJ)
	ş	
Debtors. <sup>1</sup>	ş	(Jointly Administered)

### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the abovecaptioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Court**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. No trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "MOR").

1. <u>Introduction</u>. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisitions I, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles</u>. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion")* and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

Balance Sheet. Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

*Income Statement.* As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. **Part 7 Questionnaire**. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "**First Day Orders**"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

# MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating Sales Proceeds	_	2,149,939	36,170,668	_	_		_				_	38,320,607
Bitmain Coupon Sales	_		172,861	_	_	_	_	_	_	_	_	172,861
Other Receipts	40	544	97,102	_	_		_				_	97,686
Total Receipts	40	2,150,483	36,440,631							_		38,591,154
Disbursements		_,,										
Suppliers or vendors	_	1.256.581	21.175.716	_	_	_	_	_	_	_	_	22,432,297
Taxes / Governmental	_	273,767	4.627.875	_	_	_	_				_	4,901,642
Services	262,500	76,766	1,297,689	_	_	_	_	_	_	_	_	1,636,955
Financial / Bank Fees	_	10,299	174,105	_	_	_	_		_	_	-	184,405
Employee Expense	—	234,598	3,965,743	—	—	—	—	—	_	—	—	4,200,341
Total Disbursements	262,500	1,852,011	31,241,129	_								33,355,640
Net Cash Flow (excl. Internal												
Transfers)	(262, 460)	298,472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
Bank Cash Balance Beginning of Month	13,678,150	979,913	49,398,328	_			_	_	_			64,056,391
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502									5,235,514
MOR Part 1 d. Cash	(202,400)	270,472	5,177,502									3,233,314
Balance	\$13,415,691	\$ 1,278,385	\$54,597,830	s —	s —	¢	¢	e.	¢	¢	¢	\$69,291,905
	\$15,415,071	3 1,270,303	\$34,377,030	<u>s —</u>	<u> </u>	<u> </u>	<u> </u>	<b>.</b>	3 —	3 —	<u> </u>	309,291,903
Reversing Disbursement Allocation	_	1.848.101	(1.848.101)	_	_	_	_	_	_	_	_	_
Internal Transfers	7,780,879	(2,900,000)	(4,880,879)	_	-	_	_	-	_	_	_	_
Cash Balance End of Month	\$21,196,570	\$ 226,486	\$47,868,849	<u></u>	s —	<u>s                                    </u>	<u>s                                    </u>	s —	s —	<u>s</u> —	<u>s                                    </u>	\$69,291,905

# MOR-2: End of March 2023 Balance Sheet

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co
(US \$)												
ASSETS		22( 10(	17.0(0.011									
Cash and Equivalents	-	226,486	47,260,344	-		_	-	_	-			-
Restricted Cash			21,805,075									
Total Cash	-	226,486	69,065,419	-	—	-	_	_	-	-	-	-
Accounts receivable, net of allowance	—	—	173,178	—	—	—	—	_	—	—	—	—
Accounts receivable from related parties	488,990,509	146,140,455	(489,539,009)	1,172,866	-	_	-	_	-	_	_	(146,763,286)
Deposits for equipment	—	—	26,498,617	—	—	—	—	—	—	—	—	—
Digital currency assets	-	_	_	-	-	_	-	_	-	_	_	—
Prepaid expenses and other		22,819,546	25,133,915		—	—	—	—	—	—	—	(22,811,357)
Total other current assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734								
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	—	—	—	—	—	—	—	(169,574,643)
Property, plant and equipment	_	60,395,989	627,422,827	_	_	_	_	_	_	_	_	(15,616,704)
Operating lease-right-of-use assets	_	_	19,933,495	_	—	—	—	_	_	_	_	_
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)		_	_		_			_
Intangible assets, net	_	· · · · -	2,165,134		—	—	—	_	_	_	_	—
Other noncurrent assets	2,558,789	(0)	6,828,534									
Total Assets	2.302.939.039	(665, 780, 088)	(551,965,889)	(64,343,531)		_	_	_		_	_	(185,191,347)
LIABILITIES, PREFERRED STOCK & EQUITY				<u>( ) / / / / / / / / / / / / / / / / / / </u>								
Accounts Pavable		146,776,110	91.352.324	9,250								(146,763,286)
Accrued expenses and other	199,366	18,145,227	89,687,065	9,230	_	_	_	_	_	_	_	(140,705,280)
Deferred revenue	199,500	18,145,227	104,007,897	_			_		_		_	(38,699,554)
Derivative warrant liabilities	(900)	_	104,007,077	_	_				_	_	_	(38,077,354)
Operating lease liabilities, current portion	(500)	_	1.255.366						_			
Financing lease liabilities, current portion		_	25.945.897	_	_			_	_			
Long-term debt, current portion	(559,901,857)	_	703,430,852						_			
Total current liabilities	(559,703,391)	164,921,337	1.015.679.402	9,250								(185,462,840)
	(559,703,391)				-	-	-		-	_	-	(185,462,840)
Operating lease liabilities, net of current portion Financing lease liabilities, net of current portion	_	_	14,009,133 43,829,273	—		_	_		—	_		_
Long-term debt, net of current portion	568,258,150		94,943,674	_	_	_	_	-	_	_		_
Other noncurrent liabilities		18.084.856		(2.587.769)			_	_				_
· · · · · · · · · · · · · · · · · · ·			(13,286,426)									
Total Liabilities	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	—	_	_	—	—	—	(185,462,840)
Pre-Petition Subject to Compromise	684,395,370		(684,395,370)									
Total Pre-Petition Subject to Compromise	684,395,370	_	(684,395,370)	_	-	—	_	—	_	—	—	_
Post-Petition Short Term Liabilities	_	_	34,973,488	_	-	_	_	_	_	_	_	_
Post-Petition Long Term Liabilities	-	_		_	_	_	_	_	_	_	_	_
Preferred stock	-	-		_	-	_	_	-	-	_	_	_
Common stock	37,478	—	—	—	-	—	—	-	—	_	_	—
Additional paid-in capital	1,789,732,371	(15,979,141)	2,887,621	_	-	-	_	-	-	_	_	_
Accumulated deficit	(179,780,938)	(832,854,123)	(1,060,606,684)	(61,765,012)	-	—	_	_	_	_	_	318,476
Other Comprehensive Income					-	-	_	-	-	-	-	_
Cumulative Translation Adjustment		46,983										(46,983)
Total Equity	1,609,988,910	(848,786,281)	(1,057,719,063)	(61,765,012)	_			_				271,494
Total Liabilities, Preferred Stock & Equity	2,302,939,039	(665,780,088)	(551,965,889)	(64.343.531)								(185,191,347)

<sup>1</sup> The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

## MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC		RADAR LLC	American Property Acquisitions I, LLC	Ai Pi Acc V
Total Revenue											
(US \$)											
Hosting revenue from customers	—	—	7,022,566	—	_	—	—	_	—	—	
Hosting revenue from related parties	_	_	1,260,190	_	_	_	_		-		
Equipment sales to customers	—	—	—	—	_	—	—	_	—	—	
Equipment sales to related parties	_	—	—	-	_	-	-	_	-	-	
Digital asset mining income	—	2,750,351	32,565,147	—	—	—	—	—	—	—	
Network services and defi revenue											
Total Revenue		2,750,351	40,847,903								
Cost of revenue	_	(3,349,178)	18,322,801	_	_	_	_	_	_	_	
Gross Profit		(598,827)	59,170,704								
Gain (loss) on legal settlements											
Gain (loss) from sales of digital currency assets	_	41,933	489,798	_	_	_	_	_	_	_	
Impairments of digital currency assets	_	(43,271)	(528,899)	_	_	_	_	_	—	_	
Impairment of goodwill and other intangibles	_	_		—	_	—	—	_	_	—	
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	—	_	
Losses on exchange or disposal of property, plant and equipment	t —	_	_	_	_	_	_	_	—	—	
Operating expenses:											
Research and development	—	—	(257,224)	(6,500)	—	—	—	—	—	—	
Sales and marketing	_	_	(406,301)	_	_	_	_	_	-		
Total - G&A : Depreciation & Amortization	—	(1,847)	237,058	—	—	—	—	—	—	—	
General and administrative	-	(1,593)	(9,634,508)	-	-	-	-	-	-	_	
Advisor Fees			9,404,402								
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss)	_	(601,759)	58,237,972	(6,500)	_	—	—	_	_	—	
Non-operating income (expense), net:	_				_	_	_	_	—	_	
Loss on debt extinguishment	_	_	20,761,190	_	_	_	_	_	—	—	
Interest expense, net	_	_	(220,790)	_	_	_	_		-	_	
Other non-operating expenses, net	—	—	(958,548)	—	_	—	—	_	_	—	
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:			6,513,296								
Income (loss) before income taxes		(601,759)	64,751,268	(6,500)							_
Income tax expense	_	544	_		_	—	_	_	_	—	
Net Income (Loss)		(601,215)	64,751,268	(6,500)			_				_

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In F	Re. American Property Acquisitions I, LLC		§	Case No. 22-90349	
			§ §	Lead Case No. 22-90341	
	Debtor(s)		Ş	Jointly Administered	
Mo	nthly Operating Report			C	hapter 11
Rep	porting Period Ended: 03/31/2023			Petition Date: 12/21/2022	
Mo	nths Pending: 3			Industry Classification: 3 3 4 1	
Rep	porting Method:	Accrual Basis		Cash Basis 🗆	
Deb	otor's Full-Time Employees (current):			0	
Deb	Debtor's Full-Time Employees (as of date of order for relief):			0	
Sup	porting Documentation (check all that are attached)	:			
(Fo	r jointly administered debtors, any required schedules	must be provid	ed on a	non-consolidated basis for each debtor)	
	Statement of cash receipts and disbursements Balance sheet containing the summary and detail of Statement of operations (profit or loss statement) Accounts receivable aging Postpetition liabilities aging Statement of capital assets Schedule of payments to professionals Schedule of payments to insiders All bank statements and bank reconciliations for the Description of the assets sold or transferred and the	e reporting peri	od		
/s/ A	Alfredo R. Pérez			Alfredo R. Pérez	
	nature of Responsible Party			Printed Name of Responsible Party	
04/2	29/2023			700 Louisiana Street, Suite 1700, Houston, Texas 77002	
Dat	e			Address	
	ATEMENT: This Periodic Report is associated with an lies.	open bankrupt	cy case;	therefore, Paperwork Reduction Act exemption 5 C.F.R. § 132	0.4(a)(2)

UST Form 11-MOR (12/01/2021)

Deb	tor's Name American Property Acquisitions I, LLC	Case N	No. 22-90349
Part	1: Cash Receipts and Disbursements	Current Month	Cumulative
a.	Cash balance beginning of month	\$ 0	
b.	Total receipts (net of transfers between accounts)	\$ 0	\$ 0
c.	Total disbursements (net of transfers between accounts)	\$ 0	\$ 0
d.	Cash balance end of month (a+b-c)	\$ 0	
e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 0	\$ 0
Part	2: Asset and Liability Status generally applicable to Individual Debtors. See Instructions.)	Current Month	
<u>a.</u>	Accounts receivable (total net of allowance)	\$ 0	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
с.	Inventory (Book $\boxtimes$ Market $\square$ Other $\square$ (attach explanation))	\$ 0	
d.	Total current assets	\$ 0	
e.	Total assets	\$ 0	
с. f.	Postpetition payables (excluding taxes)	\$ 0	
g.	Postpetition payables past due (excluding taxes)	\$ 0	
ь. h.	Postpetition taxes payable	\$ 0	
i.	Postpetition taxes payable	\$ 0	
i. j.	Total postpetition debt (f+h)	\$ 0	
k.	Prepetition secured debt	\$ 0	
n. 1.	Prepetition priority debt	\$ 0	
n. m.	Prepetition unsecured debt	\$ 0	
n.	Total liabilities (debt) (j+k+l+m)	\$ 0	
0.	Ending equity/net worth (e-n)	\$ 0	
0.	Ending equity/net worth (e-ii)	<del>\$</del>	
Part	3: Assets Sold or Transferred	Current Month	Cumulative
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$ 0	\$ 0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0	\$ 0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0	\$ 0
Part	4: Income Statement (Statement of Operations)		6 N.
<u>(Not</u>	generally applicable to Individual Debtors. See Instructions.) Gross income/sales (net of returns and allowances)	Current Month \$ 0	Cumulative
u. b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0	
с.	Gross profit (a-b)	\$ 0	
d.	Selling expenses	\$ 0	
u. e.	General and administrative expenses	\$ 0	
с. f.	Other expenses	<u>\$</u> 0	
r. g.	Depreciation and/or amortization (not included in 4b)	\$ 0	
g. h.	Interest	$\frac{3}{50}$	
п. i.	Taxes (local, state, and federal)	<u>\$</u> 0	
	Reorganization items	<u>\$</u> 0	
j. 1-	5	<u>\$ 0</u> \$ 0	\$ 0
k.	Profit (loss)	<u>\$</u> 0	<u>\$</u> 0

Debtor's Name American Property Acquisitions I, LLC

Part	5: Professional	Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's pro	ofessional fees & expenses	(bankruptcy) Aggregate Total				
	Itemized Br	eakdown by Firm					
		Firm Name	Role				
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & ex	spenses (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm					
	Firm Name	Role				
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<ol> <li>All pro</li> </ol>	fessional fees and expenses (debtor & com	imittees)	\$ 0	\$ 0	\$ 0	\$ 0

De	btor's Name American Property Acquisitions I, LLC				Cas	se No. 22-9	0349
Par	rt 6: Postpetition Taxes			Current	Month	Cumul	ative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0
c.	Postpetition employer payroll taxes accrued			\$	0	\$	0
d.	Postpetition employer payroll taxes paid			\$	0	\$	0
e.	Postpetition property taxes paid			\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0
	t 7: Questionnaire - During this reporting period:	¥	N				
a.	Were any payments made on prepetition debt? (if yes, see Instructions)	Yes 🗆	No 🖂				
b.	Were any payments made outside the ordinary course of business without court approval?	Vac. 5	No 🖂				
	(if yes, see Instructions)	Yes 🗆					
C.	Were any payments made to or on behalf of insiders?	Yes 🗆	No 🖂				
d.	Are you current on postpetition tax return filings?	Yes ⊠	No □				
e.	Are you current on postpetition estimated tax payments?	Yes 🖂	No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🖂	No 🗆				
g.	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes 🗆	No 🖂				
h.	Were all payments made to or on behalf of professionals approved by the court?	Yes 🗆	No 🗆	N/A ⊠			
i.	Do you have: Worker's compensation insurance?	Yes 🗵	No 🗆				
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	Instruction	s)
	Casualty/property insurance?	Yes 🗵	No 🗆				
	If yes, are your premiums current?	Yes 🖂	No 🗆	N/A □	(if no, see	Instruction	s)
	General liability insurance?	Yes 🗵	No 🗆				
	If yes, are your premiums current?	Yes 🗵	No 🗆	N/A □	(if no, see	Instruction	s)
j.	Has a plan of reorganization been filed with the court?	Yes 🗆	No 🖂				
k.	Has a disclosure statement been filed with the court?	Yes 🗆	No 🖂				
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes 🗵	No 🗆				

Case No. 22-90349 Debtor's Name American Property Acquisitions I, LLC Part 8: Individual Chapter 11 Debtors (Only) Gross income (receipts) from salary and wages 0 a. Gross income (receipts) from self-employment h \$ 0 Gross income from all other sources c. \$ 0 Total income in the reporting period (a+b+c) 0 d. \$ 0 e. Payroll deductions \$ Self-employment related expenses \$ 0 f g. Living expenses 0 0 h. All other expenses \$ Total expenses in the reporting period (e+f+g+h) i. 0 Difference between total income and total expenses (d-i) \$ 0 i. k. List the total amount of all postpetition debts that are past due \$ 0 1. Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? Yes 🗆 No 🖂 m. If yes, have you made all Domestic Support Obligation payments? No 🗆 Yes N/A ⊠

#### **Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

# <u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

9

/s/ Michael Bros Signature of Responsible Party

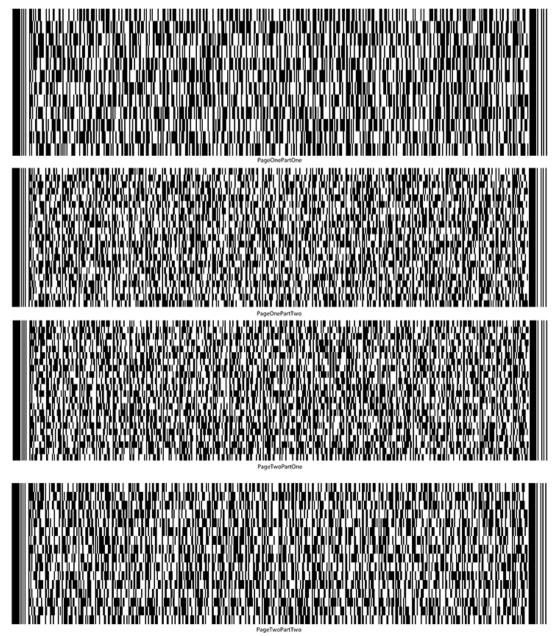
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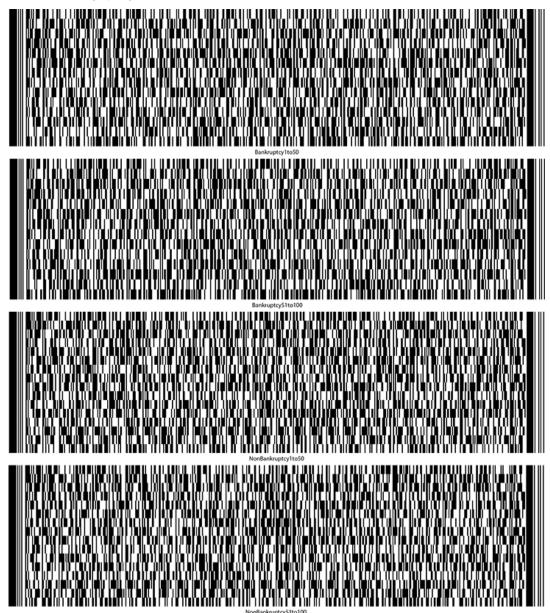
UST Form 11-MOR (12/01/2021)

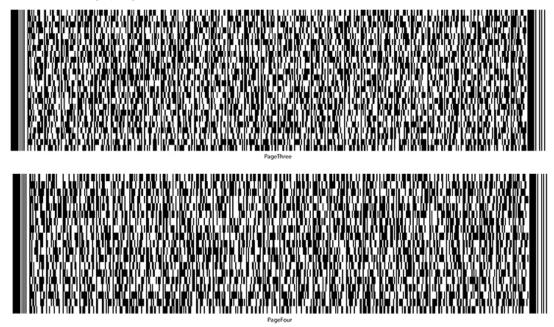
Michael Bros Printed Name of Responsible Party

04/29/2023

Date







#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	Ş	Chapter 11
CORE SCIENTIFIC, INC., et al.,	\$ \$	Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	§ §	(Jointly Administered)

## **MONTHLY OPERATING REPORT NOTES FOR MARCH 2023**

On December 21, 2022 (the "Petition Date"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the above-captioned chapter 11 cases (collectively, the "Debtors" or the "Company"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "Bankruptcy Code") in the United States Bankruptcy Court for the Southern District of Texas (the "Bankruptcy Code"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "Local Rules"). On January 9, 2023, the United States for Region 7 (the "U.S. Trustee") appointed an official committee (the "Equity Committee") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. No trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does not reflect in all circumstances presentation for GAAP or SEC reporting purposes. Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

Page	1
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<sup>&</sup>lt;sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be application could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

 Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.*
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders..

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

Balance Sheet. Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

Income Statement. As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (1) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (11) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. <u>Part 5a, Professional Fees and Expenses</u>. For purposes of Part 5a of the MORs, and consistent with the *Order Establishing Procedures* for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. Part 7 Questionnaire. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

# MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts Operating Sales												
Proceeds	_	2,149,939	36,170,668	_	_	_	_	_	_	_	_	38,320,607
Bitmain Coupon Sales			172.861	_								172.861
Other Receipts	40	544	97,102	_	_	_	_	_	_	_		97,686
Total Receipts	40	2,150,483	36,440,631			_	_			_	_	38,591,154
Disbursements												
Suppliers or vendors	_	1,256,581	21,175,716		_	_	_		_			22,432,297
Taxes / Governmental		273,767	4,627,875	_	_	_	_	_	—	_	_	4,901,642
Services	262,500	76,766	1,297,689	_	—	—	—	—	—	—	—	1,636,955
Financial / Bank Fees	-	10,299	174,105	-	-	-	-	-	-	-	-	184,405
Employee Expense		234,598	3,965,743									4,200,341
Total Disbursements	262,500	1,852,011	31,241,129									33,355,640
Net Cash Flow (excl. Internal Transfers)	(262,460)	298,472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
Bank Cash Balance Beginning of Month	13,678,150	979.913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(262,460)	298,472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
MOR Part 1 d. Cash	( , , , , ,											
Balance	\$13,415,691	\$ 1,278,385	\$54,597,830	s —	<u>s                                    </u>	<u>s                                    </u>	s —	<u>s                                    </u>	s —	s —	s —	\$69,291,905
Reversing Disbursement Allocation		1.848.101	(1.848.101)				_	_			_	
Internal Transfers	7,780,879	(2.900.000)	(4.880.879)		_	_	_	_	_	_	_	_
Cash Balance End of Month	\$21,196,570	<u>\$ 226,486</u>	\$47,868,849	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                     </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                    </u>	\$69,291,905

# MOR-2: End of March 2023 Balance Sheet

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar	Core Scientific Mining	(Oklahoma)	American Property Acquisition,	Starboard Capital			American Property Acquisitions VII,	Elimination	
(US \$)	Inc.	LLC	Company	Relay Inc	LLC	LLC	LLC	LLC	LLC			Co	To
ASSETS Cash and													
Equivalents	_	226,486	47,260,344	_	_	_	_	_	—	—	—	—	47
Restricted Cash Total Cash		226,486	21,805,075 69,065,419										21 69
Accounts	_	220,480	09,005,419	_	_	_				_	_		09
receivable, net of allowance Accounts	_	_	173,178	_	_	_	_	_	_	_	_	_	
receivable from related parties	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	
Deposits for equipment Digital currency	_	_	26,498,617	_	_	_	_	_	_	_	_	_	26
assets	_	_	_	—	—	-	-	—	—	_	_	—	
Prepaid expenses and other Total other current	_	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	25
	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600	_	_	_	_	_	_	_	(169,574,643)	131
Property, plant and equipment		60,395,989	627,422,827		_	_	_	_	_	_	_	(15,616,704)	672
Operating lease-right-of-use assets	_	_	19,933,495	_	_	_	_	_	_	_	_	_	19
Goodwill Intangible assets,	_	232,587,379	(167,058,249)	(65,529,130)	—	-	-	—	—	_	_	-	
Other noncurrent	2,558,789	(0)	2,165,134 6,828,534	_	_	_	_	_	_	—	_	_	2
assets Total Assets	2,302,939,039	(665,780,088)	(551,965,889)	(64.343.531)								(185,191,347)	835
LIABILITIES, PREFERRED				<u>(* 1,2 12,622</u> )								<u>(((((((((((((((((((((((((((((((((((((</u>	
STOCK & EQUITY Accounts Payable	_	146,776,110	91,352,324	9,250	_	_	_	_	_	_	_	(146,763,286)	91
Accrued expenses	100.266			.,								( , , ,	
and other Deferred revenue Derivative warrant	199,366	18,145,227	89,687,065 104,007,897	_	_	_	_	_	_	_	_	(38,699,554)	108 65
liabilities	(900)	_	_	_	_	_	_	_	_	_	_	_	
Operating lease liabilities, current portion	_	_	1,255,366	_	_	_	_	_	_	_	_	_	1
Financing lease liabilities, current portion	_	_	25,945,897	_	_	_	_	_	_	_	_	_	25
Long-term debt,	(559,901,857)		703,430,852					_					143
Total current liabilities	(559,703,391)	164,921,337	1,015,679,402	9,250	_	_	_	_	_	_	_	(185,462,840)	435
Operating lease liabilities, net of current portion	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14
Financing lease liabilities, net of current portion			43,829,273										43
Long-term debt, net of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663
Other noncurrent liabilities		18,084,856	(13,286,426)	(2,587,769)						_			2
Total Liabilities	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	_	_	_	_	_	—	(185,462,840)	1,158
Pre-Petition Subject to Compromise Total Pre-Petition	684,395,370		(684,395,370)										
Subject to Compromise	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	
Post-Petition Short Term Liabilities Post-Petition Long	_	_	34,973,488	_	_	_	_	_	_	_	_	_	34
Term Liabilities Preferred stock	_	_	_	=	_		=	_	_	_	_	_	
Common stock Additional paid-in	37,478	_	_	_	—	_	_	_	—	_	_	_	
capital Accumulated	1,789,732,371	(15,979,141)	2,887,621	(61 7/5 012)	_	_	_	_	_	_	_	219 476	1,776
deficit Other Comprehensive	(179,780,938)	(832,854,123)	(1,060,606,684)	(61,/65,012)	_	_	_	_	_	_	_	318,476	(2,134
Income Cumulative	_	_	_	_	-	_	_	_	_	_	_	_	
Translation Adjustment		46,983										(46,983)	
	1,609,988,910	(848,786,281)	(1,057,719,063)	(61,765,012)								271,494	(358
Total Liabilities, Preferred Stock &													

1 The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

# MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	Property Acquisitions I, LLC	Property Acquisitions VII, LLC
Total Revenue											
(US \$)											
Hosting revenue from customers	—	—	7,022,566	—	—	—	—	—	—	—	—
Hosting revenue from related parties	_	_	1,260,190	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_		_		_		_	_		
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income		2,750,351	32,565,147	_	_		_	_	_	_	_
Network services and defi revenue			· · ·_	_	_		_	_	—	_	_
Total Revenue		2,750,351	40.847.903			_					_
Cost of revenue		(3,349,178)	18.322.801								
Gross Profit											
		(598,827)	59,170,704								
Gain (loss) on legal settlements	_	—	-	-	-	-	-	-	-	-	-
Gain (loss) from sales of digital		41.022	400 700								
currency assets	—	41,933	489,798	—	—	—	-	—	—	—	—
Impairments of digital currency		(12.071)	(520,000)								
assets	_	(43,271)	(528,899)	-	_	_	_	—	—	—	—
Impairment of goodwill and other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant and											
equipment	_	_	_	—	_	_	_	_	_	_	_
Losses on exchange or disposal of											
property, plant and equipment	_	_	_	—	_	_	_	_	_	_	_
Operating expenses:											
Research and development	_	—	(257,224)	(6,500)	—	—	—	—	—	—	—
Sales and marketing	_	—	(406,301)	—	_	_	_	—	—	—	—
Total - G&A : Depreciation &											
Amortization	_	(1,847)	237,058	—	—	—	—	—	—	—	—
General and administrative	—	(1,593)	(9,634,508)	-	_	—	_	—	-	—	—
Advisor Fees			9,404,402								
Total operating expenses		(1,593)	(893,630)	(6,500)							
Operating Income (Loss)	_	(601,759)	58,237,972	(6,500)			_	_	_	_	_
Non-operating income (expense), net:	_				_	_	_	_	_	_	_
Loss on debt extinguishment	_	_	20,761,190	_	_	_	_	_	_	_	_
Interest expense, net	—	—	(220,790)	—	—		—	_	_		_
Other non-operating expenses, net	_	_	(958,548)	_	_	_	_	_	_	_	_
Reorganization items			(13,068,557)								
Total Non-operating income (expense), net:	_	_	6,513,296		_			_			
Income (loss) before income taxes		(601,759)	64,751,268	(6,500)							
Income tax expense		544		(0,500)	_				_		_
		(601,215)	64,751,268	(6,500)							
Net Income (Loss)		(001,215)	04,/51,208	(0,500)							

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. American Property Acquisitions VII, LLC	Ş	Case No. 22-90350
	§ §	Lead Case No. 22-90341
Debtor(s)	§	☑ Jointly Administered
Monthly Operating Report		Chapter 11
Reporting Period Ended: 03/31/2023		Petition Date: 12/21/2022
Months Pending: 3		Industry Classification: 3 3 4 1
Reporting Method: Accrual Basis	S 🗵	Cash Basis 🗆
Debtor's Full-Time Employees (current):		0
Debtor's Full-Time Employees (as of date of order for relief):		0
Supporting Documentation (check all that are attached):		
(For jointly administered debtors, any required schedules must be provided in the provided of	ded on a non-consc	olidated basis for each debtor)
<ul> <li>Statement of cash receipts and disbursements</li> <li>Balance sheet containing the summary and detail of the assets, lia</li> <li>Statement of operations (profit or loss statement)</li> <li>Accounts receivable aging</li> <li>Postpetition liabilities aging</li> <li>Statement of capital assets</li> <li>Schedule of payments to professionals</li> <li>Schedule of payments to insiders</li> <li>All bank statements and bank reconciliations for the reporting per</li> <li>Description of the assets sold or transferred and the terms of the statements</li> </ul>	riod	(net worth) or deficit
/s/ Alfredo R. Pérez		lo R. Pérez
Signature of Responsible Party	Printee	d Name of Responsible Party
04/29/2023 Date	700 Lo Addre	ouisiana Street, Suite 1700, Houston, Texas 77002
STATEMENT: This Periodic Report is associated with an open bankrup applies.	otcy case; therefore,	, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2)

UST Form 11-MOR (12/01/2021)

Deb	or's Name American Property Acquisitions VII, LLC	Case	No. 2	2-90	350
Part	1: Cash Receipts and Disbursements	Current Month	Cı	ımulat	tive
a.	Cash balance beginning of month	\$ 0			
b.	Total receipts (net of transfers between accounts)	\$ 0	\$		0
c.	Total disbursements (net of transfers between accounts)	\$ 0	\$		0
d.	Cash balance end of month (a+b-c)	\$ 0			
e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$		0
f.	Total disbursements for quarterly fee calculation (c+e)	<u>\$0</u>	\$		0
	2: Asset and Liability Status generally applicable to Individual Debtors. See Instructions.)	Current Month			
a.	Accounts receivable (total net of allowance)	\$ 0			
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0			
c.	Inventory (Book $\square$ Market $\square$ Other $\square$ (attach explanation))	\$ 0			
d	Total current assets	\$ 0			
e.	Total assets	\$ 0			
f.	Postpetition payables (excluding taxes)	\$ 0			
g.	Postpetition payables past due (excluding taxes)	\$ 0			
h.	Postpetition taxes payable	\$ 0			
i.	Postpetition taxes past due	\$ 0			
j.	Total postpetition debt (f+h)	\$ 0			
k.	Prepetition secured debt	\$ 0			
1.	Prepetition priority debt	\$ 0			
m.	Prepetition unsecured debt	\$ 0			
n.	Total liabilities (debt) (j+k+l+m)	\$ 0			
0.	Ending equity/net worth (e-n)	\$ 0			
D 4	3: Assets Sold or Transferred				
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	Current Month \$ 0	<u>s</u>	ımula	tive 0
b.	Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$ 0	\$		0
о. с.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$ 0	\$		0
		<u>ф</u> 0	ψ		
	4: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current Month	G	ımulat	tive
a.	Gross income/sales (net of returns and allowances)	\$ 0	<u></u>		
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0			
c.	Gross profit (a-b)	\$ 0			
d.	Selling expenses	\$ 0			
e.	General and administrative expenses	\$ 0			
f.	Other expenses	\$ 0			
g.	Depreciation and/or amortization (not included in 4b)	\$ 0			
h.	Interest	\$ 0			
i.	Taxes (local, state, and federal)	\$ 0			
j.	Reorganization items	\$ 0			
, k.	Profit (loss)	\$ 0	\$		0

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UST Form 11-MOR (12/01/2021)

Debtor's Name American Property Acquisitions VII, LLC

Itemized Bre i ii iii iv v vi vii vii vii	ofessional fees & expenses ( akdown by Firm Firm Name	(bankruptcy) Aggregate Total Role	Approved Current Month	Approved Cumulative	Paid Current Month	Cumulativ
Itemized Bre i ii iii iv v vi vii vii vii	rakdown by Firm					
i ii iii iv v vi vii viii ix x x xi xii		Role				
ii iii iv v vi vii viii ix x x xi xii						
ii iii iv v vi vii viii ix x x xi xii						
iii iv v vi vii viii ix x x xi xii						
iv v vi vii viii ix x x xi xii						
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & ex	kpenses (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm					
	Firm Name	Role				
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Debtor's Name American Property Acquisitions VII, LLC

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с.	All profession	nal fees and expenses (debtor & commit	\$0	\$0	\$0	\$0	

Par	t 6: Postpetition Taxes			Current	Month	Cum	ulative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0
2.	Postpetition employer payroll taxes accrued			\$	0	\$	0
I.	Postpetition employer payroll taxes paid			\$	0	\$	0
	Postpetition property taxes paid			\$	0	\$	0
	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0
<u>z</u> .	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0
a. b.	<ul> <li>17: Questionnaire - During this reporting period:</li> <li>Were any payments made on prepetition debt? (if yes, see Instructions)</li> <li>Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions)</li> </ul>	Yes □ Yes □	No ⊠				
2.	Were any payments made to or on behalf of insiders?	Yes □	No ⊠				
1.	Are you current on postpetition tax return filings?	Yes 🗵	No 🗆				
e.	Are you current on postpetition estimated tax payments?	Yes 🖂	No 🗆				
f.	Were all trust fund taxes remitted on a current basis?	Yes 🗵	No 🗆				
<b>5</b> .	Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions)	Yes 🗆	No 🖂				
1	Were all payments made to or on behalf of professionals approved by the court?	Ves 🗆	No 🗆	$N/\Delta \square$			

Were all payments made to or on behalf of professionals approved by the court? h. Yes 🗆 No □ N/A ⊠ Do you have: Worker's compensation insurance? Yes 🗵 No 🗆 i. If yes, are your premiums current? Yes 🗵 No 🗆 N/A □ (if no, see Instructions) Casualty/property insurance? Yes 🗵 No 🗆 If yes, are your premiums current? Yes 🗵 (if no, see Instructions) No  $\square$  N/A  $\square$ General liability insurance? Yes 🗵 No 🗆 If yes, are your premiums current? No  $\square$   $\ N/A$   $\square$ Yes 🗵 (if no, see Instructions) j. k. Has a plan of reorganization been filed with the court? Yes 🗆 No 🖂 Has a disclosure statement been filed with the court? Yes 🗆 No 🛛 1. Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930? Yes 🗵 No 🗆

UST Form 11-MOR (12/01/2021)

Det	Debtor's Name American Property Acquisitions VII, LLC									
Part	8: Individual Chapter 11 Debtors (Only)									
a.	Gross income (receipts) from salary and wages	\$	0							
b.	Gross income (receipts) from self-employment	\$	0							
c.	Gross income from all other sources	\$	0							
d.	Total income in the reporting period (a+b+c)	\$	0							
e.	Payroll deductions	\$	0							
f.	Self-employment related expenses	\$	0							
g.	Living expenses	\$	0							
h.	All other expenses	\$	0							
i.	Total expenses in the reporting period (e+f+g+h)	\$	0							
j.	Difference between total income and total expenses (d-i)	\$	0							
k.	List the total amount of all postpetition debts that are past due	\$	0							
1.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes 🗆	No 🖂							
m.	If yes, have you made all Domestic Support Obligation payments?	Yes 🗆	No 🗆	N/A ⊠						

#### **Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." *See* 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http:// www.justice.gov/ust/eo/rules\_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

# I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

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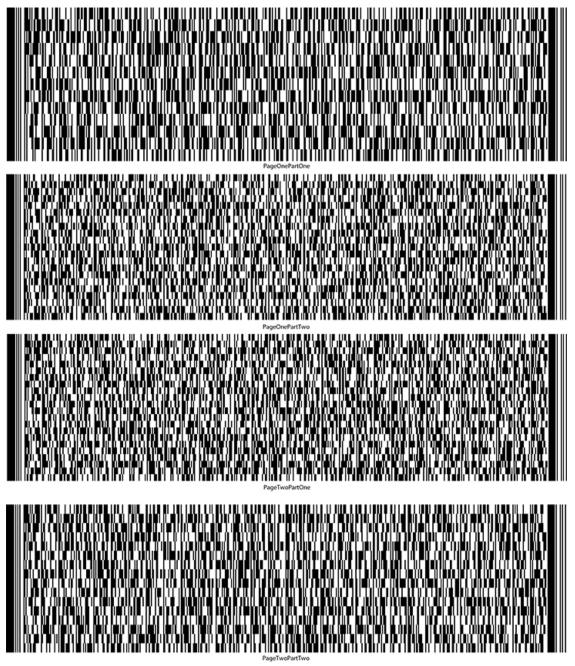
/s/ Michael Bros Signature of Responsible Party Michael Bros Printed Name of Responsible Party

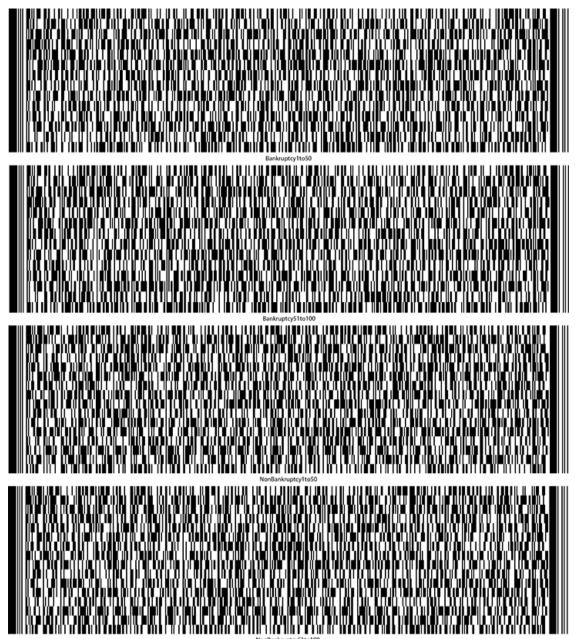
SVP, Capital Markets and Acquisitions Title

UST Form 11-MOR (12/01/2021)

04/29/2023

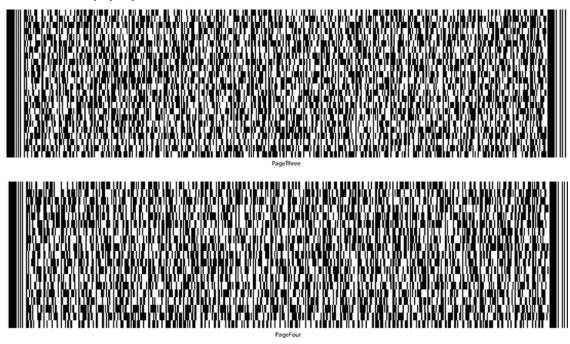
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UST Form 11-MOR (12/01/2021)



#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:	§	Chapter 11
CORE SCIENTIFIC, INC., et al.,	\$ \$	Case No. 22-90341 (DRJ)
Debtors. <sup>1</sup>	\$ \$	(Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR MARCH 2023

On December 21, 2022 (the "**Petition Date**"), Core Scientific, Inc. and its debtor affiliates, as debtors and debtors in possession in the abovecaptioned chapter 11 cases (collectively, the "**Debtors**" or the "**Company**"), each commenced a voluntary case under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**") in the United States Bankruptcy Court for the Southern District of Texas (the "**Bankruptcy Court**"). The Debtors are authorized to operate their businesses and manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases are being jointly administered for procedural purposes only pursuant to Rule 1015(b) of the Federal Rules of Bankruptcy Procedure (the "**Bankruptcy Rules**") and Rule 1015-1 of the Bankruptcy Local Rules for the United States Bankruptcy Court for the Southern District of Texas (the "**Local Rules**"). On January 9, 2023, the United States Trustee for Region 7 (the "**U.S. Trustee**") appointed an official committee of unsecured creditors (the "**Creditors' Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankruptcy Code. On March 23, 2023, the U.S. Trustee appointed an official equity committee (the "**Equity Committee**") in these chapter 11 cases pursuant to section 1102 of the Bankrupt Code. No trustee or examiner has been appointed in these chapter 11 cases.

The following notes and statements of limitations and disclaimers should be referred to, and referenced in connection with, any review of this Monthly Operating Report (the "**MOR**").

Introduction. This MOR is unaudited and does not purport to represent financial statements prepared in accordance with accounting
principles generally accepted in the United States ("GAAP"), and it is not intended to fully reconcile to the consolidated financial
statements prepared by the Debtors. Information contained in this MOR has been derived from the Debtors' books and records, but does
not reflect in all circumstances presentation for GAAP or SEC reporting purposes.

Therefore, to comply with their obligations to provide MORs during these chapter 11 cases, the Debtors have prepared this MOR using the best information presently available to them, which has been collected, maintained, and prepared in accordance with their historical accounting practices. Accordingly, this MOR is true and

The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are as follows: Core Scientific Mining LLC (6971); Core Scientific, Inc. (3837); Core Scientific Acquired Mining LLC (6074); Core Scientific Operating Company (5526); Radar Relay, Inc. (0496); Core Scientific Specialty Mining (Oklahoma) LLC (4327); American Property Acquisition, LLC (0825); Starboard Capital LLC (6677); RADAR LLC (5106); American Property Acquisitions I, LLC (9717); and American Property Acquisitions, VII, LLC (3198). The Debtors' corporate headquarters and service address is 210 Barton Springs Road, Suite 300, Austin, Texas 78704.

accurate to the best of the Debtors' knowledge, information, and belief, based on currently-available data. The results of operations and financial position contained herein are not necessarily indicative of results that may be expected for any period other than the period beginning on March 1, 2023 and ending March 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

2. <u>Reservation of Rights</u>. This MOR is limited in scope, covers the period beginning on March 1, 2023 and ending March 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.

Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.

3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by- entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.

The amounts reported in this MOR are as-of March 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning March 1, 2023 and ending March 31, 2023.

4. <u>Accounting Principles.</u> The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency</u>. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the *Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.*
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders..

Statement of Cash Receipts and Disbursements. Based on guidance received from the Office of the United States Trustee in connection with the completion of UST Form 11-MOR Part 1, Cash Receipts and Disbursements, reported cash receipts and disbursements should exclude intercompany and debtor-to-debtor transactions. As a result, for those debtors with net intercompany cash outflows or inflows during the reporting period, the ending cash balances reported on Form 11-MOR Part 1 may not match the ending cash balances per the Debtors' bank statements or the Debtors' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

**Balance Sheet.** Liabilities Subject to Compromise ("LSTC"): LSTC represent the Debtors' estimate of prepetition claims to be resolved in connection with the chapter 11 cases. As a result of the chapter 11 filings, the payment of prepetition liabilities are subject to compromise or other treatment under a plan of reorganization. The determination of how such liabilities will ultimately be settled or treated cannot be made until the Court approves a chapter 11 plan of reorganization. Accordingly, the ultimate amount of such liabilities is not determinable at this time. Prepetition liabilities that are subject to compromise under ASC 852 are preliminary and may be subject to, among other things, future adjustments depending on Court actions, further developments with respect to disputed claims, determinations of the secured status of certain claims, the values of any collateral securing such claims, rejection of executory contracts, continued reconciliation or other events.

As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate balance sheets in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate balance sheets for the remaining Debtor entities. Consequently, the balance sheets included in the MOR for these Debtors reflect no balances.

Values in the balance sheet(s) attached hereto represent rounded numbers. Accordingly, subtotals may not agree to the summation of the rounded numbers presented.

**Income Statement.** As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements for the remaining Debtor entities. Consequently, the income statements included in the MOR for these Debtors reflect no income.

Schedule of Asset Sales. This schedule provides the total cash sales price for assets sold/transferred outside the ordinary course of business for the period on page 1 of the MOR.

Schedule of Payments to Insiders. This schedule provides additional detail for the period on page 1 of the MOR. For each insider payment made during the reporting period the following information is provided: Recipient; Date of payment or benefit provided; Amount of cash payment or market value of non-cash payment; and Reason for each payment made.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q1 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through March 31, 2023 are \$137,415,713.
- 9. Part 3, Assets Sold or Transferred. The Company regularly receives credits and/or coupons from Bitmain Technologies Ltd.'s reward and price protection programs. The Company subsequently redeems these credits and/or coupons for new ASIC miner acquisitions or sells them to third parties when they are not able to be utilized by the Company. The Company may recognize other income when the credits and/or coupons are redeemed in noncash acquisitions or sold to third parties.

On February 1, 2023, the Bankruptcy Court entered the Order (I) Authorizing and Approving Sale of Bitmain Coupons, Free and Clear of All Liens, Claims, Interests, and Encumbrances, and (II) Granting Related Relief (Docket No. 429) (the "Bitmain Sale Order"). For more information on the sales made pursuant to the Bitmain Sale Order, please see MOR-4: Total Cash Sales Price for Assets Sold/Transferred Outside the Ordinary Course of Business.

10. Part 5a, Professional Fees and Expenses. For purposes of Part 5a of the MORs, and consistent with the Order Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals (Docket No. 541) (the "Interim

**Compensation Order**"), professional fees and expenses are considered approved if the applicable Monthly Statement (as defined in the Interim Compensation Order) has been served and the objection deadline relating to such Monthly Statement has expired prior to the last day of the applicable MOR period.

11. Part 7 Questionnaire. Pursuant to certain orders of the Bankruptcy Court entered in the Debtors' chapter 11 cases (the "First Day Orders"), the Debtors were authorized (but not directed) to pay, among other things, certain prepetition claims of their employees, taxing authorities, insurers, critical vendors, and certain other prepetition creditors. Amounts paid pursuant to the First Day Orders are monitored as to limits provided in the applicable orders of the Bankruptcy Court governing payment of such prepetition obligations, and this report is available to the U.S. Trustee as required.

# MOR-1: 3/1/2023 - 3/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC		RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating												
Sales												
Proceeds	_	2,149,939	36,170,668	_	_	_	_	_	_	_	_	38,320,607
Bitmain												
Coupon												
Sales	_	_	172,861	_	_	_	_	_	_	_	_	172,861
Other												,
Receipts	40	544	97,102	_	_	_	_	_	_	_	_	97,686
Total Receipts	40	2,150,483	36.440.631		-		-					38,591,154
iotai Receipts	40	2,130,405	30,440,031	_	_	_	_	_	_		_	30,371,134
Disbursements												
Suppliers or												
vendors	_	1,256,581	21,175,716	_	_	_	_	_	_	_	_	22,432,297
Taxes /		1,200,001	21,175,710									
Governmen	tal —	273,767	4,627,875	_	_	_	_	_	_	_	_	4,901,642
Services	262,500	76,766	1,297,689	_	_	_	_	_	_	_	_	1,636,955
Financial /	202,500	70,700	1,277,007									1,000,000
Bank Fees	_	10,299	174,105									184,405
Employee		10,277	174,105									104,403
Expense		234,598	3,965,743									4,200,341
1		234,398	5,905,745									4,200,341
Total	262 500	1 072 011	21 241 120									22 255 640
Disbursements	262,500	1,852,011	31,241,129									33,355,640
Net Cash Flow												
(excl. Internal												
Transfers)	(262,460)	298,472	5,199,502									5,235,514
Bank Cash Balance Beginning of Month	13,678,150	979,913	49,398,328	_	_	_	_	_	_	_	_	64,056,391
Net Cash Flow (excl. Internal Transfers; w/Allocatio	n) (262,460)	298.472	5,199,502	_	_	_	_	_	_	_	_	5,235,514
	<u>n) (202,400</u> )	270,472	5,177,502									5,205,514
MOR Part 1 d.	£12 415 (01	¢ 1.270.205	£ 54 507 920	¢	¢	s —	s —	s —	s —	¢	\$	\$69,291,905
	\$13,415,691	<u>\$ 1,278,385</u>	<u>\$ 54,597,830</u>	<u>s                                    </u>	<u>\$                                    </u>	<u>&gt;                                    </u>	<u>&gt;                                    </u>	<u>&gt;                                    </u>	<u>&gt;                                    </u>	<u>\$                                    </u>	<u>&gt;                                    </u>	\$69,291,905
Reversing												
Disburseme	ent											
Allocation	_	1,848,101	(1,848,101)	_	_	_	_	_		_		
Internal												
Transfers	7,780,879	(2,900,000)	(4,880,879)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$21,196,570	\$ 226,486	\$ 47,868,849	s —	<b>s</b> —	s —	s —	s —	s —	s _	s —	\$69,291,905
	, ,	.,	11-				-					

## MOR-2: End of March 2023 Balance Sheet

45.6	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar Relay	Core Scientific Mining		American Property Acquisition,	Starboard Capital	RADAR		American Property Acquisitions VII,		<b>T</b> - 1
(US \$) ASSETS	Inc.	LLC	Company	Inc	LLC	LLC	LLC	LLC	LLC	LLC	LLC	Elimination Co	Total <sup>1</sup>
Cash and													
Equivalents	_	226,486	47,260,344	_	-	—	-	—	—	-	_	_	47,486,830
Restricted Cash			21,805,075										21,805,075
Total Cash Accounts	_	226,486	69,065,419	_	_	_	_	_	_	_	-	-	69,291,905
receivable, net of allowance	_	_	173,178	_	_	_	_	_	_	_	_	_	173,178
Accounts													
receivable from related parties	488,990,509	146,140,455	(489,539,009)	1,172,866	_	_	_	_	_	_	_	(146,763,286)	1,534
Deposits for	400,770,507	140,140,455	(40),55),00))	1,172,000								(140,705,200)	
equipment	—	—	26,498,617	—	—	—	—	—	—	—	—	—	26,498,617
Digital currency assets													
Prepaid expenses		_			_	_	_	_	_				_
and other	_	22,819,546	25,133,915	_	_	_	_	_	_	_	_	(22,811,357)	25,142,104
Total other current													
assets	1,811,389,741	(1,127,949,943)	(672,589,751)	12,734									10,862,781
Total Current Assets	2,300,380,250	(958,763,456)	(1,041,257,631)	1,185,600								(169,574,643)	131,970,119
Property, plant and	2,500,580,250	(330,703,430)	(1,041,237,031)	1,105,000	_	_	_	_	_	_	_	(103,374,043)	131,770,117
equipment	_	60,395,989	627,422,827	_	_	_	_	_	_	_	_	(15,616,704)	672,202,113
Operating lease-right-of-use			10.022.405										10.022.405
assets Goodwill	_	232,587,379	19,933,495 (167,058,249)	(65 529 130)	_	_	_	_	_	_	_	_	19,933,495 0
Intangible assets,		202,001,019		(00,027,100)									
net Other noncurrent	_	_	2,165,134	_	_	_	_	_	_	_	_	_	2,165,134
assets	2,558,789	(0)	6,828,534	_	_	_	_	_	_	_	_	_	9,387,323
Total Assets	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)	_	_			_		_	(185,191,347)	835,658,185
LIABILITIES, PREFERRED												,, ,	
STOCK & EQUITY Accounts Payable	_	146,776,110	91,352,324	9,250	_	_	_	_	_	_	_	(146,763,286)	91,374,398
Accrued expenses		140,770,110	71,552,524	7,250								(140,705,200)	71,574,570
and other	199,366	18,145,227	89,687,065	_	—	—	—	—	—	-	_	—	108,031,658
Deferred revenue	_	-	104,007,897	-	—	—	—	—	—	—	-	(38,699,554)	65,308,342
Derivative warrant liabilities	(900)	_	_	_	_	_	_	_	_	_	_	_	(900)
Operating lease liabilities, current													(200)
portion Financing lease	_	_	1,255,366	_	—	_	_	—	—	_	_	—	1,255,366
liabilities, current portion	_	_	25,945,897	_	_	_	_	_	_	_	_	_	25,945,897
Long-term debt, current portion	(559,901,857)		703,430,852		_		_	_	_				143,528,996
Total current liabilities	(559,703,391)	164,921,337	1,015,679,402	9,250	_	_	_	_	_	_	_	(185,462,840)	435,443,757
Operating lease liabilities, net of current portion	_	_	14,009,133	_	_	_	_	_	_	_	_	_	14,009,133
Financing lease liabilities, net of													
current portion Long-term debt, net	_	_	43,829,273	-	-	—	-	_	_	-	—	-	43,829,273
of current portion	568,258,150	_	94,943,674	_	_	_	_	_	_	_	_	_	663,201,824
Other noncurrent		10.001.001	(12 204 12 5	(0.505.5(**									
liabilities	9 EE A 750	18,084,856	(13,286,426)	(2,587,769)								(185 462 848)	2,210,662
Total Liabilities Pre-Petition Subject	8,554,759	183,006,193	1,155,175,056	(2,578,519)	_	_	_	_	_	_	_	(185,462,840)	1,158,694,649
to Compromise Total Pre-Petition	684,395,370		(684,395,370)										
Subject to Compromise	684,395,370	_	(684,395,370)	_	_	_	_	_	_	_	_	_	_
Post-Petition Short													21.075
Term Liabilities Post-Petition Long	_	_	34,973,488	-	-	—	-	_	_	-	—	_	34,973,488
Term Liabilities		_	_	_	_	_	_	_	_	_	_	_	_
Preferred stock		_	_	-	_	-	-	_	_	-	-	_	
Common stock	37,478	_	_	_	_	_	_	_	_	_	—	_	37,478
Additional paid-in capital	1,789,732,371	(15,979,141)	2,887,621	_	_	_	_	_	_	_	_	_	1,776,640,851
Accumulated deficit	(179,780,938)		(1,060,606,684)	(61,765,012)	_	_	_	_	_	_	_	318,476	(2,134,688,280)
Other Comprehensive													
Income Cumulative	_	_	_	_	_	_	_	_	_	_	_	_	_
Translation		46 002										(46 002)	
Adjustment Total Equity	1,609,988,910	46,983 (848,786,281)	(1,057,719,063)	(61,765,012)								(46,983) 271,494	(358,009,952)
Total Liabilities,	1,007,700,710	(010,700,201)	(1,007,717,000)	(01,703,012)								2/1,4/4	(000,000,002)
Preferred Stock & Equity	2,302,939,039	(665,780,088)	(551,965,889)	(64,343,531)	_	_	_	_	_	_	_	(185,191,347)	835,658,185

<sup>1</sup> The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

# MOR-3: 3/1/2023 - 3/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	Property Acquisitions I, LLC	Property Acquisitions ' LLC
Total Revenue									-		
(US \$)											
Hosting revenue from customers	_	_	7,022,566	_	_	_	_	_	_	_	
Hosting revenue from related											
parties Equipment sales	-	—	1,260,190	-	-	_	-	-	-	-	
to customers	_	_	_	_	_	_	_	_	_	_	
Equipment sales to related parties											
Digital asset	_			_	_			_	_	_	
mining income Network services and defi	_	2,750,351	32,565,147	_	_	_	_	_	_	_	
revenue											
Total Revenue		2,750,351	40,847,903								
Cost of revenue		(3,349,178)	18,322,801								
Gross Profit Gain (loss) on legal		(598,827)	59,170,704								
settlements Gain (loss) from	_	_	-	_	_	_	_	_	_	-	
sales of digital currency assets	s —	41,933	489,798	_	_	_	_	_	_	_	
Impairments of digital											
currency assets Impairment of	s —	(43,271)	(528,899)	_	_	_	-	_	_	_	
goodwill and other											
intangibles Impairment of		_	_	_	_	_	-	_	—	_	
property, plant and equipment Losses on		_	_	_	_	_	_	_	_	_	
exchange or disposal of property, plant	t										
and equipmen Operating expenses:	—	—	—	_	_	—	—	—	—	—	
Research and development	_		(257,224)	(6,500)	_	_	_	_	_	_	
Sales and marketing	_	_	(406,301)	_	_	_	_	_	_	_	
Total - G&A : Depreciation &			(400,001)								
Amortization General and	_	(1,847)	237,058	_	_	_	_	_	_	_	
administrative Advisor Fees	_	(1,593)	(9,634,508) 9,404,402	_	_	_	_	_	_	_	
Total operating		(1.503)	(893,630)	(6 500)							
expenses Operating Income (Loss)		(1,593) (601,759)	58,237,972	<u>(6,500)</u> (6,500)							
Non-operating income		(001,733)	36,237,972	(0,300)	_	_	_	_	_	_	
(expense), net: Loss on debt					_	_	_	_	_	_	
extinguishment Interest expense,		_	20,761,190	_	_		_	_	_	_	
net Other	_	_	(220,790)	_	_	_	_	_	_	_	
non-operating expenses, net Reorganization	_	_	(958,548)	_	_	_	_	_	_	_	
items Total Non-operating			(13,068,557)								
income (expense), net:		_	6,513,296		_	_	_	_	_	_	
Income (loss) before income taxes		(601,759)		(6,500)							
Income tax expense		544									
Net Income (Loss)		(601,215)	64,751,268	(6,500)							