# 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): July 31, 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)
- □ Pre-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	CRZWO	*

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 ⊠

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. 

□

\* 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 July 31, 2023, the Debtors each filed with the Bankruptcy Court their monthly operating reports for the period beginning June 1, 2023 and ending June 30, 2023 (collectively, the "June Monthly Operating Reports"). The June 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 June 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 June Monthly Operating Reports

The Company cautions investors and potential investors not to place undue reliance upon the information contained in the June 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 June 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 June 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 June Monthly Operating Reports are complete. The June 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 June Monthly Operating Reports should not be viewed as indicative of future results.

Furthermore, this Form 8-K and/or the June 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 Current Report on Form 8-K, 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 forward-looking 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 June 30, 2023
99.2	Core Scientific Mining LLC, Monthly Operating Report for the period ended June 30, 2023
99.3	Core Scientific Operating Company, Monthly Operating Report for the period ended June 30, 2023
99.4	Core Scientific Acquired Mining LLC, Monthly Operating Report for the period ended June 30, 2023
99.5	Radar Relay, Inc., Monthly Operating Report for the period ended June 30, 2023
99.6	Core Scientific Specialty Mining (Oklahoma) LLC, Monthly Operating Report for the period ended June 30, 2023
99.7	American Property Acquisition, LLC, Monthly Operating Report for the period ended June 30, 2023
99.8	Starboard Capital LLC, Monthly Operating Report for the period ended June 30, 2023
99.9	RADAR LLC, Monthly Operating Report for the period ended June 30, 2023
99.10	American Property Acquisitions I, LLC, Monthly Operating Report for the period ended June 30, 2023
99.11	American Property Acquisitions VII, LLC, Monthly Operating Report for the period ended June 30, 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: July 31, 2023 By: /s/ Todd M. DuChene

Name: Todd M. DuChene

Title: Chief Legal Officer and Chief Administrative Officer

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific, Inc.		Case No. 22-90341	
	§ §	Lead Case No. 22-90341	
Debtor(s)	§		
Monthly Operating Report			Chapter 11
Reporting Period Ended: 06/30/2023		Petition Date: 12/21/2022	
Months Pending: 6		Industry Classification: 3 3 4 1	
Reporting Method:	Accrual Basis	Cash Basis □	
Debtor's Full-Time Employees (current):		246	
Debtor's Full-Time Employees (as of dat	e of order for relief):	236	
Supporting Documentation (check all t	hat are attached):		
(For jointly administered debtors, any rec	quired schedules must be provided on a	non-consolidated basis for each debtor)	
Statement of operations (profit or l Accounts receivable aging Postpetition liabilities aging Statement of capital assets Schedule of payments to profession Schedule of payments to insiders All bank statements and bank recoi	nary and detail of the assets, liabilities ar oss statement)		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
07/31/2023 Date		700 Louisiana Street Suite 1700 Houston Texas	77002

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.

Address

Del	otor's Name Core Scientific, Inc.	Case No. 22-90341		
	1: Cash Receipts and Disbursements	Current Month	Cur	nulative
a.	Cash balance beginning of month	\$ 21,839,507		
b.	Total receipts (net of transfers between accounts)	\$ 2,719,816	\$72,	842,271
c.	Total disbursements (net of transfers between accounts)	\$ 9,157,679	\$20,	411,595
d.	Cash balance end of month (a+b-c)	\$ 15,401,644		
e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$	0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 9,157,679	\$20,	411,595
	2: Asset and Liability Status generally applicable to Individual Debtors. See Instructions.)	Current Month		
a.	Accounts receivable (total net of allowance)	\$ 468,561,893		
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0		
c.	Inventory (Book   Market □ Other □ (attach explanation))	\$ 0		
d	Total current assets	\$2,314,659,940		
e.	Total assets	\$2,317,218,729		
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	\$ 559,979,662		
1.	Prepetition priority debt	\$ 0		
m.	Prepetition unsecured debt	\$ 0		
n.	Total liabilities (debt) (j+k+l+m)	\$ 559,979,662		
0.	Ending equity/net worth (e-n)	\$1,757,239,067		
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Par	3: Assets Sold or Transferred	Current Month	Cur	nulative
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
	4: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current Month	Cui	nulative
a.	Gross income/sales (net of returns and allowances)	\$ 0	cui	il diative
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		
i.	Reorganization items	\$ 0		
k.	Profit (loss)	\$ 0	\$	91.773
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Pa	rt 5: Professio	onal Fees and Expenses		1								
					Approved Current Month	Approved Cumulative		Paid Current Month		(	Paid Cumulative	
a.	Debtor's p	professional fees & expenses (b	ankruptcy) Aggregate Total	\$	5,195,409	\$	14,183,831	\$	5,195,409		14,183,831	
		Breakdown by Firm	1 37 30 0									
		Firm Name	Role									
	i	Stretto, Inc.		\$	108,165	\$	432,760	\$	108,165	\$	432,760	
	ii	PJT Partners		\$	240,861		1,370,135		240,861	\$	1,370,135	
	iii	Weil		\$	4,101,993		10,084,265		4,101,993	\$	10,084,265	
	iv	AlixPartners LLP		\$	701,252		2,205,857	\$	701,252	\$	2,205,857	
	v	Scheef & Stone LLP		\$	43,138		90,814	\$	43,138	\$	90,814	
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fe	es & expenses (nonbankruptcy) Aggregate Tota				
	Itemized Breakdown by					
	Firm Name	Role				
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All professional fees and	(1.1)	 # 6 000 <b>7</b> 22	\$ 18,618,932	0 7 142 110	\$ 18,618,

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	\$ 102	2,744
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

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_	t 7: Questionnaire - During this reporting period:	<b>T</b> 7	3.7		
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 □	$N/A \square$	
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 □	(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 □		

De	otor's Name Core Scientific, Inc.	Case No.	22-90341	
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 ⊠

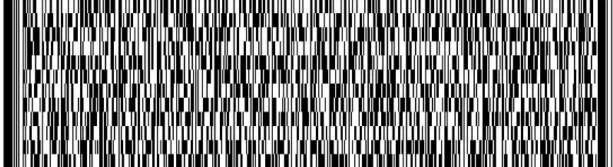
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#### **Privacy Act Statement**

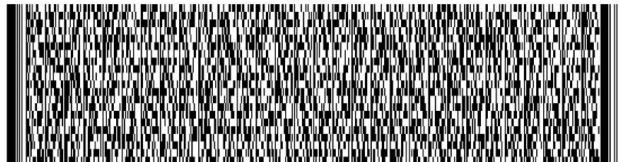
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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.

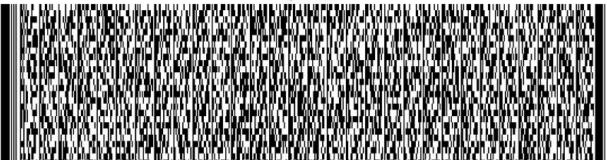
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



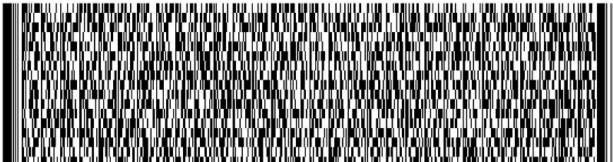
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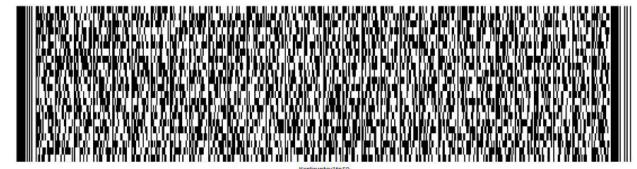
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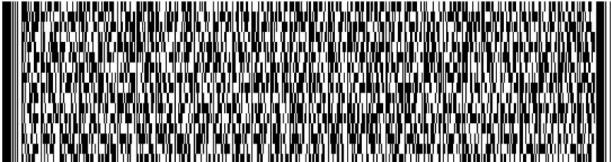
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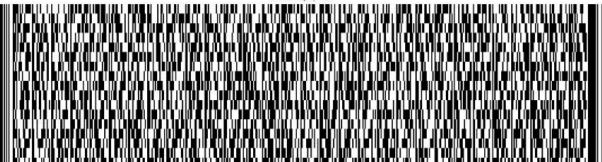
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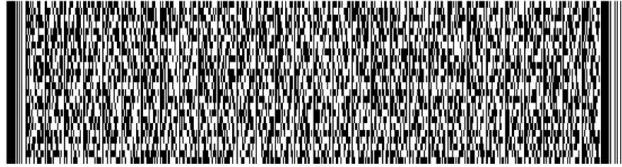
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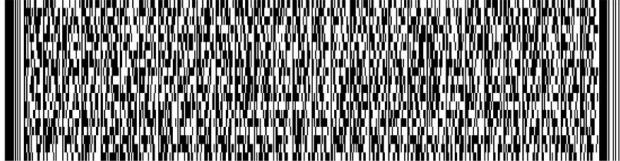
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#### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

 In re:
 \$ Chapter 11

 \$ CORE SCIENTIFIC, INC., et al.,
 \$ Case No. 22-90341 (DRJ)

 Debtors.1
 \$ (Jointly Administered)

#### **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. 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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 2023.
- 4. 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' receipt angement 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

# MOR-1: 6/1/2023 - 6/30/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Relay,	Core Scientific Mining	Core Scientific Specialty Mining (Oklahoma)		Starboard Capital		American Property Acquisitions		
Description	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_	_	32,363,386
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
Disbursements												
Suppliers or vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42,846	468.178	_		_	_	_		_	_	511,024
Services	7,143,110	94.963	1.037.649								_	8,275,722
Financial / Bank Fees	7,113,110	271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee Expense	_	249,025	2,721,073	_	_	_	_	_	_	_	_	2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
	-,,	_,,	,,									207,499,086
Net Cash Flow (excl. Internal Transfers)	(6,437,863)	(255,683)	5,754,284									(939,262)
Cash Balance	(0,107,000)	(200,000)	2,701,201									(>0>,202)
Beginning of												
Month	21.839.507	477.181	55.382.697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Disbursement	(0,101,000)	(===,===)	-,,									(***,=*=)
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl.												
Internal Transfers)	15,401,644	2,983,034	58,375,445	_	_	_	_		_	_	_	76,760,123
Bank Cash Balance Beginning of	21.020.505	455.101	55.000.605									
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d.	(0,437,803)	(233,083)	3,734,264									(939,202)
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	s —	•	s –	s –	s –	s —	s –	s –	\$ 76,760,123
	\$13,401,044	3 221,498	301,130,981	<del>y</del> —	<u>s — </u>	<u> </u>	<u> </u>	<b>9</b> —	<del>y</del> —	<u> </u>	<u>s — </u>	3 /0,/00,123
Reversing Disbursement Allocation		2.761.536	(2.761.536)									
Internal Transfers	5,026,972	(2,970,000)	(2,761,536)									
Cash Balance End of Month	\$20,428,616	\$ 13,034	\$56,318,473	s –	s –	s –	s –	s –	•	s –	s –	\$ 76,760,123
OI IVIOIILII	940,440,010	g 13,034	930,310,4/3	<u> </u>	<u>s — </u>	<del>y</del> —	φ —	<u>s — </u>	<u>s — </u>	<i>y</i> —	<u> </u>	9 /0,/00,123

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

	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Scientific Mining	Core Scientific Specialty Mining (Oklahoma)		Starboard Capital		American Property Acquisitions	American Property Acquisitions	Elimination	
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	Í, LLC	VÎI, LLC	Co	Total <sup>1</sup>
ASSETS													
Cash and													
Equivalents	2,066,421	13,034	55,513,449	_								_	57,592,
Restricted Cash	18,362,195		805,024										19,167,
Total Cash	20,428,616	13,034	56,318,472	_								_	76,760,
Accounts	, , , , , ,	-,	, ,										.,,
receivable, net of													
allowance	_	_	1,259,079	_								_	1,259,
Accounts													
receivable from													
related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for													
equipment	_	_	100,047	_								_	100,
Digital currency													
assets		18,342	302,576									_	320,
Prepaid expenses													
and other	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
Total other current													
	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,218,
Total Current													
Assets	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,296,
Property, plant and		50 242 243	571 550 055									(15 (14 50 ::	(0) 205
equipment		50,342,913	571,559,052									(15,616,704)	606,285,2
Operating													
lease-right-of-use			10.6										
assets	_		19,961,441	-								_	19,961,
Goodwill		232,587,379	(167,058,249)	(65,529,130)									
Intangible assets,			0.517.024										2.515
net Other personner	_	_	2,517,034	_								_	2,517,
Other noncurrent	2 550 700	(0)	( 727 012										0.2061
assets	2,558,789	(0)	6,737,912										9,296,
	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,
LIABILITIES,													
PREFERRED													
STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses													
and other	199,366	18,136,331	54,186,502									_	72,522,
Deferred revenue	_	_	102,825,369	_								(38,815,469)	64,009,
Derivative warrant													
liabilities													
Operating lease													
liabilities, current			1 100 261										1.100
portion	_	_	1,199,261	_								_	1,199,
Financing lease													
liabilities, current			26.011.026										26.011.
portion			26,011,836										26,011,
Long-term debt,	(559,901,857)		727,414,455										167,512,
current portion	(339,901,837)		121,414,433										107,312,
Total current	(550 702 401)	1(1 550 0(0	000 077 (10	1.750								(102 120 145)	410 (05
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
Operating lease													
liabilities, net of current portion			13,728,314										13,728,
Financing lease	_	_	13,728,314	_									13,726,
liabilities, net of													
current portion	_	_	42,523,915	_								_	42,523,
Long-term debt, net			74,343,713										74,343,
of current portion	568,258,150	_	97,848,137	_								_	666,106,2
Other noncurrent	2 22,200,100		, , , , , , , , , , , , , , , , , , , ,										,,.
liabilities	_	18,084,856	(13,286,427)	(2,587,769)								_	2,210,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
Pre-Petition Subject		177,577,717	_,10,,0,0,000	(=,030,017)								(102,130,143)	_,,_,_,
to Compromise	684,395,370	_	(684,395,370)	_								_	
Total Pre-Petition			(00.,00,010)										
Subject to													
Compromise	684,395,370	_	(684,395,370)										
Preferred stock	00.,070,070		(00.,070,070)										
Common stock	37,478		_	_								_	37,
Additional paid-in	,												,
capital	1,804,012,061	(15,979,141)	2,887,621	_								_	1,790,920,
Accumulated		( ,, -)	, ,										, , , ,
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770,345)								318,476	(2,184,775,
Other													
Comprehensive													
Income	_	_		_								_	
Cumulative													
Translation												,	
Adjustment		46,983										(46,983)	
Total Equity	1,624,267,700	(855,430,852)	(1,101,155,415)	(61,770,345)								271,494	(393,817,
Total Liabilities,												_	
Preferred Stock &													
Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,

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

# MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties			2,562,990								
Equipment sales to customers			2,302,990								_
Equipment sales to customers  Equipment sales to related	_	_	_	_	_	_	_			_	_
parties	_				_	_	_	_			
Digital asset mining income		2,397,650	26,109,867								
Network services and defi	_	2,577,030	20,107,007		_	_	_	_	_	_	_
revenue	_	_	_		_	_	_	_	_	_	
Total Revenue		2,397,650	38,324,275								
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal settlements	_	_	(85,000)	_	_	_	_	_	_	_	_
Gain (loss) from sales of digital											
currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital currency											
assets	_	(25,611)	(265,067)	_	_	_	_	_	_		
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	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing	_	_	(320,809)		_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees	_		986,743	_	_	_	_	_	_	_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
Operating Income (Loss)		(1,051,305)	10,237,358	5,167							
Non-operating income (expense), net:		(1,001,000)	10,207,000	0,107							
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	2,618	_	_	_	_	_	_	_	_
Other non-operating expenses,											
net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items	_	_	(4,058,950)	_	_	_	_	_	_	_	_
Total Non-operating income											
(expense), net:	_	_	(4,056,332)	_	_	_	_		_	_	_
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167							
Income tax expense	_			-,,-		_	_	_	_	_	_
Net Income (Loss)		(1,051,305)	6,181,026	5,167							
(2000)		(-,001,000)	5,101,020	<u> </u>							

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Mining LLC	§ §	Case No. 22-90340						
-		Lead Case No. 22-90341						
Debtor(s)	§	⊠ Jointly Administered						
Monthly Operating Report			Chapter 11					
Reporting Period Ended: 06/30/2023		Petition Date: 12/21/2022						
Months Pending: 6		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	r for relief):	0						
Supporting Documentation (check all that are at	tached):							
(For jointly administered debtors, any required sch	nedules must be provided on a no	n-consolidated basis for each debtor)						
Statement of cash receipts and disbursement Balance sheet containing the summary and o Statement of operations (profit or loss stater 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 reconciliation Description of the assets sold or transferred	detail of the assets, liabilities and ment) s for the reporting period							
/s/ Alfredo R. Pérez		Alfredo R. Pérez						
Signature of Responsible Party		Printed Name of Responsible Party						
07/31/2023 Date		700 Louisiana Street, Suite 1700, Houston, Texas Address	77002					

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.

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
	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 □ 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	
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	
		<u>-</u>	
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
_			
(Not g	l: Income Statement (Statement of Operations) tenerally applicable to Individual Debtors. See Instructions.)	Current Month	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

Part :	5: Professional F	ees and Expenses					
		•		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's p	rofessional fees & expense	s (bankruptcy) Aggregate Total				
	Itemized B	reakdown by Firm					
		Firm Name	Role	1			
	i						
	ii						
	iii						
	iv						
	v						
	vi						
	vii						
	viii						
	ix						
	X						
	xi						
	xii						
	xiii						
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's	professional fees & expenses (no	onbankruptcy) Aggregate Total				
		Breakdown by Firm					
		Firm Name	Role				
	i						
	ii						
	iii						
	iv						
	v						
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	viii						
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	professional fees and expenses (debtor &	:	\$ 0	\$ 0	\$ 0	\$

Part 6: Postpetition Taxes			Month	Cumulative	
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, 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 □	(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 □		

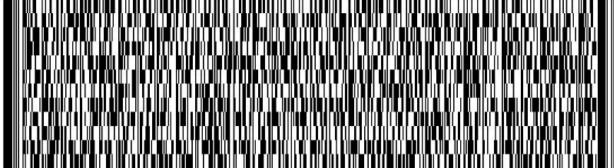
Debtor's Name Core Scientific Mining LLC				Case No. 22-90340			
Par	Part 8: Individual Chapter 11 Debtors (Only)						
a.	Gross income (receipts) from salary and wages	\$		0			
b.	Gross income (receipts) from self-employment	\$		0			
c.	Gross income from all other sources	\$		0			
d.	Total income in 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 ⊠		

#### **Privacy Act Statement**

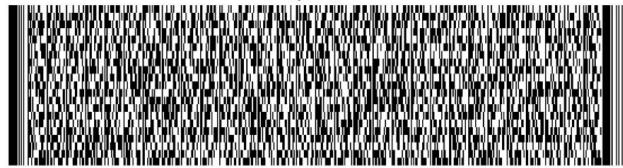
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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>

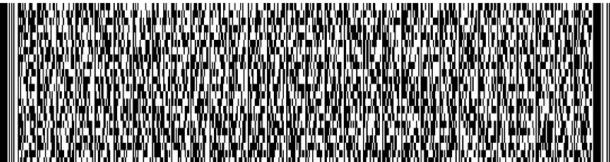
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



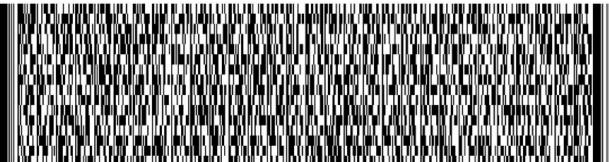
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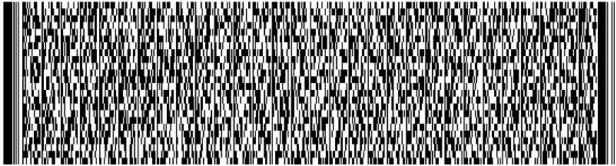
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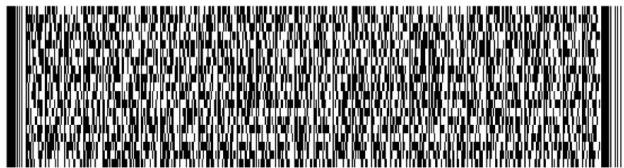
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PageThree



PageFour

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

In re:

\$ Chapter 11

CORE SCIENTIFIC, INC., et al.,

Debtors. 1

\$ (Jointly Administered)

## **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. No 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

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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 2023.
- 4. 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' receipt angement 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## $\underline{MOR}\text{-1: }6/1/2023 \text{ - }6/30/2023$ 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 Bitmain Coupon	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_	_	32,363,386
Sales	242.405	_		_	_	_	_	_	_	_	_	
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
Disbursements												
Suppliers or												
vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42.846	468.178	_	_	_	_	_				511,024
Services	7,143,110	94.963	1,037,649									8,275,722
Financial / Bank	7,145,110	74,703	1,057,047									0,273,722
Fees	_	271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee		271,040	2,700,107									0,207,027
Expense	_	249,025	2,721,073	_	_	_	_	_	_	_	_	2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
Total Disbursements	9,157,079	2,703,440	30,175,030									207,499,086
Not Cook Floor (cook												207,477,000
Net Cash Flow (excl. Internal Transfers)	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Cash Balance	(0,457,005)	(233,000)	3,734,204									(/5/,202)
Beginning of	21 020 505	455.101	55 202 605									
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_								(939,262)
Disbursement Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal	15 101 (11	2 002 024	50 255 115									
Transfers)	15,401,644	2,983,034	58,375,445	_								76,760,123
Bank Cash Balance Beginning of Month	21.839.507	477,181	55.382.697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/	, ,											, ,
Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d. Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	s —	s –	<u>s</u> _	s _	s —	s —	s	s –	\$ 76,760,123
Reversing Disbursement Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_		_	
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance	-											
End of Month	\$20,428,616	<u>\$ 13,034</u>	<u>\$56,318,473</u>	<u>s —</u>	<u>s                                    </u>	<u>s — </u>	<u>s                                      </u>	<u>s — </u>	<u>\$</u>	<u>\$</u>	<u>s — </u>	<u>\$ 76,760,123</u>

(U.S.)	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Scientific Mining	(Oklahoma)		Starboard Capital					T . II
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Co	Total <sup>1</sup>
ASSETS Cash and													
Equivalents	2,066,421	13,034	55,513,449	_								_	57,592,
Restricted Cash	18,362,195	_	805,024	_								_	19,167,
Total Cash	20,428,616	13,034	56,318,472									_	76,760,
Accounts receivable, net of allowance Accounts	_	_	1,259,079	_								_	1,259,
receivable from related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for			100.045										100
equipment Digital currency	_	_	100,047	_								_	100,
assets	_	18,342	302,576	_								_	320,
Prepaid expenses		,	0.0_,0.0										,
and other	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
Total other current	1 925 ((0 421	(1 120 200 721)	((01.254.(45)	12.724									( 210 /
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,218,
Total Current Assets	2,314,659,940	(958 716 428)	(1,079,577,418)	1,172,767								(166,241,947)	111,296,
Property, plant and	2,014,037,740	(730,710,420)	(1,077,377,410)	1,172,707								(100,241,547)	111,270,
equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,285,2
Operating													
lease-right-of-use			10.061.441										10.061
assets Goodwill		232,587,379	19,961,441 (167,058,249)	(65 529 130)									19,961,
Intangible assets,		232,361,319	(107,038,249)	(05,529,150)									
net	_	_	2,517,034	_								_	2,517,
Other noncurrent													
assets	2,558,789	(0)	6,737,912										9,296,
Total Assets	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,
LIABILITIES, PREFERRED STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses and other	199,366	18,136,331	54,186,502	_									72,522,
Deferred revenue	199,300	10,130,331	102,825,369									(38,815,469)	64,009,
Derivative warrant			,,									(00,010,10)	.,,
liabilities	_	_	_	_								_	
Operating lease													
liabilities, current portion			1,199,261										1,199,
Financing lease		_	1,199,201	_								_	1,199,.
liabilities, current portion	_	_	26,011,836	_								_	26,011,
Long-term debt,	(550 001 057)		707 414 455										177.512
current portion	(559,901,857)		727,414,455										167,512,
Total current liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
Operating lease liabilities, net of current portion	(335,762,451)	101,557,500	13,728,314	1,730								(102,100,140)	13,728,
Financing lease			15,720,514									_	15,720,
liabilities, net of													
current portion			42,523,915										42,523,
Long-term debt, net of current portion	568 259 150		97,848,137										666 106
Other noncurrent	568,258,150	_	77,040,137										666,106,2
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,210,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
Pre-Petition Subject	(04 205 255		((04 205 255										
to Compromise	684,395,370		(684,395,370)										
Total Pre-Petition Subject to													
Compromise	684,395,370	_	(684,395,370)	_								_	
Preferred stock			(00.,070,070)	_								_	
Common stock	37,478	_	_	_								_	37,
Additional paid-in	1 004 012 061	(15.070.141)	2 007 (21										1 700 020
capital Accumulated	1,804,012,061	(15,979,141)	2,887,621										1,790,920,
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770.345)								318.476	(2,184,775,
Other	(2.2,.02,000)	(022,120,024)	, , ,	(22, 0,0 10)								220,170	(.,,
Comprehensive													
Income													
Cumulative Translation													
Adjustment	_	46,983	_									(46,983)	
Total Equity	1,624,267,700		(1,101,155,415)	(61,770,345)								271,494	(393,817,
Total Liabilities,	,,,	(322,100,002)	, , , , , , , , , , , , , , , , , , , ,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,									(,02/)
Preferred Stock & Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,

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

## MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from											
customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties			2,562,990								
Equipment sales to			2,302,770								
customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related											
parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,397,650	26,109,867	_	_	_	_	_	_	_	_
Network services and defi		_,_,,,,,,,,									
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275								
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal		(701,020)	10,510,050								
settlements	_	_	(85,000)	_	_	_	_	_	_	_	_
Gain (loss) from sales of			(05,000)								
digital currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital		20,171	01.,510	0,000							
currency assets	_	(25,611)	(265,067)	_	_	_	_	_	_	_	_
Impairment of goodwill and		( - ) -	(, )								
other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property,											
plant and equipment	_	_	_	_				_	_		
Losses on exchange or											
disposal of property, plant											
and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_		(2.45.251)	(1.222)					_		
Research and development	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing General and administrative		(102,656)	(320,809) (7,096,629)	=	_				_		_
Advisor Fees		(102,030)	986,743			_		_		_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
1 8 1		-	10,237,358						_=		
Operating Income (Loss) Non-operating income (expense),	_	(1,051,305)	10,237,358	5,167	_				_		_
net:											
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	2,618	_	_	_	_	_	_	_	_
Other non-operating											
expenses, net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items			(4,058,950)								
Total Non-operating income	_	_	_	<del>-</del>					_		
(expense), net:			(4,056,332)								
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167	_				_		_
Income tax expense											
Net Income (Loss)		(1,051,305)	6,181,026	5,167							

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In I	Re. Core Scientific Operating Company		§					
			§ §					
	Debtor(s)		§	□ Jointly Administered				
Mo	Monthly Operating Report				Chapter 1			
Reporting Period Ended: 06/30/2023				Petition Date: 12/21/2022				
Mo	nths Pending: 6			Industry Classification: 3 3 4 1				
Rep	porting Method:	Accrual Basis		Cash Basis □				
Del	otor's Full-Time Employees (current):			0				
Del	otor's Full-Time Employees (as of date of order f	or relief):		0				
Suj	pporting Documentation (check all that are attac	ched):						
(Fo	r jointly administered debtors, any required sched	dules must be provided on	a no	on-consolidated basis for each debtor)				
	Statement of cash receipts and disbursements Balance sheet containing the summary and det Statement of operations (profit or loss stateme 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 f Description of the assets sold or transferred an	nt)  For the reporting period						
/s/ Alfredo R. Pérez				Alfredo R. Pérez				
Signature of Responsible Party				Printed Name of Responsible Party				
_	31/2023							
Dat	te		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.

De	btor's Name Core Scientific Operating Company		Case No. 22-9	90343
Par	t 1: Cash Receipts and Disbursements	c	urrent Month	Cumulative
a.	Cash balance beginning of month	\$	55,382,697	
b.	Total receipts (net of transfers between accounts)	\$	35,929,320	\$237,391,730
c.	Total disbursements (net of transfers between accounts)	\$	30,175,036	\$ 88,602,590
d.	Cash balance end of month (a+b-c)	\$	61,136,981	
e.	Disbursements made by third party for the benefit of the estate	\$	0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$	30,175,036	\$ 88,602,590
_				
	t 2: Asset and Liability Status t generally applicable to Individual Debtors. See Instructions.)	C	urrent Month	
a.	Accounts receivable (total net of allowance)		-471,675,795	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$	0	
c.	Inventory (Book   Market   Other   (attach explanation))	\$	302,576	
d	Total current assets	\$-1	,079,577,418	
e.	Total assets	\$	-645,860,227	
f.	Postpetition payables (excluding taxes)	\$	116,189,055	
g.	Postpetition payables past due (excluding taxes)	\$	0	
h.	Postpetition taxes payable	\$	3,246,761	
i.	Postpetition taxes past due	\$	0	
j.	Total postpetition debt (f+h)	\$	119,435,816	
k.	Prepetition secured debt	\$	287,115,469	
1.	Prepetition priority debt	\$	1,847,117	
m.	Prepetition unsecured debt	\$	171,508,585	
n.	Total liabilities (debt) (j+k+l+m)	\$	579,906,987	
o.	Ending equity/net worth (e-n)	\$-1	,225,767,214	
Dan	t 3: Assets Sold or Transferred			6 10
a.	Total cash sales price for assets sold/transferred outside the ordinary course of business	\$	urrent Month	\$ 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)	\$	0	\$ 3,036,635
О.	The cash proceeds from assets sold anisotred outside the ordinary course of outsiness (a b)	Ψ		φ 3,030,033
Par	t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)	C	urrent Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$	38,324,275	Cumulative
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$	21,408,882	
c.	Gross profit (a-b)	\$	16,915,393	
d.	Selling expenses	\$	320,809	
e.	General and administrative expenses	\$	7.096,629	
f.	Other expenses	\$	-741,492	
g.	Depreciation and/or amortization (not included in 4b)	\$	0	
h.	Interest	\$	-2,618	
i.	Taxes (local, state, and federal)	\$	0	
j.	Reorganization items	\$	4,058,950	
k.	Profit (loss)	\$	6,181,026	\$ 33,834,016
	· /	<u> </u>	-, -,	, ,

	sional Fees and Expenses		Approved Current Month	Approved Cumulative \$212,975	Paid Current Month	Paid Cumulative
Debtor	's professional fees & expenses	s (bankruptcy) Aggregate Total	\$0	\$212,975	\$0	\$212,975
Itemize	ed Breakdown by Firm					
	Firm Name	Role				
i	Stretto, Inc	Other	\$0	\$212,975	\$0	\$212,975
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's	professional fees & expenses (no	nbankruptcy) Aggregate Total	\$433,091	\$2,765,497	\$554,698	\$2,210,567
	Itemized	Breakdown by Firm					
		Firm Name	Role				
	i	Fishman Stewart PLLC	Local Counsel	\$50,112	\$145,525	\$12,848	\$58,716
	ii	Frost Brown Todd Attorneys LLOther		\$3,217	\$25,447	\$4,442	\$22,230
	iii	Horne LLP	Other	\$4,100	\$9,788	\$4,260	\$8,188
	iv	Marcum LLP	Other	\$103,000	\$1,145,959	\$0	\$929,659
	V	Quinn Emanuel Urquhart & Sul Other		\$98,006	\$397,048	\$218,778	\$250,920
	vi	Alston and Bird LLP	Other	\$21,366	\$202,463	\$21,366	\$192,014
	vii	Carey Olsen Cayman Limited	Other	\$0	\$0	\$0	\$2,239
	viii	Murphy and Grantland PA	Other	\$0	\$480	\$0	\$0
	ix	Parker Poe	Other	\$0	\$2,096	\$0	\$2,096
	х	Morgan, Lewis & and Blockius Other		\$0	\$0	\$51,314	\$51,314
	xi	Deloitte & Touche LLP	Other	\$143,500	\$826,900	\$231,900	\$683,400
	xii	Ernst and Young US LLP	Other	\$9,632	\$9,632	\$9,632	\$9,632
	xiii	Hall, Estill, Hardwick, Gable, GOther		\$160	\$160	\$160	\$160
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All professional fees and expenses (debtor & committees)	\$433,091	\$2,975,972	\$554,698	\$2,423,542

Del	otor's Name Core Scientific Operating Company	Ca	Case No. 22-90343			
Par	t 6: Postpetition Taxes			Cui	rrent Month	Cumulative
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$ 65,977
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$ 0
c.	Postpetition employer payroll taxes accrued			\$	58,400	\$ 394,526
d.	Postpetition employer payroll taxes paid			\$	150,668	\$1,029,821
e.	Postpetition property taxes paid			\$	0	\$ 17,284
f.	Postpetition other taxes accrued (local, state, and federal)			\$	3,556	\$ -12,381
g.	Postpetition other taxes paid (local, state, and federal)			\$	-416,267	\$ -422,457
_				_		
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?	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 Instructions)
	Casualty/property insurance? Yes	Yes ⊠	No □			
	If yes, are your premiums current? Yes	Yes ⊠	No □	N/A □	(if no, see	e Instructions)
	General liability insurance? Yes	Yes ⊠	No □			
	If yes, are your premiums current? Yes	Yes ⊠	No □	N/A □	(if no, see	e 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 Yes set forth under 28 U.S.C. § 1930?	Yes ⊠	No □			

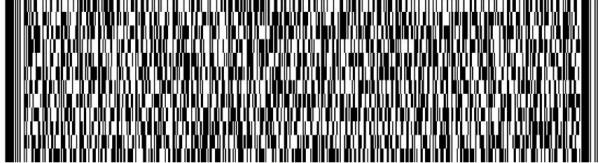
De	btor's Name Core Scientific Operating Company	Case No. 22-90343			
Par	t 6: Postpetition Taxes				
a.	Gross income (receipts) from salary and wages	\$	0		
b.	Gross income (receipts) from self-employment	\$	0		
c.	Gross income from all other sources	\$	0		
d.	Total income in the reporting period (a+b+c)	\$	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. m.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? If yes, have you made all Domestic Support Obligation payments?	Yes □ Yes □	No ⊠ No □	N/A ⊠	

#### **Privacy Act Statement**

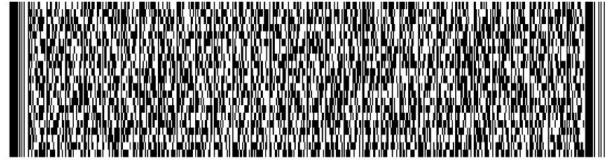
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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.

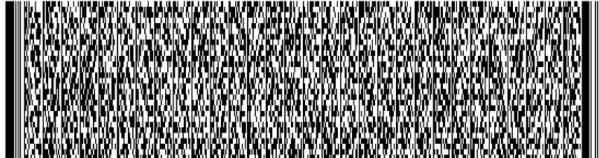
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



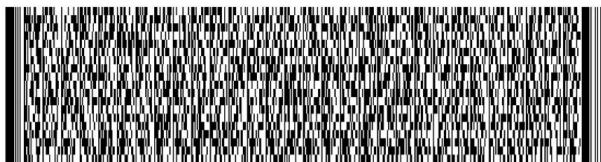
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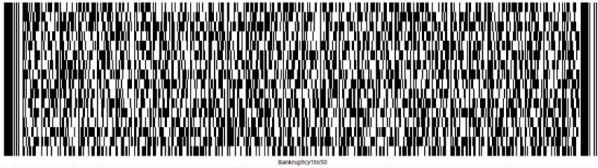
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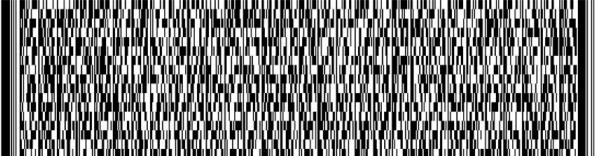


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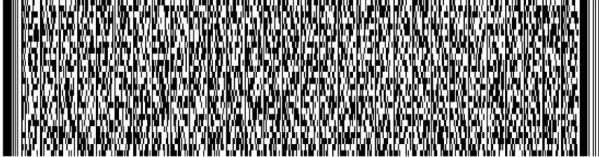


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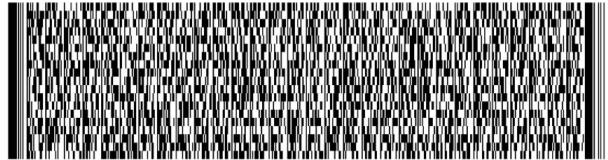
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PageFour

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

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

#### MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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

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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filling. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## MOR-1: 6/1/2023 - 6/30/2023 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 Bitmain Coupon	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_	_	32,363,386
Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320		_	_	_	_	_	_	_	41,156,892
Disbursements												
Suppliers or vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental		42.846	468.178	_								511,024
Services	7,143,110	94,963	1,037,649									8,275,722
Financial / Bank	7,145,110	74,703	1,037,047		_	_	_	_	_		_	0,273,722
Fees	_	271,640	2,968,187	_								3,239,827
Employee		271,040	2,700,107									3,237,627
Expense	_	249,025	2,721,073	_	_	_	_	_	_	_	_	2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
Total Disbut schichts	3,137,073	2,705,440	30,173,030									207,499,086
Net Cash Flow (excl.												201,155,000
Internal Transfers)	(6.437.863)	(255,683)	5,754,284									(939,262)
Cash Balance	(0,437,603)	(233,003)	3,734,204							-		(737,202)
Beginning of												
Month	21,839,507	477.181	55,382,697									77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284									(939,262)
Disbursement	(0,437,803)	(233,003)	3,734,204									()3),202)
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal												
Transfers)	15,401,644	2,983,034	58,375,445	_								76,760,123
Bank Cash Balance Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
MOR Part 1 d.												
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	<u>\$</u>	<u> </u>	<u> </u>	<u>s</u> —	<u>s</u> —	<u>s</u> —	<u> </u>	<u> </u>	\$ 76,760,123
Reversing Disbursement Allocation		2,761,536	(2,761,536)	_					_		_	
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance												
End of Month	\$20,428,616	\$ 13,034	<u>\$56,318,473</u>	<u>s —</u>	<u>s                                    </u>	<u>\$</u>	<u>\$</u>	<u>\$ —\$</u>		<u> </u>	<u>s</u>	\$ 76,760,123

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

	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Scientific Mining	(Oklahoma)	Acquisition,		RADAR		American Property Acquisitions VII,	Elimination	
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	LLC	LLC	Co	Tota
ASSETS													
Cash and Equivalents	2,066,421	13,034	55,513,449	_								_	57,5
Restricted Cash	18,362,195	15,054	805,024	_								_	19,1
Total Cash	20,428,616	13,034	56,318,472										76,7
Accounts receivable, net of		,											
allowance	_	_	1,259,079	_								_	1,2
Accounts receivable from related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for equipment	_	_	100,047	_								_	1
Digital currency			100,047										
assets	_	18,342	302,576	_								_	3
Prepaid expenses and other		22,933,301	26 621 020									(22 027 271)	26.6
Total other current	_	22,933,301	26,631,928	_								(22,927,271)	26,6
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734								_	6,2
Total Current													
Assets	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,2
Property, plant and equipment		50,342,913	571,559,052									(15,616,704)	606,2
Operating	_	30,342,913	371,339,032									(13,010,704)	000,2
lease-right-of-use													
assets	_	_	19,961,441	(167.050.240)								_	19,9
Goodwill		232,587,379		(167,058,249) (65,529,130)									
Intangible assets,	_	232,361,319		(03,329,130)								<del>-</del>	
net	_	_	2,517,034	_								_	2,5
Other noncurrent	2 550 700	(0)	6 727 012										0.2
assets	2,558,789	(0)	6,737,912	(645 960 227)									9,2
Total Assets	2,317,218,729	(675,786,136)		(645,860,227) (64,356,364)								(181,858,651)	749,3
LIABILITIES,	2,017,210,722	(070,700,100)		(01,000,001)								(101,000,001)	, ,,,,,
PREFERRED													
STOCK & EQUITY	_	143,423,529	07 220 105	1.750								(142.214.676)	07.2
Accounts Payable Accrued expenses	_	143,423,329	87,239,195	1,750								(143,314,676)	87,3
and other	199,366	18,136,331	54,186,502	_								_	72,5 64,0
Deferred revenue	_	_	102,825,369	_								(38,815,469)	64,0
Derivative warrant liabilities		_	_	_									
Operating lease	_	_	_	_								<del>-</del>	
liabilities, current													
portion	_	_	1,199,261	_								_	1,1
Financing lease liabilities, current													
portion	_	_	26,011,836	_								_	26,0
Long-term debt,													
current portion	(559,901,857)		727,414,455										167,5
Total current liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,6
Operating lease	(33),702,491)	101,557,000	<i>&gt;&gt;</i> 0,070,01>	1,750								(102,100,140)	410,0
liabilities, net of													
current portion	_	_	13,728,314	_								_	13,7
Financing lease liabilities, net of													
current portion			42,523,915	_									42,5
Long-term debt, net			07.040.127										666.1
of current portion Other noncurrent	208,238,130	_	97,848,137	_								_	666,1
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,2
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,1
Pre-Petition Subject			(50.4.20.5.250)										
to Compromise	684,395,370		(684,395,370)										
Total Pre-Petition Subject to													
Compromise	684,395,370	_	(684,395,370)	_								_	
Preferred stock													
Common stock	37,478	_	_	_								_	
Additional paid-in capital	1,804,012,061	(15,979,141)	2,887,621	_								_	1,790,9
Accumulated													1,,,,0,,,
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770,345)								318,476	(2,184,7
Other Comprehensive													
Income	_	_	_	_								_	
Cumulative													
Translation		46,003										(46,002)	
Adjustment	1,624,267,700	46,983 (855,430,852)	(1,101,155,415)	(61 770 245)								(46,983) 271,494	(393,8
Total Equity Total Liabilities,	1,024,20/,/00	(000,400,802)	(1,101,155,415)	(01, / /0,345)								4/1,494	(393,8
Preferred Stock &				(645,860,227)									
Equity	2,317,218,729	(675,786,136)		(64,356,364)								(181,858,651)	749,3

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

## MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from											
customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	2,562,990	_	_	_	_	_	_	_	_
Equipment sales to customers		_		_			_	_			_
Equipment sales to related											
parties	_	2,397,650	26,109,867				_			_	_
Digital asset mining income Network services and defi	_	2,397,030	20,109,007	_	_	_	_		_	_	_
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275	_							
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
		(951,526)	10,915,393								
Gain (loss) on legal settlements Gain (loss) from sales of			(85,000)	_	_	_	_			_	_
digital currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(25,611)	(265,067)	_	_	_	_	_	_	_	_
Impairment of goodwill and		(23,011)	(203,007)								
other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property,											
plant and equipment	_	_	_	_		_	_	_	_	_	_
Losses on exchange or											
disposal of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_					_	_	_	_	_	_
Research and development	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing General and administrative	_	(102 (56)	(320,809)	=	_						_
Advisor Fees		(102,656)	986,743			_	_	_	_	_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
				5,167							
Operating Income (Loss) Non-operating income (expense),		(1,051,305)	10,237,358	5,167	_	_	_		_	_	_
net:											
Loss on debt extinguishment Interest expense, net			2,618		_				_		_
Other non-operating			2,010		_	_	_	_	_	_	_
expenses, net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items	_	_	(4,058,950)	_	_	_	_	_	_	_	_
Total Non-operating income											
(expense), net:	_	_	(4,056,332)	_	_	_	_	_	_	_	_
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167							_
Income tax expense											
Net Income (Loss)		(1,051,305)	6,181,026	5,167							

## Core Scientific Operating Company

## MOR-5: 6/1/2023 - 6/30/2023 Payments to Insiders

Name	Title	Date	Amount	Description
Mike Levitt	Chief Executive Officer	6/4/2023	\$ 2,307.69	Base Salary
Mike Levitt	Chief Executive Officer	6/18/2023	\$ 2,307.69	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	6/4/2023	\$11,538.46	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	6/18/2023	\$11,538.46	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	6/2/2023	\$ 12.00	Expense Reimbursement
Darin Feinstein	Executive Vice President, Strategy	6/4/2023	\$ 2,307.69	Base Salary
Darin Feinstein	Executive Vice President, Strategy	6/18/2023	\$ 2,307.69	Base Salary
Darin Feinstein	Executive Vice President, Strategy	6/2/2023	\$ 3,132.98	Expense Reimbursement
Darin Feinstein	Executive Vice President, Strategy	6/30/2023	\$ 4,004.05	Expense Reimbursement
Todd DuChene	Chief Legal Officer	6/4/2023	\$19,230.77	Base Salary
Todd DuChene	Chief Legal Officer	6/18/2023	\$19,230.77	Base Salary
Adam Sullivan	President	6/1/2023	\$ 6,250.00	Relocation Expense
Adam Sullivan	President	6/29/2023	\$31,412.00	Relocation Expense
Adam Sullivan	President	6/4/2023	\$19,230.77	Base Salary
Adam Sullivan	President	6/18/2023	\$19,230.77	Base Salary

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Acquired Mining LL		Case No. 22-90342	
	§ §	Lead Case No. 22-90341	
Debtor(s)	§		
Monthly Operating Report			Chapter 11
Reporting Period Ended: 06/30/2023		Petition Date: 12/21/2022	
Months Pending: 6		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 relief):	0	
Supporting Documentation (check all that	t are attached):		
Supporting Documentation (check all that (For jointly administered debtors, any requ	,	n non-consolidated basis for each debtor)	
	ired schedules must be provided on a sements y and detail of the assets, liabilities is statement)	and equity (net worth) or deficit	
For jointly administered debtors, any requ  Statement of cash receipts and disbut  Balance sheet containing the summan  Statement of operations (profit or los  Accounts receivable aging  Postpetition liabilities aging  Statement of capital assets  Schedule of payments to professiona  Schedule of payments to insiders  All bank statements and bank reconc  Description of the assets sold or trans  (s/Alfredo R. Pérez	ired schedules must be provided on a sements y and detail of the assets, liabilities is statement)	and equity (net worth) or deficit	
For jointly administered debtors, any requestions. Statement of cash receipts and disbured Balance sheet containing the summare Statement of operations (profit or los Accounts receivable aging Postpetition liabilities aging Statement of capital assets Schedule of payments to professional Schedule of payments to insiders All bank statements and bank recond Description of the assets sold or trans	ired schedules must be provided on a sements y and detail of the assets, liabilities is statement)	and equity (net worth) or deficit	
For jointly administered debtors, any requ  Statement of cash receipts and disbut  Balance sheet containing the summan  Statement of operations (profit or los  Accounts receivable aging  Postpetition liabilities aging  Statement of capital assets  Schedule of payments to professiona  Schedule of payments to insiders  All bank statements and bank reconc  Description of the assets sold or trans  (s/Alfredo R. Pérez	ired schedules must be provided on a sements y and detail of the assets, liabilities is statement)	and equity (net worth) or deficit  ansfer  Alfredo R. Pérez	

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.

De	otor's Name Core Scientific Acquired Mining LLC	Case No. 22-90	0342
Par	t 1: Cash Receipts and Disbursements	Current Month	Cumulative
a.	Cash balance beginning of month	\$ 477,181	
b.	Total receipts (net of transfers between accounts)	\$ 2,507,757	\$16,459,992
c.	Total disbursements (net of transfers between accounts)	\$ 2,763,440	\$ 7,480,077
d.	Cash balance end of month (a+b-c)	\$ 221,498	
e.	Disbursements made by third party for the benefit of the estate	\$ 0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$ 2,763,440	\$ 7,480,077
Par	t 2: Asset and Liability Status		
	generally applicable to Individual Debtors. See Instructions.)	Current Month	
a.	Accounts receivable (total net of allowance)	\$ 146,527,625	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
c.	Inventory (Book   Market □ Other □ (attach explanation))	\$ 18,342	
d	Total current assets	\$-958,716,428	
e.	Total assets	\$-675,786,136	
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	
o.	Ending equity/net worth (e-n)	\$-675,786,136	
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
Par	t 4: Income Statement (Statement of Operations)		
(No	t generally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$ 2,397,650	
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 3,349,178	
c.	Gross profit (a-b)	\$ -951,528	
d.	Selling expenses	\$ 0	
e.	General and administrative expenses	\$ 102,656	
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)	\$ -1,051,305	\$-4,464,940

Par	t 5: Profes	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	1 37 00 0				
		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.	All professional fees and expenses (debtor &	commuees)	\$ 0	\$ 0	\$ 0	\$ 0

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
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 □	No ⊠				
	yes, see Instructions)						
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	Instruct	ions)
	Casualty/property insurance?	Yes ⊠	No □				
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, see	Instruct	ions)
	General liability insurance?	Yes ⊠	No □				
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, see	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 □				

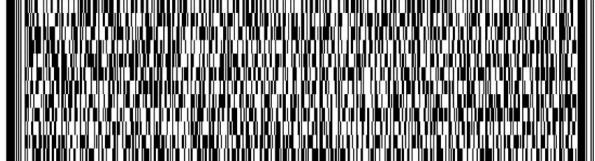
De	otor's Name Core Scientific Acquired Mining LLC	Cas	se No. 22-90342	
Par	t 8: Individual Chapter 11 Debtors (Only)			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting 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 $\square$ N/A $\boxtimes$	

#### **Privacy Act Statement**

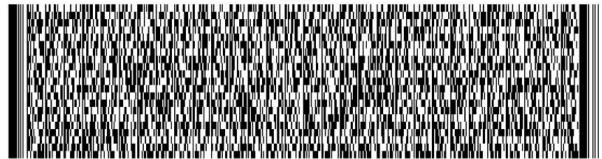
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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).

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.

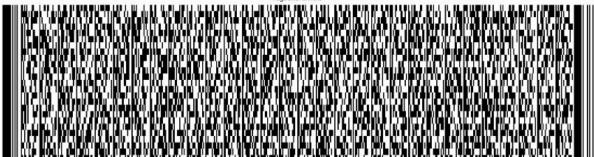
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



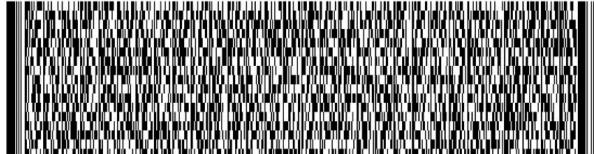
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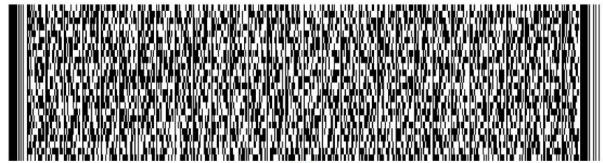
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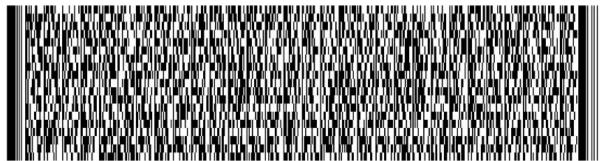
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PageThree



PageFour

## 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. 1 \$ (Jointly Administered)

#### **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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

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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## $\underline{MOR-1:6/1/2023-6/30/2023\ SCHEDULE\ OF\ CASH\ RECEIPTS\ AND\ DISBURSEMENTS}$

<b>Description</b>	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 Bitmain Coupon Sales	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_	_	32,363,386
Other Receipts	243,495	1,904	8,548,107	_	_	_	_	_	_	_	_	8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320									41,156,892
Total Receipts	2,717,010	2,301,731	33,727,320									41,130,072
Disbursements												
Suppliers or vendors	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Taxes /		12.046	460 170									511.024
Governmental Services	7 142 110	42,846 94,963	468,178 1.037.649			_	_	_		_	_	511,024
	7,143,110	94,963	1,037,649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank		271 (40	2.060.107									2 220 025
Fees	_	271,640	2,968,187			_			_	_	_	3,239,827
Employee		240.025	2 721 072									2 050 000
Expense		249,025	2,721,073									2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036	_	_	_			_	_	_	42,096,155
												207,499,086
Net Cash Flow (excl. Internal Transfers)	(6,437,863)	(255,683)	5,754,284									(939,262)
Cash Balance Beginning of Month Net Cash Flow	21,839,507 (6,437,863)	477,181 (255,683)	55,382,697 5,754,284	_	_	_	_	_	_	_	_	77,699,385 (939,262)
Disbursement	(0,437,803)	(233,083)	3,734,284									(939,202)
Allocation		2,761,536	(2,761,536)									
Cash Balance End	_	2,/01,330	(2,/01,330)	_	_	_	_	_	_	_	_	_
of Month (excl. Internal Transfers)		2,983,034	58,375,445	_	_	_	_	_	_	_	_	76,760,123
Bank Cash Balance Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d.												
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	s —	s —	s —	s —	s —	s —	s —	<b>s</b> —	\$ 76,760,123
Reversing Disbursement Allocation Internal Transfers	5 026 072	2,761,536	(2,761,536)			_		_	_		_	_
Cash Balance	5,026,972	(2,970,000)	(2,056,972)		_	_	_	_		_	_	_
	<u>\$20,428,616</u>	<u>\$ 13,034</u>	\$56,318,473	<u>s —</u>	<u>s                                    </u>	<u>s                                      </u>	<u> </u>	<u>s                                    </u>	<u>s                                    </u>	<u>s                                      </u>	<u>s — </u>	\$ 76,760,123

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

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar	Core Scientific Mining	(Oklahoma)	Acquisition,	Starboard Capital	RADAR	American Property Acquisitions I,	American Property Acquisitions VII,		
(US \$) ASSETS	Inc.	LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	LLC	LLC	Co	Tot
Cash and Equivalents	2,066,421	13,034	55,513,449										57,
Restricted Cash	18,362,195	15,034	805,024										19,
Total Cash	20,428,616	13,034	56,318,472										76,
Accounts													
receivable, net of allowance Accounts	_	_	1,259,079	_								_	1,
receivable from													
related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for equipment	_	_	100,047	_								_	
Digital currency													
assets	_	18,342	302,576	_								_	
Prepaid expenses and other	_	22,933,301	26,631,928									(22,927,271)	26,
Total other current		22,755,501	20,031,720									(22,727,271)	20,
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,
Total Current	2 214 650 040	(050 517 420)	(1.050.555.410)	1 172 767								(1(( 241 047)	
Assets Property, plant and	2,314,659,940	(958,/10,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,
equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,
Operating													
lease-right-of-use assets			19,961,441										19,
Goodwill	_	232,587,379	(167,058,249)	(65.529.130)									17,
Intangible assets,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		(,,									
net	_	_	2,517,034	_								_	2,
Other noncurrent assets	2,558,789	(0)	6,737,912	_								_	9,
Total Assets	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,
LIABILITIES,													
PREFERRED													
STOCK & EQUITY Accounts Payable		143,423,529	87,239,195	1,750								(143,314,676)	87,
Accrued expenses	_	143,423,329	67,239,193	1,730								(143,314,070)	07,
and other	199,366	18,136,331	54,186,502	_								_	72, 64,
Deferred revenue	_	_	102,825,369	_								(38,815,469)	64,
Derivative warrant liabilities	_	_	_	_								_	
Operating lease													
liabilities, current			1 100 261										
portion Financing lease	_	_	1,199,261	_								_	1,
liabilities, current													
portion			26,011,836									_	26,
Long-term debt, current portion	(559,901,857)		727,414,455										167,
Total current	(339,901,837)		121,414,433										107,
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,
Operating lease	, , , ,		, ,	1								, , , ,	
liabilities, net of current portion			12 729 214										13,
Financing lease	_	_	13,728,314	_								_	13,
liabilities, net of													
current portion			42,523,915										42,
Long-term debt, net of current portion	568,258,150	_	97,848,137	_								_	666,
Other noncurrent	2 2 2 , 2 2 0 , 1 3 0												,
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,
Pre-Petition Subject to Compromise	684,395,370	_	(684,395,370)	_								_	
Total Pre-Petition			(55.,575,570)										
Subject to													
Compromise Preferred stock	684,395,370	_	(684,395,370)	_								_	
Common stock	37,478												
Additional paid-in													
capital	1,804,012,061	(15,979,141)	2,887,621	_									1,790,
Accumulated deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770.345)								318,476	(2,184,
Other	(1.2,.01,030)	(00),100,004)	(-,101,010,007)	(01,770,043)								210,470	(=,104,
Comprehensive													
Income Cumulative	_		_									_	
Translation													
Adjustment		46,983										(46,983)	
Total Equity	1,624,267,700	(855,430,852)	(1,101,155,415)	(61,770,345)								271,494	(393,
Total Liabilities, Preferred Stock &													
Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356.364)								(181,858,651)	749,
		, , ,	, , , , , , ,									, , ,	

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

## MOR-3: 6/1/2023 - 6/30/2023 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										,	
(dollars in thousands)											
Hosting revenue from											
customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	2,562,990	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,397,650	26,109,867	_	_	_	_	_	_	_	_
Network services and defi revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275								
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal		(731,320)	10,913,393								
settlements			(85,000)								
Gain (loss) from sales of			(05,000)								_
digital currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital		20,471	547,570	0,500							
currency assets	_	(25,611)	(265,067)		_	_	_	_	_	_	_
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	_	_	(245,251)	(1.333)	_	_	_	_	_	_	_
Sales and marketing	_	_	(320,809)		_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees			986,743								
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
Operating Income (Loss)	_	(1,051,305)	10,237,358	5,167			_			_	_
Non-operating income (expense), net:											
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	2,618	_	_	_	_	_	_	_	_
Other non-operating											
expenses, net			(4.050.050)	_			_		_	_	_
Reorganization items			(4,058,950)								
Total Non-operating income (expense), net:			(4,056,332)								
Income (loss) before income taxes	_	(1,051,305)	6,181,026	5,167	_	_	_	_	_	_	_
Income tax expense											
Net Income (Loss)		(1,051,305)	6,181,026	5,167							
		_	_	_	_		_		_		_

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Radar Relay, Inc.	<b>§</b>	Case No. 22-90344				
	§ §	Lead Case No. 22-90341				
Debtor(s)	§	☑ Jointly Administered				
Monthly Operating Report			Chapter 1			
Reporting Period Ended: 06/30/2023		Petition Date: 12/21/2022				
Months Pending: 6		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	of order for relief):	0				
Supporting Documentation (check all tha	t are attached):					
(For jointly administered debtors, any requi	ired schedules must be provided on	a non-consolidated basis for each debtor)				
Statement of cash receipts and disbure Balance sheet containing the summar Statement of operations (profit or loss Accounts receivable aging Postpetition liabilities aging Statement of capital assets Schedule of payments to professional Schedule of payments to insiders All bank statements and bank reconciding Description of the assets sold or trans	y and detail of the assets, liabilities statement)  Is  Iliations for the reporting period					
/s/ Alfredo R. Pérez		Alfredo R. Pérez				
Signature of Responsible Party		Printed Name of Responsible Party				
07/31/2023			_			
Date		700 Louisiana Street, Suite 1700, Houston, Texas 7700 Address	12			
		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.

Debtor's Name Radar Relay, Inc.	se No. 22-90344
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Par	t 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
	t 2: Asset and Liability Status t generally applicable to Individual Debtors. See Instructions.)	Current Month	
a.	Accounts receivable (total net of allowance)	\$ 1,160,033	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
c.	Inventory ( Book ⋈ Market □ Other □ (attach explanation))	\$ 0	
d	Total current assets	\$ 1,172,767	
e.	Total assets	\$-64,356,364	
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	
		\$ 0	
m.	Total liabilities (debt) (j+k+l+m)	\$ 0	
n.	· / • /	\$-64,356,364	
0.	Ending equity/net worth (e-n)	\$-04,330,304	
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
	·		
Par	t 4: Income Statement (Statement of Operations) t generally applicable to Individual Debtors. See Instructions.)	Comment Manual	C
a.	Gross income/sales (net of returns and allowances)	\$ 0	Cumulative
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0	
c.	Gross profit (a-b)	\$ 0	
d.	• • • •	\$ 0	
e.	General and administrative expenses	\$ 0	
f.	Other expenses	\$ 1,333	
	•	\$ 1,333	
g. h.	Depreciation and/or amortization (not included in 4b)  Interest	\$ 0	
		\$ 0	
i.	Taxes (local, state, and federal)		
j.	Reorganization items	\$ 0 \$ 5.167	0 52 660
k.	Profit (loss)	\$ 5,167	\$ -53,669

	al Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulativ
Debtor's r	professional fees & expenses	(bankruptcy) Aggregate Total	Current World	Cumulative	Wolter	Cumulativ
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's	professional fees & expenses	(nonbankruptcy) Aggregate Total				
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c.	All profession	nal fees and expenses (debtor & comm	nittees)	\$ 0	\$ 0	\$ 0	\$ 0
					-	•	

Debtor's Name Radar Relay, Inc.	Case No. 22-90344
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Part	6: Postpetition Taxes			Current M	lonth	Cumulative	
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
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 □				
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 □	$N/A \boxtimes$			
i.	Do you have: Worker's compensation insurance?	Yes ⊠	No □				
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, see	Instruction	ons)
	Casualty/property insurance?	Yes ⊠	No □				
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, see	Instruction	ons)
	General liability insurance?	Yes ⊠	No □				

Yes  $\boxtimes$  No  $\square$  N/A  $\square$  (if no, see Instructions)

Yes ⊠ No □ Yes ⊠

No □ Yes ⊠ No □

If yes, are your premiums current?

Has a plan of reorganization been filed with the court?
Has a disclosure statement been filed with the court?
Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?

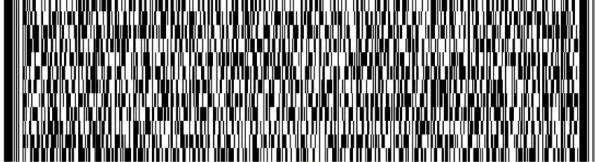
De	otor's Name Radar Relay, Inc.	Case No. 22-90344			
Par	t 8: Individual Chapter 11 Debtors (Only)				
a.	Gross income (receipts) from salary and wages	\$	0		
b.	Gross income (receipts) from self-employment	\$	0		
c.	Gross income from all other sources	\$	0		
d.	Total income in the reporting period (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**

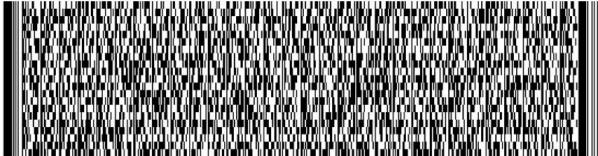
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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).

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.

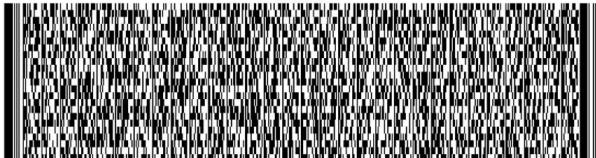
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



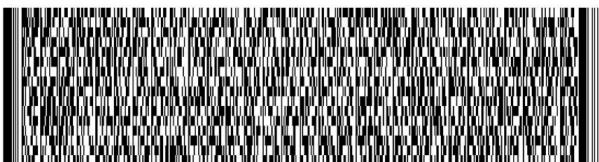
PageOnePartOn



Page One Part Two



Page Two PartOne



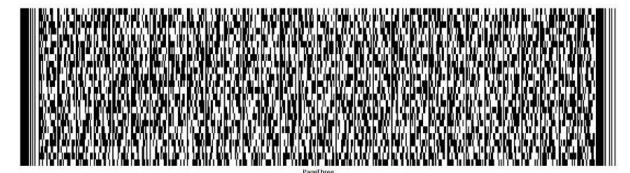
PageTwo PartTwo

Bankruptcy1to50

Bankruptcy51to100

NonBankruptcyl to 50

NonBankruptcy51to100



PageFour

#### 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.1	§ (Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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

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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filling. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## MOR-1: 6/1/2023 - 6/30/2023 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 Bitmain Coupon	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_	_	32,363,386
Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
D'-1												
Disbursements Suppliers or vendors	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Taxes /												
Governmental	7.142.110	42,846	468,178						_			511,024
Services Financial / Bank	7,143,110	94,963	1,037,649	_	_	_	_	_	_	_	_	8,275,722
Financiai / Bank Fees		271,640	2,968,187	_								3,239,827
Employee		2/1,040	2,700,107			_					_	3,239,627
Expense	_	249,025	2,721,073	_	_	_	_	_	_	_	_	2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
Total Disbui schichts	2,137,072	2,700,440	50,175,050									207,499,086
Net Cash Flow (excl.												
Internal Transfers)	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Cash Balance	(0,101,000)	(						_				(202,202)
Beginning of												
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Disbursement												
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal Transfers)	15,401,644	2,983,034	58,375,445	_	_	_	_	_	_	_	_	76,760,123
Bank Cash Balance Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/		ŕ										
Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d. Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	<u>s  — </u>	<u>s                                    </u>	<u>s</u>	<u>s</u> —	<u>s – </u>	<u>s</u> _	<u>s</u>	<u>s</u>	\$ 76,760,123
Reversing Disbursement Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$20,428,616	<u>\$ 13,034</u>	<u>\$56,318,473</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>	<u>\$ 76,760,123</u>

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

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar		(Oklahoma)	Acquisition,		RADAR		American Property , Acquisitions VII,		
(US \$)	Inc.	LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	LLC	LLC	<u>Co</u>	Tota
ASSETS Cash and													
Equivalents	2,066,421	13,034	55,513,449	_								_	57,5
Restricted Cash	18,362,195	-	805,024	_								_	19,1
Total Cash	20,428,616	13,034	56,318,472										76,7
Accounts													
receivable, net of allowance Accounts	_	_	1,259,079	_								_	1,2
receivable from related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for												` ' ' '	
equipment	_	_	100,047	_								_	1
Digital currency assets		18,342	302,576	_								_	3
Prepaid expenses		10,542	302,370										,
and other	_	22,933,301	26,631,928	_								(22,927,271)	26,6
Total other current													
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,2
Total Current Assets Property, plant and	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,2
equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,2
Operating lease-right-of-use		2 0,0 12,2 12										(10,010,101)	
assets	_		19,961,441									_	19,9
Goodwill Intangible assets,	_	232,587,379	(167,058,249)	(65,529,130)								_	
net	_	_	2,517,034	_								_	2,5
Other noncurrent			2,517,051										2,0
assets	2,558,789	(0)	6,737,912										9,2
Total Assets	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,3
LIABILITIES,													
PREFERRED													
STOCK & EQUITY Accounts Payable		143,423,529	97 220 105	1.750								(1/12/21/1676)	97.2
Accrued expenses	_	143,423,329	87,239,195	1,750								(143,314,676)	87,3
and other	199,366	18,136,331	54,186,502	_								_	72,5
Deferred revenue	_	· ·	102,825,369	_								(38,815,469)	64,0
Derivative warrant													
liabilities Operating lease													
liabilities, current													
portion	_	_	1,199,261	_								_	1,1
Financing lease													
liabilities, current													
portion Long-term debt,	_	_	26,011,836										26,0
current portion	(559,901,857)	_	727,414,455	_								_	167,5
Total current	(000,000,000,000,000,000,000,000,000,00												
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,6
Operating lease liabilities, net of current portion	_		13,728,314										13,7
Financing lease			15,720,514										13,7
liabilities, net of													
current portion	_		42,523,915										42,5
Long-term debt, net	568,258,150		07 949 127										666,1
of current portion Other noncurrent	300,230,130	_	97,848,137									_	000,1
liabilities	_	18,084,856	(13,286,427)	(2,587,769)								_	2,2
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,1
Pre-Petition Subject				, , ,								,	
to Compromise	684,395,370		(684,395,370)										
Total Pre-Petition													
Subject to Compromise	684,395,370		(684,395,370)										
Preferred stock			(001,373,370)										
Common stock	37,478	_	_	_								_	
Additional paid-in													
capital	1,804,012,061	(15,979,141)	2,887,621										1,790,9
Accumulated deficit	(179,781,838)	(839,498 694)	(1,104,043,037)	(61,770 345)								318,476	(2,184,7
Other	(177,701,030)	(057, 170, 074)	(1,104,045,05/)	(01,770,043)								310,470	(2,104,/
Comprehensive													
Income		_	_									_	
Cumulative													
Translation Adjustment		46,983										(46,983)	
Total Equity	1,624,267,700		(1,101,155,415)	(61.770 345)								271,494	(393,8
Total Liabilities,	1,027,207,700	(000,400,002)	(1,101,133,713)	(01,770,043)								2/1,7/4	(0)0,0
Preferred Stock &													
Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,3

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

## MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from											
customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	2,562,990	_	_	_	_	_	_	_	_
Equipment sales to customers		_		_			_	_			_
Equipment sales to related											
parties	_	2,397,650	26,109,867				_			_	_
Digital asset mining income Network services and defi	_	2,397,030	20,109,007	_	_	_	_		_	_	_
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275	_							
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
		(951,526)	10,915,393								
Gain (loss) on legal settlements Gain (loss) from sales of			(85,000)	_	_	_	_			_	_
digital currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(25,611)	(265,067)	_	_	_	_	_	_	_	_
Impairment of goodwill and		(23,011)	(203,007)								
other intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property,											
plant and equipment	_	_	_	_		_	_	_	_	_	_
Losses on exchange or											
disposal of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_					_	_	_	_	_	_
Research and development	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing General and administrative	_	(102 (56)	(320,809)	=	_						_
Advisor Fees		(102,656)	986,743			_	_	_	_	_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
				5,167							
Operating Income (Loss) Non-operating income (expense),		(1,051,305)	10,237,358	5,167	_	_	_		_	_	_
net:											
Loss on debt extinguishment Interest expense, net			2,618		_				_		_
Other non-operating		_	2,010		_	_	_	_	_	_	_
expenses, net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items	_	_	(4,058,950)	_	_	_	_	_	_	_	_
Total Non-operating income											
(expense), net:	_	_	(4,056,332)	_	_	_	_	_	_	_	_
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167							_
Income tax expense											
Net Income (Loss)		(1,051,305)	6,181,026	5,167							

# 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: 06/30/2023			Petition Date: 12/21/2022	
Months Pending: 6			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 i	relief):		0	
Supporting Documentation (check all that are attached	d):			
For jointly administered debtors, any required schedule	es must be prov	vided on a	non-consolidated basis for each debtor)	
Statement of cash receipts and disbursements Balance sheet containing the summary and detail 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 Description of the assets sold or transferred and the	the reporting po	eriod		
s/ Alfredo R. Pérez		_	Alfredo R. Pérez	
Signature of Responsible Party			Printed Name of Responsible Party	
07/31/2023		_		
Date			700 Louisiana Street, Suite 1700, Houston, Texas 77	002
			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.

Debtor'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	
Part	2: Asset and Liability Status			
(Not a.	generally applicable to Individual Debtors. See Instructions.)  Accounts receivable (total net of allowance)	Current Month \$ 0		
	•	\$ 0		
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0		
c.	Inventory (Book   Market □ Other □ (attach explanation))	_ <del>-</del>		
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		
o.	Ending equity/net worth (e-n)	\$ 0		
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	
v.	1.00 dash proceeds from assess sold danished odds de ordaniary course of odds (a o)	<del>•</del> •	Ψ σ	
	4: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative	
a.	Gross income/sales (net of returns and allowances)	\$ 0	Cumulative	
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		
j. k.	Profit (loss)	\$ 0	\$ 0	
ĸ.	Total (1000)	Ψ 0	Ψ	

rt 5: Profess	ional Fees and Expenses		Approved	Approved	Paid Current	Paid
			Approved Current Month	Approved Cumulative	Month	Cumulative
Debtor'	's professional fees & expenses	(bankruptcy) Aggregate Total				
Itemize	d Breakdown by Firm					
	Firm Name	Role				
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's p	professional fees & expenses (	nonbankruptcy) Aggregate Total				
		Breakdown by Firm					
		Firm Name	Role				
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ľ	xcix							
j	с							
c.	All profession	nal fees and expenses (debtor & comm	nittees)	\$ 0	\$ 0	\$ (	\$	0
		•			-			

Par	t 6: Postpetition Taxes	Current	Month	Cumulative		
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, 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 □	(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 ⊠	No □		
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No □		

De	btor's Name Core Scientific Specialty Mining (Oklahoma) LLC	Case No. 22-90345			
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		

### **Privacy Act Statement**

Yes □

Yes □

No ⋈

No  $\square$ 

 $N\!/A \boxtimes$ 

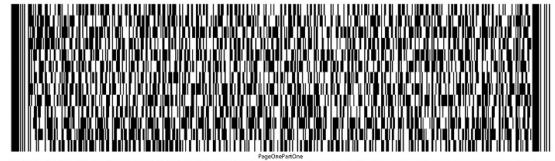
Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?

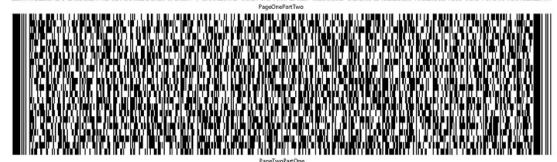
If yes, have you made all Domestic Support Obligation payments?

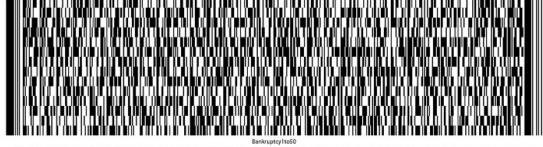
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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).

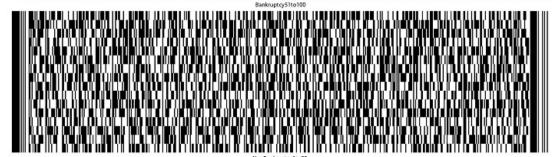
I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

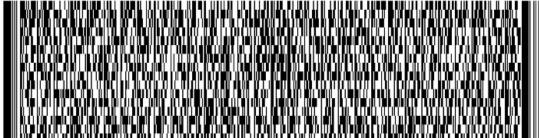
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



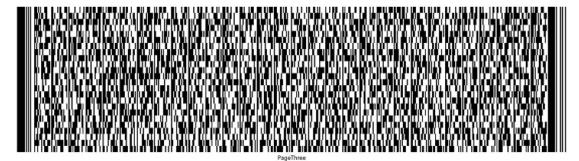








NonRankruptcy51to100



PageFour

### 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. 1 \$ (Jointly Administered)

### **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. 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

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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 2023.
- 4. 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' receipt angement 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

# MOR-1: 6/1/2023 - 6/30/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Relay,	Core Scientific Mining		American Property Acquisition,			American Property Acquisitions		
Description	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_	_	32,363,386
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
Disbursements												
Suppliers or vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42,846	468,178	_	_	_	_	_	_	_	_	511,024
Services	7,143,110	94,963	1,037,649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank Fees		271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee Expense		249,025	2,721,073									2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036	_		_	_	_		_		42,096,155 207,499,086
Net Cash Flow (excl. Internal Transfers)	(6,437,863)	(255,683)	5,754,284	_	_							(939,262)
Cash Balance Beginning of												
Month	21.839.507	477.181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Disbursement	(0, 10 1,000)	(===,===)	-,,									(,)
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl.		_,,,,,,,,,	(=,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,									
Internal Transfers)	15,401,644	2,983,034	58,375,445	_	_			_	_			76,760,123
Bank Cash Balance Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers;		ĺ										
w/ Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d. Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	<u>s — </u>	<u>s</u> –	<u>s                                    </u>	<u>s – </u>	<u>s                                    </u>	<u>s</u>	<u>s                                    </u>	<u> </u>	\$ 76,760,123
Reversing Disbursement Allocation		2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)									
Cash Balance End of Month	\$20,428,616	\$ 13,034	\$56,318,473	<u>s  —</u>	<u>s                                      </u>	<u>s</u>	<u>s                                    </u>	<u>s</u>	<u>s</u>	<u>s</u>	<u>s</u> –	\$ 76,760,123

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

		Core	Core		Core	Core Scientific Specialty	American			American	American		
	Core Scientific,	Scientific Acquired	Scientific Operating	Radar	Scientific		Property		DADAD	Property	Property Acquisitions	Flimination	
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Co	Total <sup>1</sup>
ASSETS													
Cash and													
Equivalents Restricted Cash	2,066,421	13,034	55,513,449										57,592,
Total Cash	18,362,195 20,428,616	13,034	805,024 56,318,472										19,167,1 76,760,
Accounts	20,428,010	13,034	50,516,472									_	70,700,
receivable, net of													
allowance	_	_	1,259,079	_								_	1,259,
Accounts receivable from													
related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for	100,201,055	110,027,020	(172,731,071)	1,100,033								(113,311,070)	
equipment	_	_	100,047	_								_	100,
Digital currency assets	_	18,342	202 576	_								_	220.1
Prepaid expenses		16,342	302,576										320,
and other	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
Total other current													
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,218,
Total Current	2,314,659,940	(050 716 420)	(1,079,577,418)	1,172,767								(166,241,947)	111,296,
Assets Property, plant and	2,314,039,940	(936,710,426)	(1,075,377,410)	1,172,707								(100,241,947)	111,270,
equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,285,2
Operating													
lease-right-of-use			10 061 441										10.061
assets Goodwill		232,587,379	19,961,441 (167,058,249)	(65 529 130)									19,961,
Intangible assets,		202,001,01)	(107,000,279)	(00,020,100)									
net	_	_	2,517,034	_								_	2,517,
Other noncurrent	2 559 790	(0)	( 727 012										0.206
assets	2,558,789 2,317,218,729	(675,786,136)	6,737,912 (645,860,227)	(64.356.364)								(181,858,651)	9,296, <b>749,357</b> ,
Total Assets LIABILITIES,	2,317,210,729	(0/5,/80,130)	(045,000,227)	(04,330,304)								(101,000,001)	/49,33/,
PREFERRED													
STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses and other	199,366	18,136,331	54,186,502										72,522,
Deferred revenue	199,300	18,130,331	102,825,369									(38,815,469)	64,009,
Derivative warrant			102,020,509									(30,012,10))	01,000,
liabilities													
Operating lease liabilities, current													
portion	_	_	1,199,261	_								_	1,199,
Financing lease			1,177,201										1,1//,
liabilities, current													
portion			26,011,836										26,011,
Long-term debt, current portion	(559,901,857)	_	727,414,455	_								_	167,512,
Total current	(557,701,057)		727,414,455										107,512,
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
Operating lease													
liabilities, net of			12 720 214										12 720
current portion Financing lease	_	_	13,728,314	_								_	13,728,
liabilities, net of													
current portion		_	42,523,915	_									42,523,
Long-term debt, net			07 849 127										666 106
of current portion Other noncurrent	568,258,150	_	97,848,137	_								_	666,106,2
liabilities	_	18,084,856	(13,286,427)	(2,587,769)								_	2,210,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
Pre-Petition Subject			(60.4.00====:										
to Compromise	684,395,370		(684,395,370)										
Total Pre-Petition Subject to													
Compromise	684,395,370	_	(684,395,370)	_								_	
Preferred stock	_	_		_								_	
Common stock	37,478	_	_	_								_	37,
Additional paid-in capital	1,804,012,061	(15,979,141)	2,887,621	_								_	1,790,920,
Accumulated	1,007,012,001	(12,7/7,141)	2,007,021										1,170,720,
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770,345)								318,476	(2,184,775,
Other													
Comprehensive Income													
Cumulative	_	_		_								_	
Translation													
Adjustment		46,983										(46,983)	
Total Equity	1,624,267,700	(855,430,852)	(1,101,155,415)	(61,770,345)								271,494	(393,817,
Total Liabilities,													
Preferred Stock & Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64.356.364)								(181,858,651)	749,357,
- quity	_,01.,210,727	(0.0,.00,100)	(0.0,000,227)	(51,000,004)								(101,000,001)	, , , , , ,

 $<sup>{}^{1} \</sup>quad \text{The `Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the `Total' column}$ 

# MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties			2,562,990								
Equipment sales to customers			2,302,990								_
Equipment sales to customers  Equipment sales to related	_	_	_	_	_	_	_			_	_
parties	_				_	_	_	_			
Digital asset mining income		2,397,650	26,109,867								
Network services and defi	_	2,577,030	20,107,007		_	_	_	_	_	_	_
revenue	_	_	_		_	_	_	_	_	_	
Total Revenue		2,397,650	38,324,275								
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal settlements	_	_	(85,000)	_	_	_	_	_	_	_	_
Gain (loss) from sales of digital											
currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital currency											
assets		(25,611)	(265,067)	_	_	_	_	_	_		
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	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing	_	_	(320,809)		_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees	_	_	986,743	_	_	_	_	_	_	_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
Operating Income (Loss)		(1,051,305)	10,237,358	5,167							
Non-operating income (expense), net:		(1,001,000)	10,207,000	0,107							
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	2,618	_	_	_	_	_	_	_	_
Other non-operating expenses,											
net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items	_	_	(4,058,950)	_	_	_	_	_	_	_	_
Total Non-operating income											
(expense), net:	_	_	(4,056,332)	_	_	_	_	_	_	_	_
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167							
Income tax expense	_			-,,-		_	_	_	_	_	_
Net Income (Loss)		(1,051,305)	6,181,026	5,167							
(2000)		(-,001,000)	5,101,020	<u> </u>							

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

in Re. American Property Acquisition, LLC		Case No. 22-90346	
	§ §	Lead Case No. 22-90341	
Debtor(s)	§	■ Jointly Administered	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 06/30/2023		Petition Date: 12/21/2022	
Months Pending: 6		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 c	order for relief):	0	
Supporting Documentation (check all that ar	e attached):		
For jointly administered debtors, any required	I schedules must be provided on a	non-consolidated basis for each debtor)	
Statement of cash receipts and disburser Balance sheet containing the summary a Statement of operations (profit or loss st 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 reconcilia Description of the assets sold or transfer	nd detail of the assets, liabilities a atement)  tions for the reporting period		
s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
07/31/2023			
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.

Part	1: Cash Receipts and Disbursements	<b>Current Month</b>	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
	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 □ 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	
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	
o.	Ending equity/net worth (e-n)	\$ 0	
	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)		
(Not	generally applicable to Individual Debtors. See Instructions.)	Current Month	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

Pa	rt 5: Professi	onal Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's	professional fees & expense	s (bankruptcy) Aggregate Total				
	Itemized I	Breakdown by Firm					
		Firm Name	Role				
	i						
	ii						
	iii						
	iv						
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's	professional fees & exper	nses (nonbankruptcy) Aggregate Total				
		Breakdown by Firm					
		Firm Name	Role				
	i						
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c.	All profession	nal fees and expenses (debtor & comm	ittees)	\$ 0	\$ 0	\$ 0	\$ 0
		. ,	*	1			

a. Postpetition income taxes accrued (local, state, and federal) § 0	ative
	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 \$\sqrt{5}\$	0
e. Postpetition property taxes paid \$\sqrt{\sq}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}	0
f. Postpetition other taxes accrued (local, state, and federal)	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, 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 □	(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 □		

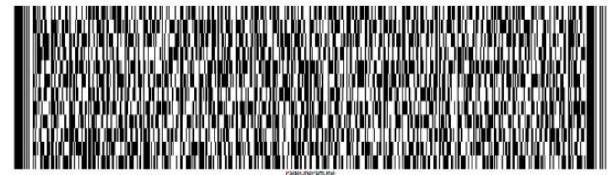
De	otor's Name American Property Acquisition, LLC	Case No. 22-90346								
Par	Part 8: Individual Chapter 11 Debtors (Only)									
a.	Gross income (receipts) from salary and wages	\$	0							
b.	Gross income (receipts) from self-employment	\$	0							
c.	Gross income from all other sources	\$	0							
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 □	No □ N/A ⊠							

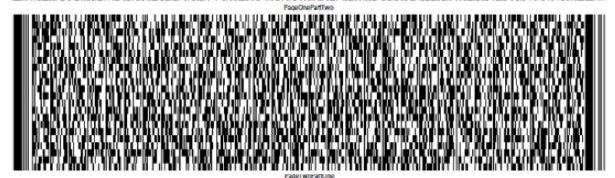
#### **Privacy Act Statement**

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	07/31/2023					
Title	Date					





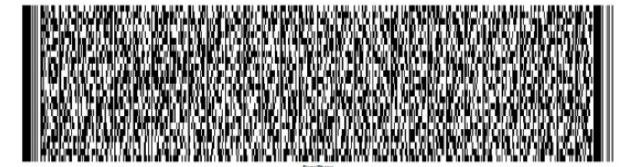
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### IN THE UNITED STATES BANKRUPTCY COURT FOR THE SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

In re:

S Chapter 11

CORE SCIENTIFIC, INC., et al.,

Debtors.1

S Case No. 22-90341 (DRJ)

S (Jointly Administered)

### **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. 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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 2023.
- 4. 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

# MOR-1: 6/1/2023 - 6/30/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

D	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Relay,	Core Scientific Mining	Core Scientific Specialty Mining (Oklahoma)		Starboard Capital		American Property Acquisitions		m . 1
Description Receipts	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Total
•												
Operating Sales Proceeds Bitmain Coupon	2,476,320	2,505,853	27,381,213	_	_				_			32,363,386
Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107	_	_	_	_	_	_	_	_	8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320		_			_		_	_	41,156,892
Disbursements												
Suppliers or vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42,846	468,178	_	_	_	_	_	_	_	_	511,024
Services	7,143,110	94,963	1,037,649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank Fees	_	271,640	2,968,187	_	_						_	3,239,827
Employee Expense		249,025	2,721,073									2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
Total Disbursements	2,137,072	2,703,440	30,173,030									207,499,086
Net Cash Flow (excl.												
Internal Transfers)	(6,437,863)	(255,683)	5,754,284									(939,262)
Cash Balance Beginning of												
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_		_	(939,262)
Disbursement Allocation		2,761,536	(2,761,536)									
Cash Balance End of Month (excl. Internal	_	2,/61,536	(2,/61,536)	_	_	_	_	_	_	_	_	_
Transfers)	15,401,644	2,983,034	58,375,445									76,760,123
Bank Cash Balance Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d.	(0,437,803)	(233,083)	3,734,264									(939,202)
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	s —	s —	s —	s –	s —	s —	s —	s —	\$ 76,760,123
Reversing Disbursement Allocation		2,761,536	(2,761,536)	_		_	_	_		_	_	_
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$20,428,616	<u>\$ 13,034</u>	<u>\$56,318,473</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>	\$ 76,760,123

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

		Com	Com		C	Core Scientific	<b>.</b>			<b></b>	<b>.</b>		
	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Scientific	Specialty Mining (Oklahoma)	American Property		DADAD	American Property	American Property Acquisitions	Flimination	
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Co	Total <sup>1</sup>
ASSETS													
Cash and	2.066.424	12.024	55 512 440										55 500
Equivalents Restricted Cash	2,066,421 18,362,195	13,034	55,513,449 805,024	_									57,592,9 19,167,1
Total Cash	20,428,616	13,034	56,318,472										76,760,
Accounts	20,420,010	13,034	30,310,472										70,700,
receivable, net of													
allowance	_	_	1,259,079	_								_	1,259,
Accounts receivable from													
related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for	,. ,	.,,.		,,								( - )- ))	
equipment	_	_	100,047	_								_	100,
Digital currency assets	_	18,342	302,576	_								_	320,
Prepaid expenses		10,542	302,570										520,
and other	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
Total other current	1 025 ((0 421	(1.120.200.721)	((01.054.645)	10.724									C 210 /
assets Total Current	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,218,
Assets	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,296,
Property, plant and	_,,,	(**************************************	(2,017,011,120)	-,,								(200)212,511)	,
equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,285,
Operating lease-right-of-use													
assets	_	_	19,961,441	_								_	19,961,
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)								_	, ,
Intangible assets,			2 517 024										2 5 1 7 4
net Other noncurrent	_	_	2,517,034	_								_	2,517,
assets	2,558,789	(0)	6,737,912	_								_	9,296,
Total Assets	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,
LIABILITIES,													
PREFERRED													
STOCK & EQUITY Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses		143,423,527	07,237,173	1,750								(143,514,070)	07,547,
and other	199,366	18,136,331	54,186,502	_									72,522,
Deferred revenue	_	_	102,825,369	_								(38,815,469)	64,009,
Derivative warrant liabilities	_	_	_	_								_	
Operating lease													
liabilities, current													
portion Financing lease	_	_	1,199,261	_								_	1,199,
liabilities, current													
portion	_	_	26,011,836	_								_	26,011,
Long-term debt,	(550 001 057)		707 414 455										167.512
current portion Total current	(559,901,857)		727,414,455										167,512,
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
Operating lease	(,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,.	,								( - , , - ,	,,,,,
liabilities, net of			12.720.214										12.700
current portion Financing lease	_	_	13,728,314	_								_	13,728,
liabilities, net of													
current portion	_	_	42,523,915	_								_	42,523,
Long-term debt, net			07 849 127										666 106
of current portion Other noncurrent	568,258,150	_	97,848,137	_								_	666,106,
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,210,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
Pre-Petition Subject			(604 205 270)										
Total Pro Potition	684,395,370		(684,395,370)										<u> </u>
Total Pre-Petition Subject to													
Compromise	684,395,370	_	(684,395,370)	_								_	
Preferred stock	27,470	_		_								_	. 27
Common stock Additional paid-in	37,478	_	_	_								_	37,
capital	1,804,012,061	(15,979,141)	2,887,621	_								_	1,790,920,
Accumulated												_,, _	
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770,345)								318,476	(2,184,775,
Other Comprehensive													
Income	_	_	_	_								_	
Cumulative													
Translation Adjustment		46,983										(46,983)	
Total Equity	1,624,267,700		(1,101,155,415)	(61.770 345)								271,494	(393,817,
Total Liabilities,	1,027,207,700	(000,400,002)	(1,101,133,713)	(01,770,043)								2/1,7/4	(0,00,017,
Preferred Stock &													
Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,

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

# MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	2,562,990	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_	<u> </u>	_	_	_	_	_	_	_	_
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,397,650	26,109,867	_	_	_	_	_	_	_	_
Network services and defi		, ,	.,,								
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275								
Cost of revenue		(3,349,178)	(21,408,882)								
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal settlements Gain (loss) from sales of digital			(85,000)					_	_		_
currency assets	_	28,491	347,978	6,500							
Impairments of digital currency	_	20,491	347,976	0,500	_	_	_	_	_		_
assets	_	(25,611)	(265,067)	_		_	_	_	_	_	_
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	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing	_	_	(320,809)		_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees	_		986,743	_		_	_		_	_	
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
Operating Income (Loss)		(1,051,305)	10,237,358	5,167							
Non-operating income (expense), net:		(1,001,000)	10,207,000	2,10							
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	2,618	_	_	_	_	_	_	_	_
Other non-operating expenses,											
net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items			(4,058,950)								
Total Non-operating income											
(expense), net:			(4,056,332)								
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167							
Income tax expense											
Net Income (Loss)		(1,051,305)	6,181,026	5,167							

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In R	n Re. Starboard Capital LLC		Case No. 22-90347	
		§ §	Lead Case No. 22-90341	
	Debtor(s)	<b>§</b>		
Mor	nthly Operating Report			Chapter 1
Rep	orting Period Ended: 06/30/2023		Petition Date: 12/21/2022	
Months Pending: 6			Industry Classification: 3 3 4 1	
Reporting Method: Accrua		Accrual Basis	Cash Basis □	
Deb	tor's Full-Time Employees (current):		0	
Deb	tor's Full-Time Employees (as of date of ord	er for relief):	0	
Sup	porting Documentation (check all that are	attached):		
(For	jointly administered debtors, any required s	chedules must be provided on a no	on-consolidated basis for each debtor)	
	Statement of cash receipts and disburseme Balance sheet containing the summary and Statement of operations (profit or loss state 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 reconciliation Description of the assets sold or transferred	detail of the assets, liabilities and ement)  ns for the reporting period		
/s/ A	Alfredo R. Pérez		Alfredo R. Pérez	
Sign	nature of Responsible Party		Printed Name of Responsible Party	
07/3	31/2023			
Date	2		700 Louisiana Street, Suite 1700, Houston, Texa Address	s 77002

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

0

0

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0

0

0

Selling expenses

Other expenses

Reorganization items

Interest

Profit (loss)

e.

g. h.

i.

General and administrative expenses

Taxes (local, state, and federal)

Depreciation and/or amortization (not included in 4b)

	onal Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Cur
Debtor's	professional fees & expenses	s (bankruptcy) Aggregate Total				
Itemized	Breakdown by Firm	7 30 0				
	Firm Name	Role				
i						
ii						
iii						
iv						
v						
vi						
vii						
viii						
ix						
X						t
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expe	nses (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm	1 1 20 0				
	Firm Name	Role				
	i					
	ii					
	iii					
	iv					
	v					
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	viii					
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c				1	1	<del>                                     </del>
	es and expenses (debtor & cor	l ittaaa)	\$ 0	\$ 0	\$ 0	\$

Par	t 6: Postpetition Taxes	Curren	t Month	Cumu	Cumulative	
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	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 □	$N/A \boxtimes$	
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 □	$N/A \square$	(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 ⊠	No □		
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No □		

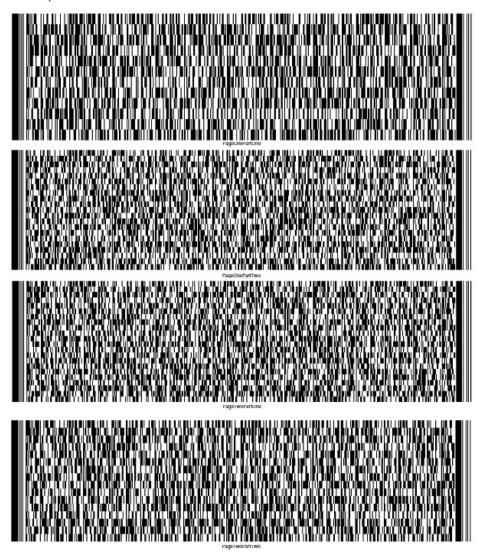
Deb	otor's Name Starboard Capital LLC	Case No. 22-90347		
Part	8: Individual Chapter 11 Debtors (Only)			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting period (a+b+c)	\$	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	
l. m.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? If yes, have you made all Domestic Support Obligation payments?	Yes □ Yes □	No ⊠ No □ N/A ⊠	

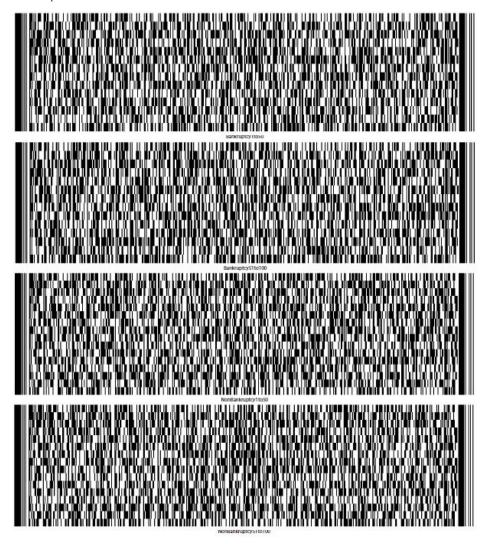
#### **Privacy Act Statement**

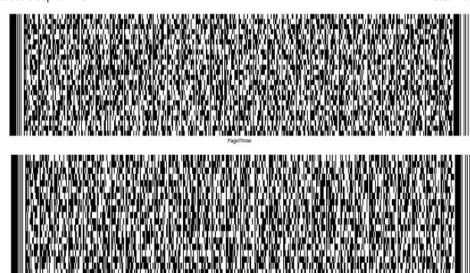
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	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 JUNE 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 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. 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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 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' receipt and generatives. 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

# MOR-1: 6/1/2023 - 6/30/2023 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	2,476,320	2,505,853	27,381,213									32,363,386
	2,470,320	2,303,633	27,361,213									32,303,360
Bitmain Coupon												
Sales				_	_	_	_	_	_	_	_	
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_		_		_				41,156,892
•	, .,.	, , -	, -,-									, ,
Disbursements												
Suppliers or												
vendors	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Taxes /	2,011,000	2,101,700	22,777,700									27,077,101
Governmental	_	42.846	468.178									511,024
Services	7,143,110	94,963	1,037,649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank												
Fees	_	271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee Expense	_	249,025	2,721,073	_	_	_	_	_	_	_	_	2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
Total Disbut sements	2,137,072	2,700,440	50,175,050									207,499,086
												207,499,080
Net Cash Flow (excl.												
Internal Transfers)	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Cash Balance												
Beginning of												
	21 020 507	477.101	55 202 607									55 (00 205
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_								(939,262)
Disbursement												
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End												
of Month (excl.												
Internal												
Transfers)	15.401.644	2,983,034	58,375,445									76,760,123
	13,401,044	2,765,054	36,373,443									70,700,123
Bank Cash Balance												
Beginning of												
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow												
(excl. Internal												
Transfers; w/												
Allocation)	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
MOR Part 1 d.	(0,137,003)	(255,005)	2,701,201			$\overline{}$				$\overline{}$		(>0>,202)
	615 401 644	6 221 400	0(1 12( 001	6	•	6	6	•	6	6	6	6.76.760.122
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	<u>s — </u>	<u>s — </u>	<u>s — </u>	<u>&gt;</u>	<u>s — </u>	<u>s — </u>	<u> </u>	<u>s – </u>	\$ 76,760,123
Reversing												
Disbursement												
Allocation	_	2.761.536	(2,761,536)	_	_	_	_	_	_	_	_	_
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance End	5,020,772	(2,770,000)	(2,030,772)									
of Month	£20 420 616	e 12.024	656 210 472	e.	•	s —	•	s –	s –	s —	•	\$ 76,760,123
oi Month	<u>\$20,428,616</u>	<b>\$</b> 13,034	\$56,318,473	<u>s                                    </u>	<u>s — </u>	<u>s — </u>	<u>s — </u>	<u>s — </u>	<u> </u>	<u>a — </u>	<u>s — </u>	3 /0,/00,123

# MOR-2: End of June 2023 Balance Sheet

g(0.0)	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar					RADAR			Elimination	
(US \$) ASSETS	Inc.	Mining LLC	Company	Relay, Inc.	_LLC_	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Со	Total <sup>1</sup>
Cash and													
Equivalents	2,066,421	13,034	55,513,449	_								_	57,592.
Restricted Cash	18,362,195	_	805,024	_								_	19,167,
Total Cash	20,428,616	13,034	56,318,472										76,760,
Accounts													
receivable, net of													. 250
allowance Accounts	_	_	1,259,079	_								_	1,259,
receivable from													
related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for													
equipment	_	_	100,047	_								_	100,
Digital currency		10.242	202.576										220
assets Prepaid expenses	_	18,342	302,576										320,
and other	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
Total other current		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,										(==,==,=,=,=,=,	,,
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,218,
Total Current													
Assets	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,296,
Property, plant and equipment		50,342,913	571,559,052	_								(15,616,704)	606,285,
Operating		30,342,713	371,337,032									(13,010,704)	000,203,
lease-right-of-use													
assets	_	_	19,961,441	_								_	19,961,
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)								_	
Intangible assets,			2 517 024										2 5 1 7
net Other noncurrent	_	_	2,517,034	_								_	2,517,
assets	2,558,789	(0)	6,737,912	_								_	9,296,
Total Assets	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357.
LIABILITIES,												(,,	
PREFERRED													
STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses and other	199,366	18,136,331	54,186,502										72,522,
Deferred revenue	199,300	18,130,331	102,825,369									(38,815,469)	64,009,
Derivative warrant			102,025,507									(50,015,407)	04,007,
liabilities	_	_	_	_								_	
Operating lease													
liabilities, current			1 100 261										1 100
portion Financing lease	_	_	1,199,261	_								_	1,199,
liabilities, current													
portion	_	_	26,011,836	_								_	26,011,
Long-term debt,													
current portion	(559,901,857)	_	727,414,455	_								_	167,512,
Total current	(550 702 401)	161 550 960	000 077 (10	1.750								(102 120 145)	410 (05
liabilities Operating lease	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
liabilities, net of													
current portion	_	_	13,728,314	_								_	13,728,
Financing lease													
liabilities, net of			12 522 015										40.500
Current portion			42,523,915										42,523,
Long-term debt, net of current portion	568,258,150	_	97,848,137	_								_	666,106,
Other noncurrent	200,230,130		77,510,137										000,100,
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,210,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
Pre-Petition Subject													
to Compromise	684,395,370		(684,395,370)										
Total Pre-Petition Subject to													
Compromise	684,395,370	_	(684,395,370)	_								_	
Preferred stock		_	(00.,070,070)	_								_	
Common stock	37,478	_	_	_								_	37,
Additional paid-in													
capital	1,804,012,061	(15,979,141)	2,887,621										1,790,920,
Accumulated deficit	(179,781,838)	(839 408 604)	(1,104,043,037)	(61 770 345)								318,476	(2,184,775,
Other	(177,701,030)	(000,470,074)	(1,104,043,03/)	(01,770,343)								310,470	(2,104,773,
Comprehensive													
Income													
Cumulative													
Translation Adjustment		46,983										(46,983)	
Total Equity	1,624,267,700		(1,101,155,415)	(61,770.345)								271,494	(393,817,
Total Liabilities,	_,== .,=0,,,00	(322,100,002)	, , , , , , , , , , , , , , , , , , , ,	,,									(2, 2,01,)
Preferred Stock &													
Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,

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

# MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related			.,,								
parties	_	_	2,562,990	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_		_	_	_	_	_	_	_	_
Equipment sales to related											
parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,397,650	26,109,867	_	_	_	_	_	_	_	_
Network services and defi											
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275		_	_	_	_	_	_	_
Cost of revenue		(3,349,178)	(21,408,882)		_	_	_	_	_	_	_
Gross Profit		(951,528)	16,915,393		_						
	_	$\overline{}$				_	_	_	_	_	_
Gain (loss) on legal settlements			(85,000)			_					_
Gain (loss) from sales of digital		28,491	347,978	6,500							
currency assets	_	28,491	347,978	0,500	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(25,611)	(265,067)	_							
Impairment of goodwill and		(25,011)	(205,007)								
other intangibles											
Impairment of property, plant	_	_	_		_	_	_		_	_	_
and equipment	_										
Losses on exchange or disposal of											
property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_					_	_		_		_
Research and development	_	_	(245,251)	(1,333)	_	_	_	_	_	_	
Sales and marketing	_	_	(320,809)	(1,555)	_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees	_	(102,000)	986,743	_	_	_	_	_	_	_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)	_		_				_
						_	_		_	_	_
Operating Income (Loss)		(1,051,305)	10,237,358	5,167	_						
Non-operating income (expense), net: Loss on debt extinguishment					_						
Interest expense, net	_		2,618	_							
Other non-operating expenses,		_	2,010	_	_	_	_	_	_	_	_
net											
Reorganization items			(4,058,950)								
			(4,030,930)		_	_	_	_		_	_
Total Non-operating income			(4.056.222)								
(expense), net:			(4,056,332)		_	_	_	_		_	_
Income (loss) before income taxes	_	(1,051,305)	6,181,026	5,167	_	_	_	_	_	_	_
Income tax expense					_	_	_	_	_	_	_
Net Income (Loss)		(1,051,305)	6,181,026	5,167	_	_	_	_	_	_	_

## UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

in Re. RADAR LLC	§ Case No. 22-90348 §	
	§ Lead Case No. 22-90341	
Debtor(s)	§  ⊠ Jointly Administered	
Monthly Operating Report	Chapte	er 11
Reporting Period Ended: 06/30/2023	Petition Date: 12/21/2022	
Months Pending: 6	Industry Classification: 3 3 4 1	
Reporting Method: Accrual Basi	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 pr	ovided on a non-consolidated basis for each debtor)	
Statement of cash receipts and disbursements  Balance sheet containing the summary and detail of the assets  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 reporting  Description of the assets sold or transferred and the terms of the	period	
s/ Alfredo R. Pérez	Alfredo R. Pérez	
Signature of Responsible Party	Printed Name of Responsible Party	
07/31/2023 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.

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	2: Asset and Liability Status		
(Not g	enerally applicable to Individual Debtors. See Instructions.)  Accounts receivable (total net of allowance)	Current Month \$ 0	
b.	Accounts receivable (total net of allowance)  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	
	Postpetition payables past due (excluding taxes)	\$ 0	
g. h.	Postpetition taxes payable	\$ 0	
i.	Postpetition taxes payable Postpetition taxes past due	\$ 0	
	Total postpetition debt (f+h)	\$ 0	
j.	Prepetition secured debt	\$ 0	
k.		\$ 0	
l.	Prepetition priority debt	\$ 0	
m.	Prepetition unsecured debt	\$ 0	
n.	Total liabilities (debt) (j+k+l+m)		
0.	Ending equity/net worth (e-n)	\$ 0	
Part 3	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 (Not g	l: Income Statement (Statement of Operations) generally applicable to Individual Debtors. See Instructions.)	Current Month	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

5: Profes	ssional Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
Debtor	r's professional fees & expe	enses (bankruptcy) Aggregate Total		Cumulative	Month	Cumulative
Itemize	ed Breakdown by Firm	moes (ounkruptey) 11gg/egute 10tut				
110111120	Firm Name	Role				
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xcii	xc			
Xciii   Xciv   Xcv   Xcv   Xcvi   Xcvi   Xcvii   Xcviii   Xcviii   Xcix   Xci				
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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	7			
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5. In protessional less and superiors (decide & committees)							

Part 6: Postpetition Taxes			onth	Cumulative		
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	
		· ·				

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 □		
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 □	$N/A \boxtimes$	
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 □	$N/A \square$	(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 ⋈	No □		
1.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⋈	No □		

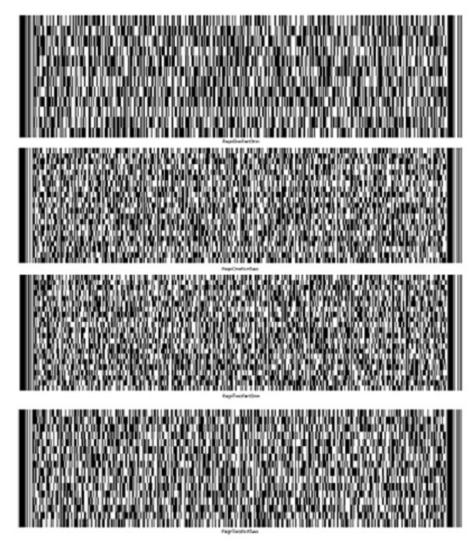
Del	otor's Name RADAR LLC	Case No. 22-90348				
Part	8: Individual Chapter 11 Debtors (Only)					
a.	Gross income (receipts) from salary and wages	\$	0			
b.	Gross income (receipts) from self-employment	\$	0			
c.	Gross income from all other sources	\$	0			
d.	Total income in the reporting period (a+b+c)	\$	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			
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 ⊠			

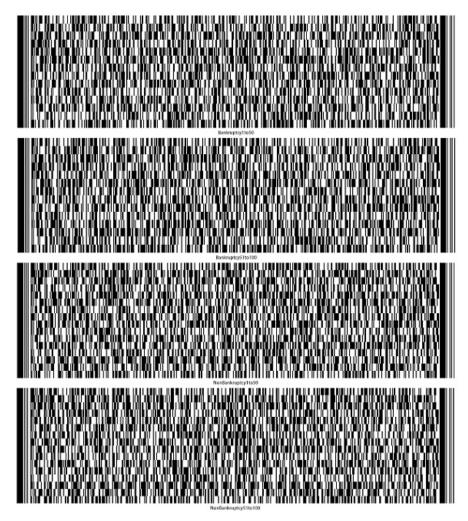
#### **Privacy Act Statement**

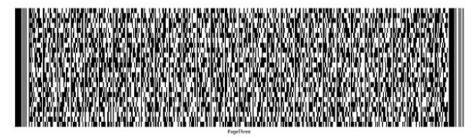
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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).

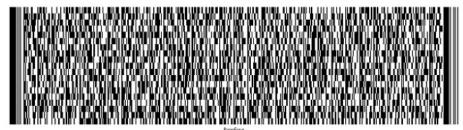
I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

/s/ Michael Bros	Michael Bros		
Signature of Responsible Party	Printed Name of Responsible Party		
SVP, Capital Markets and Acquisitions	07/31/2023		
Title	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. 1 \$ (Jointly Administered)

#### **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. 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
- 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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 2023.
- 4. 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. 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' receipt angement 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## MOR-1: 6/1/2023 - 6/30/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Relay,	Core Scientific Mining		American Property Acquisition,	Starboard Capital		American Property Acquisitions		
<u>Description</u>	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Total
Receipts												
Operating Sales Proceeds Bitmain Coupon	2,476,320	2,505,853	27,381,213	_	_	_			_			32,363,386
Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
Disbursements												
Suppliers or vendors	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42,846	468.178	_	_	_	_	_	_	_	_	511,024
Services	7,143,110	94,963	1.037.649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank Fees		271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee Expense		249,025	2,721,073									2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
												207,499,086
Net Cash Flow (excl. Internal Transfers)	(6,437,863)	(255,683)	5,754,284									(939,262)
Cash Balance												
Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284						_			(939,262)
Disbursement Allocation		2,761,536	(2,761,536)									
Cash Balance End of	_	2,701,330	(2,701,330)	_	_	_	_	_	_	_	_	_
Month (excl. Internal Transfers)	15,401,644	2,983,034	58,375,445	_	_	_	_	_	_	_	_	76,760,123
Bank Cash Balance Beginning of	., . ,.	,,										.,,
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers:												
w/ Allocation)	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
MOR Part 1 d.												
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	<b>s</b> —	s —	<u>s</u> —	s —	<u>s                                    </u>	<u>s                                    </u>	s <u> </u>	<u>s</u> —	\$ 76,760,123
Reversing Disbursement												
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$20,428,616	\$ 13,034	\$56,318,473	<u>s                                    </u>	<u>s</u> –	<u>s</u>	<u>s                                    </u>	<u>s                                    </u>	<u>s</u> _	<u>s                                      </u>	<u>s                                    </u>	\$ 76,760,123

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

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar Relay,			American Property Acquisition,					Elimination	
(US \$)	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Co	Total <sup>1</sup>
ASSETS													
Cash and Equivalents	2,066,421	13,034	55,513,449	_								_	57,592,
Restricted Cash	18,362,195	15,054	805,024	_								_	19,167,
Total Cash	20,428,616	13,034	56,318,472										76,760,
Accounts	,,	,											, ,
receivable, net of allowance Accounts	_	_	1,259,079	_								_	1,259,
receivable from related parties Deposits for	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
equipment	_	_	100,047	_								_	100,
Digital currency			100,017										100,
assets	_	18,342	302,576	_								_	320,
Prepaid expenses		22 022 201	26 621 020									(22.025.251)	26.625
and other Total other current	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734								_	6,218,
Total Current	1,023,007,431	(1,120,200,731)	(0)1,234,043)	12,754									0,210,
Assets Property, plant and	2,314,659,940		(1,079,577,418)	1,172,767								(166,241,947)	111,296,
equipment		50,342,913	571,559,052									(15,616,704)	606,285,2
Operating lease-right-of-use													
assets	_	_	19,961,441	_								_	19,961,
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)								_	1,,,,,,,,
Intangible assets,		,,,,,,,,,		(,,									
net	_	_	2,517,034	_								_	2,517,
Other noncurrent	2 5 5 0 7 0 0	(0)	6 727 012										0.2064
assets	2,558,789	(0)	6,737,912	((125(2(1)								(101.050.(51)	9,296,
Total Assets LIABILITIES.	2,317,218,729	(675,786,136)	(645,860,227)	(04,350,304)								(181,858,651)	749,357,
PREFERRED STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses and other	100.266	10 127 221	54 107 502										72.522
Deferred revenue	199,366	18,136,331	54,186,502 102,825,369	_								(38,815,469)	72,522, 64,009,
Derivative warrant			102,023,307									(50,015,407)	04,000,
liabilities	_	_	_	_								_	
Operating lease liabilities, current portion			1,199,261										1,199,
Financing lease liabilities, current			1,177,201										1,177,
portion	_	_	26,011,836									_	26,011,
Long-term debt,	(550,001,057)		707 414 455										167.510
current portion	(559,901,857)		727,414,455										167,512,
Total current liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
Operating lease liabilities, net of current portion	_	_	13,728,314	_								_	13,728,
Financing lease													
liabilities, net of			42 522 015										42 522 1
current portion Long-term debt, net			42,523,915									_	42,523,
of current portion	568,258,150	_	97,848,137	_								_	666,106,2
Other noncurrent													
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,210,
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
Pre-Petition Subject	684,395,370		(694 205 270)										
to Compromise  Total Pre-Petition	064,333,370		(684,395,370)										
Subject to	(04 207 277		((04 205 25										
Compromise Preferred stock	684,395,370	_	(684,395,370)	_								_	
Common stock	37,478												37,
Additional paid-in	51,710												31,
capital	1,804,012,061	(15,979,141)	2,887,621	_								_	1,790,920,:
Accumulated													(2.404 ====
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770,345)								318,476	(2,184,775,
Other Comprehensive Income	_	_	_	_								_	
Cumulative													
Translation Adjustment		46 002										(46,002)	
Total Equity	1,624,267,700	46,983 (855,430,852)	(1,101,155,415)	(61 770 345)								(46,983) 271,494	(393,817,
Total Liabilities,	1,044,407,700	(033,430,032)	(1,101,133,415)	(01,770,345)								4/1,494	(373,017,
Preferred Stock &													
Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,357,

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

# MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related											
parties		_	2,562,990	_	_	_		_	_		
Equipment sales to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related											
parties	_	2,397,650	26,109,867		_	_				_	_
Digital asset mining income Network services and defi	_	2,397,050	20,109,807	_	_	_	_	_	_	_	_
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275				_			_	
Cost of revenue		(3,349,178)	(21,408,882)				_				
Gross Profit		(951,528)	16,915,393								_
			(85,000)			_		_			_
Gain (loss) on legal settlements Gain (loss) from sales of digital			(85,000)		_		_			_	_
currency assets	_	28,491	347,978	6,500							
Impairments of digital currency		20,471	347,776	0,500							
assets	_	(25,611)	(265,067)	_	_	_	_	_	_	_	_
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		_	(245,251)	(1,333)							
Sales and marketing	_	_	(320,809)	(1,555)	_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees			986,743		_	_	_	_	_	_	_
Total operating expenses		(102,656)	(6,675,946)	(1,333)	_	_	_	_	_	_	_
Operating Income (Loss)		(1,051,305)	10,237,358	5,167	_	_	_	_	_	_	_
Non-operating income (expense), net:											
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	2,618	_	_	_	_	_	_	_	_
Other non-operating expenses,											
net			(4.050.050)	_	_						
Reorganization items			(4,058,950)		_	_	_	_	_	_	_
Total Non-operating income			(4.056.222)								
(expense), net:		(1.051.205)	(4,056,332)	5 167							_
Income (loss) before income taxes	_	(1,051,305)	6,181,026	5,167	_	_	_	_	_	_	
Income tax expense		(1,051,305)	6,181,026	5,167							
Net Income (Loss)		(1,051,305)	0,101,020	5,107	_			_		_	

# UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In R	e. American Property Acquisitions I, LLC	§ 8	Case No. 22-90349	
		§	Lead Case No. 22-90341	
	Debtor(s)	§	☑ Jointly Administered	
Mor	nthly Operating Report			Chapter 11
Rep	orting Period Ended: 06/30/2023		Petition Date: 12/21/2022	
Mor	nths Pending: 6		Industry Classification: 3 3 4 1	
Rep	orting Method: Accrual Basis 🗵		Cash Basis □	
Deb	tor's Full-Time Employees (current):		0	
Deb	tor's Full-Time Employees (as of date of order for relief):		0	
Sup	porting Documentation (check all that are attached):			
(For	jointly administered debtors, any required schedules must b	oe provided on a no	on-consolidated basis for each debtor)	
×	Statement of cash receipts and disbursements			
$\boxtimes$	Balance sheet containing the summary and detail of the as	ssets, liabilities and	equity (net worth) or deficit	
×	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 repor	ting period		
	Description of the assets sold or transferred and the terms	0 1	fer	
/s/ A	alfredo R. Pérez		Alfredo R. Pérez	
	nature of Responsible Party		Printed Name of Responsible Party	
07/3	1/2023			
Date		<u></u>	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.

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		
(Not g	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 □ 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	
h.	Postpetition taxes payable	\$ 0	
i.	Postpetition taxes past due	\$ 0	
j.	Total postpetition debt (f+h)	\$ 0	
k.	Prepetition secured debt	\$ 0	
l.	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	
D 41			
a.	:: Assets Sold or Transferred  Total cash sales price for assets sold/transferred outside the ordinary course of business	S 0	S 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
C.	rect cash proceeds from assets sold danistered outside the ordinary course of outsiness (a-o)	<del>y</del> 0	<del>y</del> 0
Part 4	: Income Statement (Statement of Operations)		
(Not g a.	enerally applicable to Individual Debtors. See Instructions.)  Gross income/sales (net of returns and allowances)	Current Month \$ 0	<u>Cumulative</u>
a. b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0	
	Gross profit (a-b)	\$ 0	
c. d.	Selling expenses	\$ 0	
e.	General and administrative expenses	\$ <u>0</u> \$ 0	
f.	Other expenses		
g.	Depreciation and/or amortization (not included in 4b)	\$ 0	
h.	Interest	\$ 0	
i.	Taxes (local, state, and federal)	\$ 0	
j.	Reorganization items	\$ 0	Φ
k.	Profit (loss)	\$ 0	\$ 0

	nal Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulat
Debtor's	professional fees & expenses (	bankruptcy) Aggregate Total				
Itemized I	Breakdown by Firm					
	Firm Name	Role				
i						
ii						
iii						
iv						
v						
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viii						
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X						
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's prof	essional fees & expenses (nonbankru	iptcy) Aggregate Total				
		kdown by Firm					
		Firm Name	Role				
	i						
	ii						
	iii						
	iv						
	v						
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	viii						
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c	nd expenses (debtor & com	\$0	\$0	\$0	<u> </u>

Par	t 6: Postpetition Taxes	Current	Month	Cumulative		
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	

Part 7: Questionnaire - During this reporting period: Were any payments made on prepetition debt? (if yes, see Instructions) Yes □ No ⊠ Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Yes □ No ⊠ Were any payments made to or on behalf of insiders? Yes □ No ⊠ Are you current on postpetition tax return filings? Yes ⊠ No  $\square$ Are you current on postpetition estimated tax payments? Yes ⊠ No □ f. Were all trust fund taxes remitted on a current basis? Yes ⊠ No □ Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Yes □ No ⊠ Were all payments made to or on behalf of professionals approved by the court? Yes □ No □  $N\!/A \boxtimes$ Do you have: Worker's compensation insurance? Yes ⊠ No □ If yes, are your premiums current?  $N\!/A\;\square$ (if no, see Instructions) Yes ⊠ No □ Casualty/property insurance? Yes ⋈ No □ If yes, are your premiums current? (if no, see Instructions)  $N/A \square$ Yes ⊠ No □ General liability insurance? Yes ⊠ No □ If yes, are your premiums current? No □  $N\!/A\;\square$ (if no, see Instructions) Yes ⊠ Has a plan of reorganization been filed with the court? Yes ⋈ No □ Has a disclosure statement been filed with the court? Yes ⊠ No □ Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930? Yes ⊠ No □

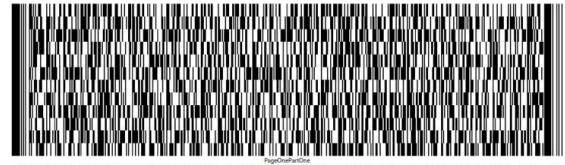
Del	otor's Name American Property Acquisitions I, LLC	Case	e No. 22-9	0349
Par	8: Individual Chapter 11 Debtors (Only)			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting 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. m.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? If yes, have you made all Domestic Support Obligation payments?	Yes □ Yes □	No ⊠ No □	N/A ⊠

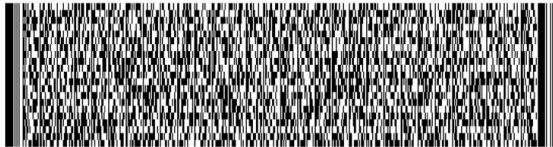
#### **Privacy Act Statement**

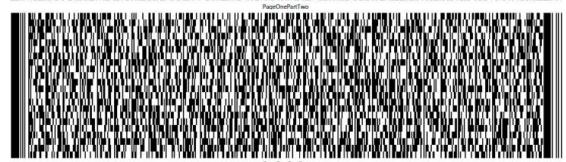
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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).

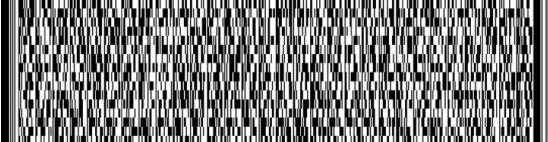
I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date

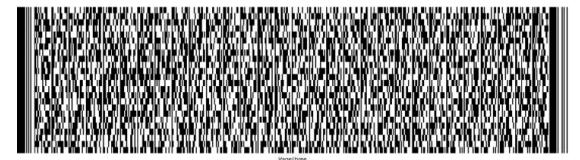








NonBankruptcv51to100



Panelinu

#### 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.1 \$ (Jointly Administered)

#### MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. 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

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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 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' receipt and generatives. 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.
- 7. <u>Supporting Documentation</u>. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## MOR-1: 6/1/2023 - 6/30/2023 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	<u>Total</u>
Receipts												
Operating Sales Proceeds Bitmain Coupon	2,476,320	2,505,853	27,381,213	_	_	_	_	_	_	_		32,363,386
Sales		_		_	_	_	_	_	_	_	_	
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
D:-h												
Disbursements Suppliers or												
vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42,846	468,178	_	_	_	_	_	_	_	_	511,024
Services	7,143,110	94,963	1.037.649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	, ,,, ,,	2,007,017									0,2.0,.22
Fees	_	271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee Expense	_	249,025	2,721,073	_	_	_	_	_	_	_	_	2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036									42,096,155
Total Dissui sements			20,170,000									207,499,086
Net Cash Flow (excl.												207,477,000
Internal Transfers)	(6.437.863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Cash Balance	(0,101,000)	()										(222,3242)
Beginning of												
Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow	(6,437,863)	(255,683)	5,754,284	_	_	_	_	_	_	_	_	(939,262)
Disbursement												( , ,
Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal Transfers)	15,401,644	2.983.034	58,375,445		_	_	_				_	76,760,123
Bank Cash	15,401,044	2,705,054	30,373,443									70,700,125
Balance Beginning of Month	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Net Cash Flow (excl. Internal Transfers; w/												
Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d. Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	s —	s —	s –	s –	s –	s –	s –	s –	\$ 76,760,123
Reversing Disbursement Allocation	_	2,761,536	(2,761,536)	_	_	_	_	_	_	_	_	_
Internal Transfers	5,026,972	(2,970,000)	(2,056,972)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$20,428,616	\$ 13,034	\$56,318,473	<u>s — </u>	<u>s                                      </u>	<u>s                                    </u>	s —	<u>s                                    </u>	<u>s — </u>	s —	<u>s</u>	\$ 76,760,123

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

	Core	Core Scientific	Core Scientific		Core Scientific	Core Scientific Specialty Mining	American Property	Starboard		American Property	American Property		
	Scientific,	Acquired	Operating	Radar		(Oklahoma)				Acquisitions			
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Co	Total <sup>1</sup>
ASSETS Cash and													
Equivalents	2,066,421	13,034	55,513,449	_								_	57,592,
Restricted Cash	18,362,195		805,024										19,167,
Total Cash	20,428,616	13,034	56,318,472										76,760,
Accounts													
receivable, net of allowance Accounts	_	_	1,259,079	_								_	1,259,
receivable from related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for equipment	_	_	100,047	_								_	100,
Digital currency assets	_	18,342	302,576	_								_	320,
Prepaid expenses and other	_	22,933,301	26,631,928	_								(22,927,271)	26,637,
Total other current		(1.120.200.521)	((01.051.615)	10.504									
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,218,
Assets Property, plant and	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,296,
equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,285,
Operating lease-right-of-use													
assets Goodwill	_	232,587,379	19,961,441 (167,058,249)	(65,529,130)								_	19,961,
Intangible assets,		232,361,317	(107,030,247)	(03,327,130)									
net	_	_	2,517,034	_								_	2,517,
Other noncurrent	2 550 700	(0)	6 727 012										0.206
assets	2,558,789 2,317,218,729	(675,786,136)	6,737,912	(64.356.364)								(181,858,651)	9,296, <b>749,357</b> ,
Total Assets LIABILITIES,	2,31/,218,/29	(0/5,/80,130)	(645,860,227)	(04,350,304)								(181,858,051)	/49,35/,
PREFERRED STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,349,
Accrued expenses and other	199,366	18,136,331	54,186,502										72,522,
Deferred revenue	199,300	18,130,331	102,825,369									(38,815,469)	64,009,
Derivative warrant												(00,010,10)	.,,
liabilities	_	_	_	_								_	
Operating lease liabilities, current													
portion	_	_	1,199,261	_								_	1,199,
Financing lease			, , .										, ,
liabilities, current			24.011.024										24011
portion Long-term debt,			26,011,836										26,011,
current portion	(559,901,857)	_	727,414,455	_								_	167,512,
Total current													
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,605,
Operating lease liabilities, net of current portion	_	_	13,728,314									_	13,728,
Financing lease			15,720,514										.5,720,
liabilities, net of													
current portion Long-term debt, net			42,523,915										42,523,
of current portion	568,258,150	_	97,848,137	_								_	666,106,
Other noncurrent	,,												
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,210,
Total Liabilities Pre-Petition Subject	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,174,
to Compromise	684,395,370	_	(684,395,370)	_								_	
Total Pre-Petition	00.,575,570		(00.,070,070)										
Subject to													
Compromise Proformed atack	684,395,370	_	(684,395,370)	_								_	
Preferred stock Common stock	37,478												37,
Additional paid-in													
capital	1,804,012,061	(15,979,141)	2,887,621										1,790,920,
Accumulated deficit	(179,781,838)	(839 408 604)	(1,104,043,037)	(61 770 345)								318,476	(2,184,775,
Other	(17),701,030)	(057,470,074)	(1,104,043,03/)	(01,770,043)								310,470	(2,104,773,
Comprehensive													
Income													
Cumulative Translation													
Adjustment	_	46,983	_	_								(46,983)	
Total Equity	1,624,267,700		(1,101,155,415)	(61,770,345)								271,494	(393,817,
Total Liabilities,													
Preferred Stock & Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64 356 364)								(181,858,651)	749,357,
Equity	2,317,210,729	(0/3,/00,130)	(043,000,227)	(04,550,504)								(101,030,031)	149,331,

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

## MOR-3: 6/1/2023 - 6/30/2023 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											
(dollars in thousands) Hosting revenue from customers	_	_	9.651.418								
Hosting revenue from related parties			2,562,990								
Equipment sales to			2,302,770								_
customers Equipment sales to related parties	_		_	_		_	_	_		_	_
Digital asset mining income		2,397,650	26,109,867					_		_	_
Network services and defi revenue		,,	.,,								
Total Revenue	$\overline{}$	2,397,650	38,324,275								
Cost of revenue		(3,349,178)	(21,408,882)			=	$\overline{}$		=		
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal		(331,326)	10,713,373								
settlements	_	_	(85,000)	_	_	_	_	_	_	_	_
Gain (loss) from sales of digital currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital currency assets		(25,611)	(265,067)								
Impairment of goodwill and other intangibles		(23,011)	(203,007)								_
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant and equipment		_			_				_	_	_
Operating expenses:										_	_
Research and development	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing	_		(320,809)		_	_	_	_	_	_	_
General and administrative Advisor Fees	_	(102,656)	(7,096,629) 986,743	_	_	_	_	_			
Total operating expenses		(102,656)	(6,675,946)	(1,333)							_
Operating Income (Loss) Non-operating income (expense), net:	_	(1,051,305)	10,237,358	5,167	_						
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net Other non-operating	_	_	2,618	_	_	_	_	_	_	_	_
expenses, net	_	_	_	_	_	_	_	_	_	_	_
Reorganization items			(4,058,950)								
Total Non-operating income (expense), net:			(4,056,332)	_							
Income (loss) before income taxes		(1,051,305)	6,181,026	5,167							
Income tax expense		(1,031,303)	0,101,020	3,107						_	_
Net Income (Loss)		(1,051,305)	6,181,026	5,167							

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

In Re. American Property Acquisitions VII, LLC	§ §	Case No. 22-90350	
	<u> </u>	Lead Case No. 22-90341	
Debtor(s)	§	☑ Jointly Administered	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 06/30/2023		Petition Date: 12/21/2022	
Months Pending: 6		Industry Classification: 3 3 4 1	
Reporting Method: Acc	crual Basis ⊠	Cash Basis	
Debtor's Full-Time Employees (current):		0	
Debtor's Full-Time Employees (as of date of order for reli	ef):	0	
Supporting Documentation (check all that are attached):			
(For jointly administered debtors, any required schedules r	nust be provided on a no	on-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	reporting period		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
07/31/2023 Date		700 Louisiana Street, Suite 1700, Houston, Texas Address	77002

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.

Part 1	: Cash Receipts and Disbursements	Current Mon	ıth	Cumu	lative
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				
(Not g	generally applicable to Individual Debtors. See Instructions.)	Current Mon			
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		
h.	Postpetition taxes payable	\$	0		
i.	Postpetition taxes past due	\$	0		
j.	Total postpetition debt (f+h)	\$	0		
k.	Prepetition secured debt	\$	0		
l.	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 Mon	. + l.	Cumu	lativo
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
(Not g	l: Income Statement (Statement of Operations) enerally applicable to Individual Debtors. See Instructions.)	Current Mon	ıth	Cumu	lative
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
		_		_	

Part	5: Professio	onal Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current	Paid
	Dahtan'a	s professional fees & expenses (bank	monton) At- T-t-1	Current Month	Cumulative	Month	Cumulative
a.	Debtor s	Breakdown by Firm	rupicy) Aggregate Total				
	Itemizea	Firm Name	Role				
		Firm Name	Role				
	i						
	ii						
	iii						
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & ex	penses (nonbankruptcy) Aggregate Total				
İ	Itemized Breakdown by Firm					
l	Firm Name	Role				
İ	i					
İ	ii					
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	c						
c.	All professiona	l fees and expenses (debtor & com	\$0	\$0	\$0	\$0	

Par	t 6: Postpetition Taxes	Curren	t Month	Cumu	Cumulative	
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, 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 □	$N/A \boxtimes$	
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 □	(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 ⊠	No □		
l.	Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930?	Yes ⊠	No □		

De	Debtor's Name American Property Acquisitions VII, LLC  Case No. 22-90350												
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										
l.	Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?	Yes □	No ⊠										

#### **Privacy Act Statement**

Yes □

No □

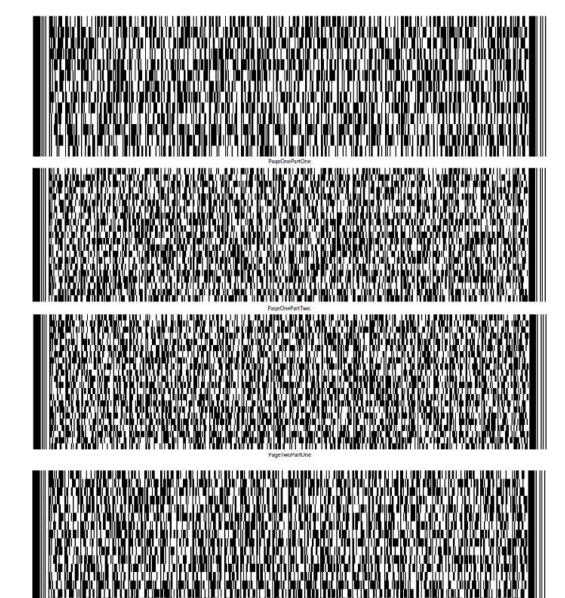
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m. If yes, have you made all Domestic Support Obligation payments?

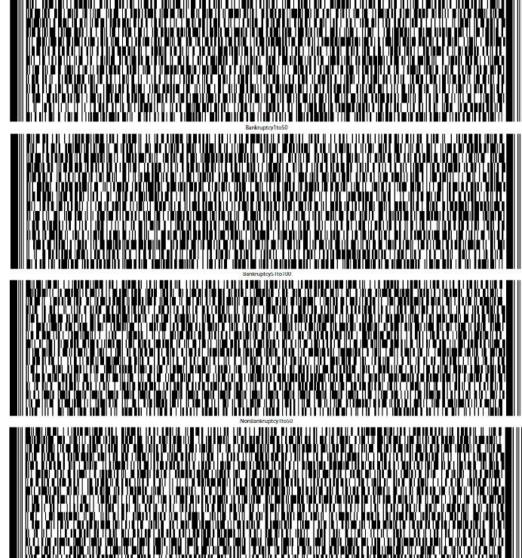
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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>

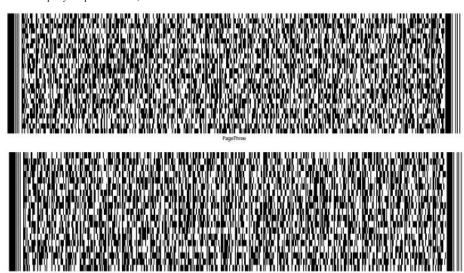
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	07/31/2023
Title	Date



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#### 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.1	§ (Jointly Administered)

#### **MONTHLY OPERATING REPORT NOTES FOR JUNE 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 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. 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 June 1, 2023 and ending June 30, 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 June 1, 2023 and ending June 30, 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 June 30, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning June 1, 2023 and ending June 30, 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.
- 7. 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. As of June 30th, the Debtors corrected the presentation of two bank accounts, one previously belonging to Core Scientific, Inc. and the other belonging to Core Scientific Operating Company, both of which are reflected in the June filing. 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, as requested by the U.S. Trustee, 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 Q2 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through June 30, 2023 are \$255,059,068.
- 9. Part 2: Asset and Liability Status. Long-term lease liabilities resulting from the Debtors' office / location leases and equipment / fixed asset leases are reported as prepetition unsecured debt. Beginning with the April MOR, the (i) April 2022 \$60 million Bridge Promissory Note with BRF Finance Co, LLC and (ii) April 2022 \$15 million Bridge Promissory Note with B. Riley Commercial Capital, LLC (collectively, the "Unsecured Bridge Notes"), are also reported as prepetition unsecured debt, whereas the Unsecured Bridge Notes were inadvertently included in prepetition priority debt on previous monthly operating reports.
- 10. 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.

- 11. Part 5: Professional Fees and Expenses. For purposes of the MORs, bankruptcy professional fees are considered approved if the applicable monthly fee statement has been served and the objection deadline with regard to such monthly fee statement has expired prior to the end date of the MOR period.
- 12. 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.

In the ordinary course of business, the Debtors' tax filings may extend past the normal deadlines and become late in some instances. When this happens, the Debtors arrange to complete the filings and address any related fines and/or penalties. There are no tax filings that are currently late where the Debtors are not also in dialog with the related taxing authority to become compliant.

All postpetition borrowings since the inception of the case, other than trade credit, are borrowings made under the Initial DIP Facility or the Replacement DIP Facility.

## MOR-1: 6/1/2023 - 6/30/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

<u>Description</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	Total
Receipts												
Operating Sales Proceeds Bitmain Coupon	2,476,320	2,505,853	27,381,213	_		_		_	_	_	_	32,363,386
Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	243,495	1,904	8,548,107									8,793,506
Total Receipts	2,719,816	2,507,757	35,929,320	_	_	_	_	_	_	_	_	41,156,892
D'abassassas												
Disbursements Suppliers or												
vendors Taxes /	2,014,569	2,104,965	22,979,950	_	_	_	_	_	_	_	_	27,099,484
Governmental	_	42.846	468.178	_	_	_	_	_	_	_	_	511,024
Services	7,143,110	94,963	1,037,649	_	_	_	_	_	_	_	_	8,275,722
Financial / Bank Fees	<u> </u>	271,640	2,968,187	_	_	_	_	_	_	_	_	3,239,827
Employee												
Expense		249,025	2,721,073									2,970,098
Total Disbursements	9,157,679	2,763,440	30,175,036	_	_	_	_	_	_	_	_	42,096,155
												207,499,086
Net Cash Flow (excl. Internal Transfers)	(6,437,863)	(255,683)	5,754,284									(939,262)
Cash Balance Beginning of Month Net Cash Flow	21,839,507 (6,437,863)	477,181 (255,683)	55,382,697 5,754,284	=	Ξ	Ξ	=	Ξ	=	=	=	77,699,385 ( <b>939,262</b> )
Disbursement Allocation		2,761,536	(2,761,536)									
Cash Balance End of Month (excl. Internal Transfers)	15,401,644	2,983,034	58,375,445	_	_	_	_	_	_	_	_	76,760,123
Bank Cash Balance Beginning of Month Net Cash Flow (excl. Internal Transfers; w/	21,839,507	477,181	55,382,697	_	_	_	_	_	_	_	_	77,699,385
Allocation)	(6,437,863)	(255,683)	5,754,284									(939,262)
MOR Part 1 d.	615 401 644	6 221 400	661 126 001	6		6	6	0		e e	•	6 76 760 122
Cash Balance	\$15,401,644	\$ 221,498	\$61,136,981	<u>s —</u>	<u>s — </u>	<u>s — </u>	<u>s – </u>	<u>s — </u>	<u>\$ —</u>	<u>s — </u>	<u>s — </u>	\$ 76,760,123
Reversing Disbursement Allocation Internal Transfers	5,026,972	2,761,536 (2,970,000)	(2,761,536) (2,056,972)	_	=		_	_	_			=
Cash Balance End of Month	\$20,428,616	\$ 13,034	\$56,318,473	<u>s — </u>	<u>s                                      </u>	<u>s                                      </u>	<u>s                                     </u>	<u>s — </u>	<u>s                                    </u>	<u>s                                      </u>	<u>s — </u>	\$ 76,760,123

	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Scientific Mining	Core Scientific Specialty Mining (Oklahoma)			RADAR	American Property Acquisitions I,			
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC	LLC	LLC	LLC	LLC	LLC	VII, LLC	<u>Co</u>	Total
ASSETS													
Cash and	2.066.421	12.024	55 512 440										57.50
Equivalents Restricted Cash	2,066,421 18,362,195	13,034	55,513,449 805.024										57,59 19,16
Total Cash	20,428,616	13,034	56,318,472										76,76
Accounts	., ., .	-,	, ,										., .
receivable, net of allowance	_	_	1,259,079	_								_	1,25
Accounts receivable from related parties	468,561,893	146,527,625	(472,934,874)	1,160,033								(143,314,676)	
Deposits for equipment	_	-	100,047									_	10
Digital currency		10.242	202 576										22
assets Prepaid expenses		18,342	302,576										32
and other Total other current	_	22,933,301	26,631,928	_								(22,927,271)	26,63
assets	1,825,669,431	(1,128,208,731)	(691,254,645)	12,734									6,21
Total Current Assets	2,314,659,940	(958,716,428)	(1,079,577,418)	1,172,767								(166,241,947)	111,29
Property, plant and equipment	_	50,342,913	571,559,052	_								(15,616,704)	606,28
Operating		30,342,713	571,557,052									(15,010,704)	000,20
lease-right-of-use assets	_	_	19,961,441	_								_	19,96
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)								_	- ,
Intangible assets, net			2,517,034										2.51
Other noncurrent	_	_	2,317,034	_								_	2,51
assets	2,558,789	(0)	6,737,912										9,29
Total Assets	2,317,218,729	(675,786,136)	(645,860,227)	(64,356,364)								(181,858,651)	749,35
LIABILITIES, PREFERRED													
STOCK & EQUITY													
Accounts Payable	_	143,423,529	87,239,195	1,750								(143,314,676)	87,34
Accrued expenses and other	199,366	18,136,331	54,186,502	_									72,52
Deferred revenue	177,500	18,130,331	102,825,369									(38,815,469)	64,00
Derivative warrant													
liabilities Operating lease		_		_									
liabilities, current													
portion	_	_	1,199,261	_								_	1,19
Financing lease liabilities, current													
portion	_	_	26,011,836	_								_	26,01
Long-term debt,	(550 001 957)		727 414 455										167.51
current portion Total current	(559,901,857)		727,414,455										167,51
liabilities	(559,702,491)	161,559,860	998,876,619	1,750								(182,130,145)	418,60
Operating lease liabilities, net of													
current portion	_	_	13,728,314	_								_	13,72
Financing lease liabilities, net of													
current portion	_	_	42,523,915	_								_	42,52
Long-term debt, net	569 259 150		07.040.127										CCC 10
of current portion Other noncurrent	568,258,150	_	97,848,137	_								_	666,10
liabilities		18,084,856	(13,286,427)	(2,587,769)									2,21
Total Liabilities	8,555,659	179,644,717	1,139,690,558	(2,586,019)								(182,130,145)	1,143,17
Pre-Petition Subject to Compromise	684,395,370	_	(684,395,370)	_								_	
Total Pre-Petition													
Subject to	(04.205.250		((04.305.350)										
Compromise Preferred stock	684,395,370		(684,395,370)										
Common stock	37,478	_		_								_	3
Additional paid-in	1 904 012 071	(15.070.141)	2 007 (21										1 700 02
capital Accumulated	1,804,012,061	(15,979,141)	2,887,621										1,790,92
deficit	(179,781,838)	(839,498,694)	(1,104,043,037)	(61,770,345)								318,476	(2,184,77
Other Comprehensive													
Income	_	_		_									
Cumulative Translation													
Adjustment	_	46,983	_	_								(46,983)	
Total Equity	1,624,267,700		(1,101,155,415)	(61,770,345)								271,494	(393,81
Total Liabilities,													
Preferred Stock & Equity	2,317,218,729	(675,786,136)	(645,860,227)	(64 356 364)								(181,858,651)	749,35
Lquity	2,017,210,729	(073,700,130)	(073,000,227)	(04,550,504)								(101,030,031)	147,33

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

## MOR-3: 6/1/2023 - 6/30/2023 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 (dollars in thousands)											
Hosting revenue from customers	_	_	9,651,418	_	_	_	_	_	_	_	_
Hosting revenue from related											
parties		_	2,562,990	_					_	_	
Equipment sales to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,397,650	26,109,867	_	_	_	_	_	_	_	_
Network services and defi revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,397,650	38,324,275			_	_	_		_	_
Cost of revenue		(3,349,178)	(21,408,882)	_							
Gross Profit		(951,528)	16,915,393								
Gain (loss) on legal settlements			(85,000)								
Gain (loss) from sales of digital currency assets	_	28,491	347,978	6,500	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(25,611)	(265,067)	_							
Impairment of goodwill and		(23,011)	(203,007)							_	_
other intangibles Impairment of property, plant	_	_	_	_	_	_	_	_	_	_	_
and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_				_	_	_	_	_	_	
Research and development	_	_	(245,251)	(1,333)	_	_	_	_	_	_	_
Sales and marketing	_	_	(320,809)	` <u></u>	_	_	_	_	_	_	_
General and administrative	_	(102,656)	(7,096,629)	_	_	_	_	_	_	_	_
Advisor Fees			986,743								
Total operating expenses		(102,656)	(6,675,946)	(1,333)							
Operating Income (Loss) Non-operating income (expense),	_	(1,051,305)	10,237,358	5,167	_		_	_	_	_	_
net: Loss on debt extinguishment											
Interest expense, net			2,618	_				_			
Other non-operating expenses,			2,010								
net Reorganization items			(4,058,950)								_
Total Non-operating income			(4,030,730)								
(expense), net:			(4,056,332)								
Income (loss) before income taxes Income tax expense	_	(1,051,305)	6,181,026	5,167		_	_	_			
Net Income (Loss)		(1,051,305)	6,181,026	5,167							
(====)		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,,	-,,-							