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): August 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	CRZWQ	*

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

Emerging growth company ⊠

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

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

Furthermore, this Form 8-K and/or the July 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," "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 July 31, 2023
99.2	Core Scientific Mining LLC, Monthly Operating Report for the period ended July 31, 2023
99.3	Core Scientific Operating Company, Monthly Operating Report for the period ended July 31, 2023
99.4	Core Scientific Acquired Mining LLC, Monthly Operating Report for the period ended July 31, 2023
99.5	Radar Relay, Inc., Monthly Operating Report for the period ended July 31, 2023
99.6	Core Scientific Specialty Mining (Oklahoma) LLC, Monthly Operating Report for the period ended July 31, 2023
99.7	American Property Acquisition, LLC, Monthly Operating Report for the period ended July 31, 2023
99.8	Starboard Capital LLC, Monthly Operating Report for the period ended July 31, 2023
99.9	RADAR LLC, Monthly Operating Report for the period ended July 31, 2023
99.10	American Property Acquisitions I, LLC, Monthly Operating Report for the period ended July 31, 2023
99.11	American Property Acquisitions VII, LLC, Monthly Operating Report for the period ended July 31, 2023
104	Cover Page Interactive Data File (embedded within the Inline XBRL document).

SIGNATURES

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

Core Scientific, Inc.

Date: September 1, 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)	§	⊠Jointly Administered	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 07/31/2023		Petition Date: 12/21/2022	
Months Pending: 7		Industry Classification: 3 3 4 1	
Reporting Method: Acc	crual Basis 🛛	Cash Basis □	
Debtor's Full-Time Employees (current):		265	
Debtor's Full-Time Employees (as of date of order for relia	ef):	236	
Supporting Documentation (check all that are attached):			
(For jointly administered debtors, any required schedules r	nust be provided on	a non-consolidated basis for each debtor)	
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	
08/31/2023			
Date		700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address	·
STATEMENT: This Periodic Report is associated with an § 1320.4(a)(2) applies.	open bankruptcy case	e; therefore, Paperwork Reduction Act exemption 5 C.F.R.	

1

De	btor's Name Core Scientific, Inc.	Case 1	No. 22-90341	
Par	t 1: Cash Receipts and Disbursements	Cı	irrent Month	Cumulative
a.	Cash balance beginning of month	\$	20,428,616	Cumunity
b.	Total receipts (net of transfers between accounts)	\$	2,320,281	\$75,162,552
c.	Total disbursements (net of transfers between accounts)	\$	7,267,425	\$ 7,267,425
d.	Cash balance end of month (a+b-c)	\$	15,481,472	
e.	Disbursements made by third party for the benefit of the estate	\$	0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$	7,267,425	\$ 7,267,425
Par (No	t 2: Asset and Liability Status t generally applicable to Individual Debtors. See Instructions.)	Cı	irrent Month	
a.	Accounts receivable (total net of allowance)	\$	468,787,828	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$	0	
c.	Inventory (Book Market □ Other □ (attach explanation))	\$	0	
d	Total current assets	\$2,	319,701,959	
e.	Total assets	\$2,	322,260,748	
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	\$	559,735,403	
1.	Prepetition priority debt	\$	0	
m.	Prepetition unsecured debt	\$	0	
n.	Total liabilities (debt) (j+k+l+m)	\$	559,735,403	
0.	Ending equity/net worth (e-n)	\$1,	762,525,345	
_	t 3: Assets Sold or Transferred		irrent 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.)		irrent 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	\$ 91,773

Dort	5. Profossions	al Fees and Expenses		1			
1 411	3. I Tolessiona	ir rees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's p	rofessional fees & expenses (bankrup	otcy) Aggregate Total	\$4,591,376	\$18,775,207	\$ 4,591,376	\$18,775,207
	Itemized B	Breakdown by Firm					
		Firm Name	Role				
	i	Stretto, Inc	Other	\$ 104,446	\$ 537,207	\$ 104,446	\$ 537,207
	ii	PJT Partners	Financial Professional	\$ 163,120	\$ 1,533,255	\$ 163,120	\$ 1,533,255
	iii	Weil	Lead Counsel	\$3,527,250	\$13,611,514	\$3,527,250	\$13,611,514
	iv	AlixPartners LLP	Financial Professional	\$ 757,385	\$ 2,963,242	\$ 757,385	\$ 2,963,242
	v	Scheef & Stone, LLP	Other	\$ 0	\$ 90,814	\$ 0	\$ 90,814
	vi	Deloitte Financial Advisor Serv	Financial Professional	\$ 39,176	\$ 39,176	\$ 39,176	\$ 39,176
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's pro	ofessional fees & expenses (n	onbankruptcy) Aggregate Total				
	Itemized Bre	eakdown by Firm					
		Firm Name	Role				
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Debtor's Name Core Scientific, Inc.

Case No. 22-90341

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	c						
c.	All profession	onal fees and expenses (debtor & cor	nmittees)	\$5,082,813	\$23,701,745	\$5,082,813	\$23,701,745

Par	t 6: Postpetition Taxes	Currer	t 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	\$ 102,744
d.	Postpetition employer payroll taxes paid	\$	0	\$ 0
e.	Postpetition property taxes paid	\$	0	\$ 0
f.	Postpetition other taxes accrued (local, state, and federal)	\$	0	\$ 0
g.	Postpetition other taxes paid (local, state, and federal)	\$	0	\$ 0

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 ⊠		
Are you current on postpetition estimated tax payments?	Yes ⊠	No □		
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 □	
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)
Has a plan of reorganization been filed with the court?	Yes ⊠	No □		
Has a disclosure statement been filed with the court?	Yes ⊠	No □		
	Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Were any payments made to or on behalf of insiders? Are you current on postpetition tax return filings? Are you current on postpetition estimated tax payments? Were all trust fund taxes remitted on a current basis? Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Were all payments made to or on behalf of professionals approved by the court? Do you have: Worker's compensation insurance? If yes, are your premiums current? Casualty/property insurance? If yes, are your premiums current? General liability insurance? If yes, are your premiums current? Has a plan of reorganization been filed with the court?	Were any payments made on prepetition debt? (if yes, see Instructions) Yes □ Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Yes □ Were any payments made to or on behalf of insiders? Yes □ Are you current on postpetition tax return filings? Yes ⋈ Are you current on postpetition estimated tax payments? Yes ⋈ Were all trust fund taxes remitted on a current basis? Yes ⋈ Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Yes ⋈ Wer all payments made to or on behalf of professionals approved by the court? Yes ⋈ Do you have: Worker's compensation insurance? Yes ⋈ If yes, are your premiums current? Yes ⋈ Casualty/property insurance? Yes ⋈ General liability insurance? Yes ⋈ If yes, are your premiums current? Yes ⋈ Has a plan of reorganization been filed with the court? Yes ⋈	Were any payments made on prepetition debt? (if yes, see Instructions) Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Were any payments made to or on behalf of insiders? Were any payments made to or on behalf of insiders? Are you current on postpetition tax return filings? Are you current on postpetition estimated tax payments? Were all trust fund taxes remitted on a current basis? Were all trust fund taxes remitted on a current basis? Were all payments made to or on behalf of professionals approved by the court? Ves No Do you have: Worker's compensation insurance? If yes, are your premiums current? Casualty/property insurance? If yes, are your premiums current? Yes No General liability insurance? If yes, are your premiums current? Yes No Has a plan of reorganization been filed with the court? Yes No No Hes No No Hes No No No Hes No No No Hes No No No Hes No No No No No No No No No No	Were any payments made on prepetition debt? (if yes, see Instructions) Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Were any payments made to or on behalf of insiders? Were any payments made to or on behalf of insiders? Are you current on postpetition tax return filings? Are you current on postpetition estimated tax payments? Were all trust fund taxes remitted on a current basis? Were all trust fund taxes remitted on a current basis? Were all payments made to or on behalf of professionals approved by the court? Wes \omega No \omega

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

Case No. 22-90341

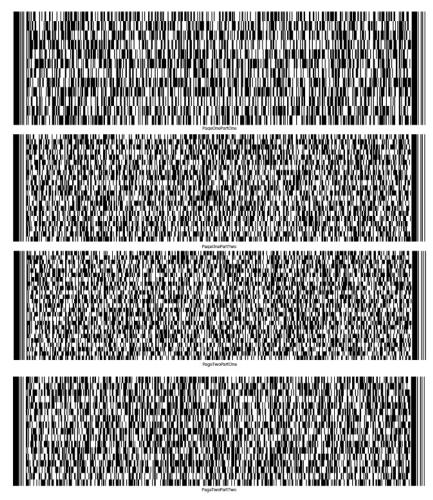
Debtor's Name Core Scientific, Inc.

Privacy Act Statement

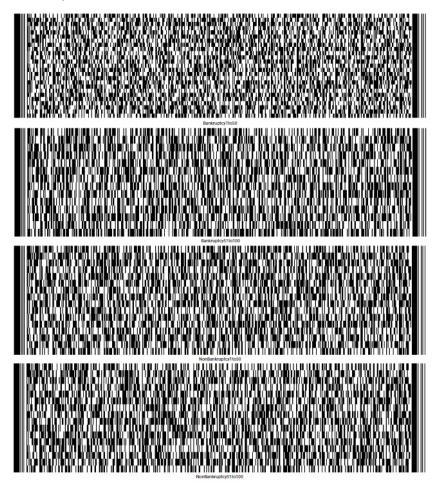
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

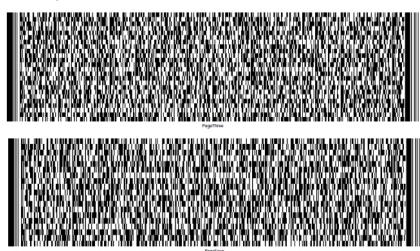
/s/ Michael Bros	Michael Bros	
Signature of Responsible Party	Printed Name of	Responsible Party
SVP, Capital Markets and Acquisitions	08/31/2023	
Title	Date	
UST Form 11-MOR (12/01/2021)	9	



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



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



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

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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 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 **Coder"**). 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, 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

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

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

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

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

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

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

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

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

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

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

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

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

Schedule of Asset Sales. This schedule, 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- Part 1. Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific,	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC		RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts		Mining LLC	Company		Willing LLC		LLC	Capital LLC	KADAKELE			Iotai
Operating Sales Proceeds Bitmain Coupon	2,160,238	2,510,669	27,881,924	-	-	-	-	-	-	-	-	32,552,831
Sales Other Receipts	160,043	_	10,275,716	_	_	-	_	_	_	_	_	10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640									42,988,590
Disbursements	2,520,201	2,310,007.2	30,137,040									42,700,370
Suppliers or												
vendors Taxes /	2,223,788	1,898,293	21,081,251	-	-	-	-	-	-	-	-	25,203,331
Governmental	_	294	3.270								_	3,565
Services	5,043,637	128,655	1,428,761	_	_	_		_	_	_	_	6,601,053
Financial / Bank	5,045,057	120,033	1,420,701									0,001,033
Fees	_	610,641	6,781,396	_	_	_	_	_	_	_	_	7,392,037
Employee		010,041	0,781,390									7,392,037
Expense	_	260.528	2,893,260	_	_	_	_	_	_	_	_	3,153,788
Total		200,320	2,075,200									5,155,766
	7.2/7.425	2 000 410 75	22 107 020									42,353,775
Disbursement	s 7,267,425	2,898,410.75	32,187,939	_	_	_					_	
												207,756,706
Net Cash Flow (excl. Internal Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance Beginning of Month	20.428.616	13.034	57 219 472									76,760,123
			56,318,473	_	_	_	_	_	_	_	_	
Net Cash Flow Disbursement	(4,947,144)		5,969,701				_	_	_	_	_	634,816
Allocation	. –	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl Internal Transfers)		2,523,704	59,389,763	_	_	_	_	_	_	_	_	77,394,939
Bank Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
MOR Part 1 d.												
Cash Balance	\$ 15,481,472	\$ (374,707)	\$ 62,288,174	s —	s —	s —	s —	s —	s —	s —	s —	\$ 77,394,939
Reversing Disbursement				-	-	-	-	-				
Allocation	4 721 200	2,898,411	(2,898,411)									_
Internal Transfers Cash Balance	4,721,209	(2,200,000)	(2,521,209)	_	_	_	_	_	_	_	_	_
End of Month	\$ 20,202,681	<u>\$ 323,704</u>	<u>\$ 56,868,554</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>	\$ 77,394,939

MOR-2: End of July 20	23 Balance Sheet									American		
272.0		Core Scientific Acquired Mining	Core Scientific Operating		Core Scientific	Core Scientific Specialty Mining	American Property	Starboard Capital	DADADIIC	Property Acquisitions I,	American Property Acquisitions VII,	EV
(US \$)	Inc.	LLC	Company	Inc.	Mining LLC	(Oklahoma) LLC	Acquisition, LLC	LLC	RADAR LLC	LLC	LLC	Elimina
ASSETS Cash and												
Equivalents	2,162,915	323,704	56,063,530	_								
Restricted Cash	18,039,766	323,704	805,024	_								
Total Cash	20,202,681	323,704	56,868,554	_								
Accounts	-, - ,	, .	, ,									
receivable, net of												
allowance	_	_	1,273,998	_								
Accounts												
receivable from												
related parties	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,
Deposits for												
equipment	_	_	100,897	_								
Digital currency assets		52,780	610,325									
Prepaid expenses	_	32,780	010,323									
and other	_	22,894,994	27,726,843	_								(22,
Total other current		22,071,771	27,720,013									(22,
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734								
Total Current												
Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767								(167,
Property, plant and	. , . , ,			, , ,								
equipment		46,991,888	570,340,309	_								(15,
Operating												
lease-right-of-use												
assets	_	-	19,880,100									
Goodwill		232,587,379	(167,058,249)	(65,529,130)								
Intangible assets, net			2,604,740									
Other noncurrent	_	_	2,004,740	_								
assets	2,558,789	(0)	6,734,705									
Total Assets	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,
LIABILITIES,	2,322,200,740	(0/0,/40,512)	(051,155,945)	(04,330,304)								(105,
PREFERRED STOCK & EQUITY												
Accounts Payable	_	144,866,808	84,676,302	1,750								(144,
Accrued expenses		111,000,000	01,070,502	1,750								(*,
and other	199,366	18,136,331	58,269,239	_								
Deferred revenue			104,319,983	_								(38,
Derivative warrant												
liabilities	_	_	_	_								
Operating lease												
liabilities, current			242.410									
portion	_	_	343,418	_								
Financing lease liabilities, current												
portion			26,094,666									
Long-term debt,			20,094,000									
current portion	(559,901,857)	_	721,214,240	_								
Total current	(00),00,00)		,,,									
liabilities	(559,702,491)	163,003,139	994,917,849	1,750								(183,
Operating lease												
liabilities, net of												
current portion	_	_	14,527,840	_								
Financing lease												
liabilities, net of current portion			41,675,456									
Long-term debt, net			41,075,450									
of current portion	568,258,150	_	97,817,534	_								
Other noncurrent	, , ,											
liabilities		18,084,856	(15,497,087)	(2,587,769)								
Total Liabilities	8,555,659	181,087,995	1,133,441,592	(2,586,019)								(183,
Pre-Petition Subject												
to Compromise	684,395,370		(684,395,370)									
Total Pre-Petition												
Subject to	(04 205 250		((04.205.250)									
Compromise Professed stock	684,395,370	_	(684,395,370)	_								
Preferred stock Common stock	37,478											
Additional paid-in	37,470											
capital	1,809,054,080	(15,979,141)	2,887,621	_								
Accumulated	,,											
deficit	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,770,345)								
Other	, , , , , , , , , , , , , , , , , ,	(- , .)=)	. ,	. , . , , . , ,								
Comprehensive												
Income		_	_	_								
Cumulative												
Translation												
Adjustment		46,983										
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								
Total Liabilities,												
Preferred Stock &		(/=/=	(CE1 CE2 C	((12-12-1								/***
Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,

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

	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 Hosting revenue	_	_	9,728,561	_	_	_	_	_	_	_	_
from related											
parties	_	_	2,728,716	_	_	_	_	_	_	_	_
Equipment sales											
to customers Equipment sales	_	_	_	_	_	_	_	_	_	_	_
to related											
parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income		2,539,728	28,186,825								
Network services	_	2,559,726	20,100,025	_	_	_	_	_	_	_	_
and defi											
revenue											
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit Gain (loss) on		(810,784)	12,559,937								
Gain (loss) on legal											
settlements	_		_	_	_		_	_	_	_	_
Gain (loss) from											
sales of digital currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of		14,173	43,003								
digital											
currency assets	_	(24,101)	(181,370)								_
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	_	_	(565,492)	_	_	_	_	_	_	_	_
Sales and marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
General and											
administrative	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
Advisor Fees			225,148								
Total operating expenses	_	(11,601)	(8,156,168)	_	_	_	_	_	_	_	_
Operating Income											
(Loss)		(832,291)	4,267,402						_	_	
Non-operating income (expense), net:											
Loss on debt											
extinguishment		_		_	_	_	_	_	_		
Interest expense,			(55,000)								
net Other	_	_	(55,882)	_	_	_	_	_	_	_	_
non-operating											
expenses, net	_	_	349,295	_	_	_	_	_	_	_	
Reorganization items			(4,981,200)								
Total Non-operating income (expense),											
net:			(4,687,787)								
Income (loss) before income taxes		(832,291)	(420,385)								
Income taxes		(832,291)	(420,385)								
expense	_	_	_	_	_	_	_	_	_	_	_
Net Income (Loss)		(832,291)	(420,385)								

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) **Monthly Operating Report** Chapter 11 Reporting Period Ended: 07/31/2023 Petition Date: 12/21/2022 Months Pending: 7 Industry Classification: $3 \quad 3 \quad 4 \quad 1$ 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 are attached): (For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor) Statement of cash receipts and disbursements Balance sheet containing the summary and detail of the assets, 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 reporting period Description of the assets sold or transferred and the terms of the sale or transfer /s/ Alfredo R. Pérez Alfredo R. Pérez Printed Name of Responsible Party Signature of Responsible Party 08/31/2023 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	: Asset and Liability Status enerally applicable to Individual Debtors. See Instructions.)	Current Month	
a.	Accounts receivable (total net of allowance)	\$ 0	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
c.	Inventory (Book ☑ Market □ Other □ (attach explanation))	\$ 0	
d	Total current assets	\$ 0	
e.	Total assets	\$ 0	
f.	Postpetition payables (excluding taxes)	\$ 0	
g.	Postpetition payables past due (excluding taxes)	\$ 0	
h.	Postpetition taxes payable	\$ 0	
i.	Postpetition taxes past due	\$ 0	
j.	Total postpetition debt (f+h)	\$ 0	
k.	Prepetition secured debt	\$ 0	
1.	Prepetition priority debt	\$ 0	
m.	Prepetition unsecured debt	\$ 0	
n.	Total liabilities (debt) (j+k+l+m)	\$ 0	
0.	Ending equity/net worth (e-n)	\$ 0	
Part 3	: Assets Sold or Transferred	Current Month	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	: Income Statement (Statement of Operations) enerally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$ 0	
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
LICT	Farmer 11 MOD (12/01/2021)		

Part	5: Professio	nal Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's	professional fees & expenses (bankruptcy) Aggregate Total				
	Itemized	Breakdown by Firm					
		Firm Name	Role	1			
	i						
	ii						
	iii						
	iv						
	v						
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor Total	's professional fees & ex	penses (nonbankruptcy) Aggregate				
	Itemize	d Breakdown by Firm					
		Firm Name	Role				
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	ii						
	iii						
	iv						
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	viii						
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ı	c.	c. All professional fees and expenses (debtor & committees)			\$0	\$0	\$0	\$0

Part 6: Postpetition Taxes			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) $Yes \; \square \qquad No \; \boxtimes$ b. Were any payments made outside the ordinary course of business without court Yes □ No ⊠ approval? (if yes, see Instructions) Were any payments made to or on behalf of insiders? c. Yes □ No ⊠ Are you current on postpetition tax return filings? d. Yes ⊠ No □ Are you current on postpetition estimated tax payments? e. Yes ⊠ No □ Were all trust fund taxes remitted on a current basis? No □ Yes ⊠ Was there any postpetition borrowing, other than trade credit? (if yes, see Yes □ No ⊠ g. Instructions) h. Were all payments made to or on behalf of professionals approved by the Yes \square No \square $N/A \boxtimes$ court? Do you have: Worker's compensation insurance? Yes \boxtimes No \square 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? (if no, see Instructions) Yes ⊠ No □ N/A General liability insurance? Yes \boxtimes No \square 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 \square k. 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. § 1. Yes \boxtimes No \square

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

1930?

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

Case No 22-90340

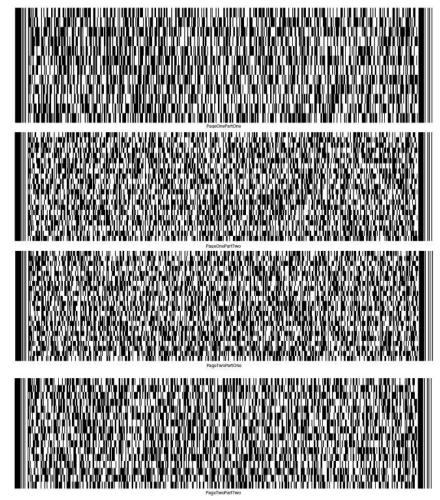
Debtor's Name Core Scientific Mining LLC

Privacy Act Statement

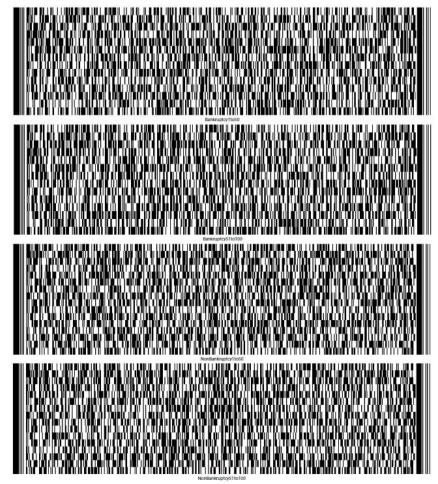
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. § 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

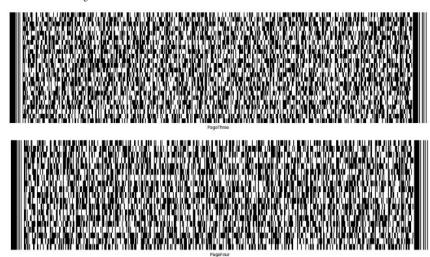
/s/ Michael Bros		Michael Bros Printed Name of Responsible Party		
Signature of Responsible Party				
SVP, Capital Markets and Acquisitions		08/31/2023		
Title		Date		
UST Form 11-MOR (12/01/2021)	9			



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



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



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

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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

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

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

- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisitions, 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 July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 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' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of
 Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and
 (v) Schedule of Payments to Insiders.

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

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

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

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

Income Statement. As noted, although the Debtors generally prepare financial statements on a consolidated basis, these MORs are prepared on an entity-by-entity basis. The Debtors maintain separate income statements in their books and records for the following entities: Core Scientific Acquired Mining LLC, Core Scientific, Inc., Core Scientific Operating Company, and Radar Relay, Inc. The Debtors, however, do not maintain separate income statements 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific,	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC		RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	_	_	_	_	_	_	_	32,552,831
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	160,043		10,275,716									10,435,760
Total Receipts Disbursements	2,320,281	2,510,669.2	38,157,640	_	_	_	_	_	_	_	_	42,988,590
Suppliers or vendors Taxes /	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_	25,203,331
Governmen Services Financial /	5,043,637	294 128,655	3,270 1,428,761	_	=	=	_	=	_	_	_ _	3,565 6,601,053
Bank Fees	_	610,641	6,781,396	_	_	_	_	_	_	_	_	7,392,037
Employee Expense		260,528	2,893,260									3,153,788
Total Disbursements	7,267,425	2,898,410.75	32,187,939	_		_	_		_	_		42,353,775 207,756,706
Net Cash Flow (excl. Internal Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance Beginning of Month Net Cash	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Flow	(4,947,144)	(387,742)	5,969,701	_	_		_	_	_	_		634,816
Disbursement Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal Transfers) Bank Cash	15,481,472	2,523,704	59,389,763	_	_	_	_	_	_	_	_	77,394,939
Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl. Internal Transfers; w/												
Allocation)	(4,947,144)	(387,742)	5,969,701									634,816
MOR Part 1 d. Cash Balance	<u>\$ 15,481,472</u>	<u>\$ (374,707)</u>	s 62,288,174	<u>s</u>	<u>s</u>	<u>s</u>	<u>s – </u>	<u>s – </u>	<u>s </u>	<u>s</u>	<u>s</u>	\$ 77,394,939
Reversing Disburseme Allocation	nt	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Internal Transfers	4,721,209	(2,200,000)	(2,521,209)		_	_	_	_	_	_	_	_
Cash Balance End of Month			\$ 56,868,554		<u>s</u> –	<u>s</u> —	<u>s</u>	<u>s</u> –	<u>s</u> –	<u>s</u> –	<u>s</u>	<u>\$ 77,394,939</u>

MOR-2: End of July 2023 Balance Sheet

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Eliminati
(US \$)												
ASSETS Cash and												
Equivalents	2 162 915	323,704	56,063,530	_								
Restricted Cash	2,162,915 18,039,766		805,024									
Total Cash	20,202,681	323,704	56,868,554	_								
Accounts receivable, net of allowance	_	_	1,273,998	_								
Accounts receivable from related parties	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,84
Deposits for equipment	_	_	100,897	_								()-
Digital currency assets	_	52,780	610,325	_								
Prepaid expenses												
and other Total other current	_	22,894,994	27,726,843	_								(22,88
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734								
Total Current												
Assets Property, plant and	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767								(167,7;
equipment	_	46,991,888	570,340,309	_								(15,6)
Operating lease-right-of-use												
assets Goodwill		232,587,379	19,880,100 (167,058,249)	(65,529,130)								
Intangible assets,		232,307,379		(00,029,100)								
net Other negovernet	_	_	2,604,740	_								
Other noncurrent assets	2,558,789	(0)	6,734,705	_								
Total Assets	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,35
LIABILITIES,												
PREFERRED STOCK & EQUITY Accounts Payable	_	144,866,808	84,676,302	1,750								(144,84
Accrued expenses				1,750								(111,0
and other Deferred revenue	199,366	18,136,331	58,269,239 104,319,983									(38,7
Derivative warrant	_	_	104,519,985	_								(30,7
liabilities	_	_	_	_								
Operating lease liabilities, current portion	_	_	343,418	_								
Financing lease liabilities, current												
portion Long-term debt,			26,094,666									
current portion Total current	(559,901,857)		721,214,240									
liabilities Operating lease	(559,702,491)	163,003,139	994,917,849	1,750								(183,62
liabilities, net of current portion Financing lease	_	_	14,527,840	_								
liabilities, net of current portion	_	_	41,675,456	_								
Long-term debt, net of current portion	568,258,150	_	97,817,534									
Other noncurrent	300,230,730											
liabilities	0.555 (50	18,084,856	(15,497,087)	(2,587,769)								(183,62
Total Liabilities Pre-Petition Subject to Compromise	8,555,659 684,395,370	181,087,995	1,133,441,592 (684,395,370)	(2,586,019)								(183,0.
Total Pre-Petition	004,373,370		(004,393,370)									
Subject to												
Compromise Preferred stock	684,395,370	_	(684,395,370)	_								
Common stock	37,478	_	_	_								
Additional paid-in		(15.070.141)	2 007 621									
capital Accumulated	1,809,054,080	(15,979,141)	2,887,621	_								
deficit	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,770,345)								31
Other Comprehensive Income	_	_	_	_								
Cumulative	_	_	_	_								
Translation Adjustment		46,983										
Total Equity Total Liabilities,	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								2'
Total Liabilities, Preferred Stock & Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,3

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(dollars in											
thousands) Hosting revenue											
from											
customers	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue			., .,								
from related											
parties		_	2,728,716						_		_
Equipment sales to customers											
Equipment sales	_	_	_	_		_	_	_	_	_	_
to related											
parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset		2 520 520	20.107.025								
mining income Network services	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
and defi											
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,539,728	40,644,102						_		
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit	_	(810,784)	12,559,937			_		_		_	_
Gain (loss) on											
legal											
settlements							_		_		
Gain (loss) from sales of digital											
currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of		14,175	45,005								
digital											
currency assets	_	(24,101)	(181,370)	_	_	_	_	_	_	_	_
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	_	_	(565,492)	_	_	_	_	_	_	_	_
Sales and											
marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
General and administrative		(11 (01)	(7.424.750)								
Advisor Fees		(11,601)	(7,434,750) 225,148								
Total operating			220,110								
expenses	_	(11,601)	(8,156,168)	_	_	_	_	_	_	_	_
Operating Income											
(Loss)	_	(832,291)	4,267,402	_		_	_	_	_	_	_
Non-operating income (expense), net: Loss on debt											
extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense,											
net	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating											
expenses, net	_	_	349,295	_	_	_	_	_	_	_	_
Reorganization items			(4,981,200)								
Total Non-operating									_		_
income (expense), net:			(4,687,787)								
Income (loss) before income taxes		(832,291)	(420,385)								
Income taxes	_	(032,291)	(420,383)	_	_	_				_	
expense											
Net Income (Loss)		(832,291)	(420,385)								

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Operating Company	§	Case No. 22-90343	
	\$		
	§	Lead Case No. 22-90341	
Debtor(s)	§		
.,		☑ Jointly Administered	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 07/31/2023		Petition Date: 12/21/2022	
Months Pending: 7		Industry Classification: 3 3 4 1	
Reporting Method:	ccrual Basis ⊠	Cash Basis □	
Debtor's Full-Time Employees (current):		0	
Debtor's Full-Time Employees (as of date of order for re	elief):	0	
Supporting Documentation (check all that are attached):		
(For jointly administered debtors, any required schedule:	s must be provided on a n	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	ne reporting period		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
08/31/2023			
Date		700 Louisiana Street, Suite 1700, Houston, Texas 7	7002
		Address	
STATEMENT: This Periodic Report is associated with a applies.	n open bankruptcy case; t	herefore, Paperwork Reduction Act exemption 5 C.F.R.	§ 1320.4(a)(2)
UST Form 11-MOR (12/01/2021)	1		

Debtor's Name Core Scientific Operating Company	Case No. 22-90343
Part 1: Cash Receipts and Disbursements	Current Month Cumulative
a. Cash balance beginning of month	\$ 56,318,473
b. Total receipts (net of transfers between accounts)	\$ 38,157,640 \$275,549,370
c. Total disbursements (net of transfers between accounts)	\$ 32,187,939 \$ 32,187,939
d. Cash balance end of month (a+b-c)	\$ 62,288,174
e. Disbursements made by third party for the benefit of the estate	\$ 0 \$
f. Total disbursements for quarterly fee calculation (c+e)	\$ 32,187,939 \$ 32,187,939
	
Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors, See Instructions.)	Current Month
a. Accounts receivable (total net of allowance)	\$ -472,439,891
b. Accounts receivable over 90 days outstanding (net of allowance)	\$ 0
c. Inventory (Book Market □ Other □ (attach explanation))	\$ 610,325
d Total current assets	\$-1,083,655,549
e. Total assets	\$ -651,153,945
f. Postpetition payables (excluding taxes)	\$ 114,460,728
g. Postpetition payables past due (excluding taxes)	\$ 0
h. Postpetition taxes payable	\$ 711,884
i. Postpetition taxes past due	\$ 0
	\$ 115,172,612
j. Total postpetition debt (f+h) k. Prepetition secured debt	\$ 285,709,938
Prepetition priority debt	\$ 4,508,963
1 1 2	\$ 171,747,414
m. Prepetition unsecured debt	<u>· · · · · · · · · · · · · · · · · · · </u>
n. Total liabilities (debt) (j+k+l+m)	<u> </u>
o. Ending equity/net worth (e-n)	<u>\$-1,228,292,872</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 \$ 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
Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)	G (W 0 G 10
a. Gross income/sales (net of returns and allowances)	S 40,644,102 Cumulative
b. Cost of goods sold (inclusive of depreciation, if applicable)	\$ 28,084,165
c. Gross profit (a-b)	\$ 12,559,937
d. Selling expenses	\$ 381,074
e. General and administrative expenses	\$ 7,434,750
f. Other expenses	\$ 340,344
	\$ 0
g. Depreciation and/or amortization (not included in 4b) h. Interest	\$ 55,882
	\$ 55,882
i. Taxes (local, state, and federal)	<u></u>
j. Reorganization items	\$ 4,981,200 \$ -420,385 \$ 33,413,630
k. Profit (loss)	\$ -420,385 \$ 33,413,630

5: Profess	sional Fees and Expenses			T			
			Approved Current Mont	h	Approved Cumulative	Paid Current Month	Paid Cumulative
Debtor	's professional fees & expenses	(bankruptcy) Aggregate Total	\$	0	\$212,975	\$ 0	\$212,97
Itemize	ed Breakdown by Firm						
	Firm Name	Role					
i	Stretto, Inc	Other	\$	0	\$212,975	\$ 0	\$212,97
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's p	rofessional fees & expenses (nonbankrupt	cy) Aggregate Total	\$ 551,246			\$ 2,889,978
		reakdown by Firm	77 00 0	1		,	
		Firm Name	Role				
	i	Fishman Stewart PLLC	Local Counsel	\$ 0	\$ 145,525	\$ 49,999	\$ 108,715
	ii	Frost Brown Todd Attorneys LL	Other	\$ 13,427	\$ 38,873	\$ 3,217	\$ 25,447
	iii	Horne LLP	Other	\$ 750	\$ 10,538	\$ 1,600	\$ 9,788
	iv	Marcum LLP	Other	\$ 51,500	\$ 1,197,459	\$216,300	\$ 1,145,959
	V	Quinn Emanuel Urquhart & Sul	Other	\$ 72,248	\$ 469,296	\$ 0	\$ 250,920
	vi	Alston and Bird LLP	Other	\$ 2,129	\$ 204,592	\$ 2,129	\$ 194,143
	vii	Carey Olsen Cayman Limited	Other	\$ 2,239	\$ 2,239	\$ 0	\$ 2,239
	viii	Murphy and Grantland PA	Other	\$ 0	\$ 480	\$ 0	\$ 0
	ix	Parker Poe	Other	\$ 0	\$ 2,096	\$ 0	\$ 2,096
	X	Morgan Lewis and Bockius LLP	Other	\$ 51,314	\$ 51,314	\$ 0	\$ 51,314
	xi	Deloitte & Touche LLP	Other	\$ 285,350	\$ 1,112,250	\$342,450	\$ 1,025,850
	xii	Ernst and Young US LLP	Other	\$ 0	\$ 9,632	\$ 0	\$ 9,632
	xiii	Hall, Estill, Hardwick, Gable, G	Other	\$ 1,617	\$ 1,777	\$ 1,617	\$ 1,777
	xiv	Andersen Tax LLC	Other	\$ 70,674	\$ 70,674	\$ 62,100	\$ 62,100

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c.	All profession	onal fees and expenses (debtor & com	mittees)	\$551,246	\$3,529,719	\$679,411	\$3,102,954
		. `	*			· · · · · · · · · · · · · · · · · · ·	

	otor's Name Core Scientific Operating Company					No. 22-90343
	6: Postpetition Taxes Postpetition income taxes accrued (local, state, and federal)			Cui	rent Month	Cumulative
a.	• / / /			3	0	\$ 65,977
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$ 0
c.	Postpetition employer payroll taxes accrued			\$	75,130	\$ 469,656
d.	Postpetition employer payroll taxes paid			\$	150,942	\$1,180,763
e.	Postpetition property taxes paid			\$	0	\$ 17,284
f.	Postpetition other taxes accrued (local, state, and federal)			\$	1,580	\$ -10,801
g.	Postpetition other taxes paid (local, state, and federal)			\$	-8,150	\$ -430,607
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 □		
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 □			

 $l. \quad \mbox{ Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. \S \ 1930? \\$

Yes ⊠ No □

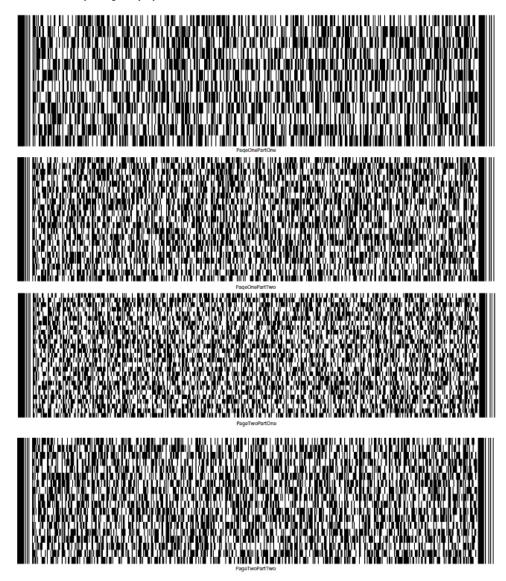
Part	8: Individual Chapter 11 Debtors (Only)		
a.	Gross income (receipts) from salary and wages		\$ 0
b.	Gross income (receipts) from self-employment		\$ 0
c.	Gross income from all other sources		\$ 0
d.	Total income in the reporting period (a+b+c)		\$ 0
e.	Payroll deductions		\$ 0
f.	Self-employment 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

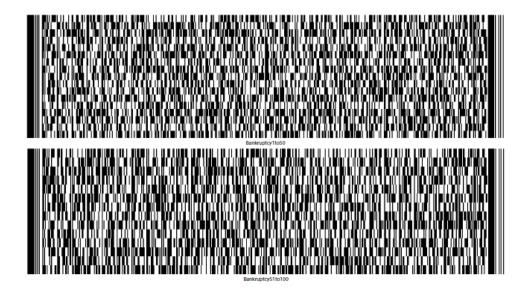
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will 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		08/31/2023	
Title		Date	
UST Form 11-MOR (12/01/2021)	9		

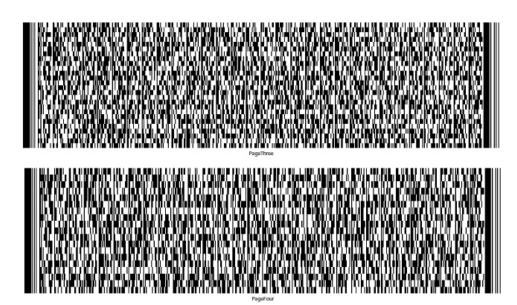


UST Form 11-MOR (12/01/2021)



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



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

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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 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. <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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

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

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

- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisitions, 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 July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 2023.
- 4. <u>Accounting Principles.</u> The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

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

- 5. <u>Currency.</u> Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- 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. 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	-	_	_	_	-	_	_	32,552,831
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	160,043	-	10,275,716	-	_	_	-	_	_	-	-	10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640			_	_	_	_	_	_	42,988,590
Disbursements Suppliers or												
vendors	2,223,788	1,898,293	21,081,251	-	_	-	-	_	-	-	-	25,203,331
Taxes / Governmental Services	1 – 5,043,637	294 128,655	3,270 1,428,761	-	_	_	_	_	_	-	_	3,565 6,601,053
Financial /	2,013,037	120,000	1,120,701									0,001,000
Bank Fees Employee	_	610,641	6,781,396	-	_	_	_	_	_	_	_	7,392,037
Expense		260,528	2,893,260									3,153,788
Total Disbursements	7,267,425	2,898,410.75	32,187,939	_	_	_	_			_		42,353,775 207,756,706
Net Cash Flow (excl. Internal Transfers)	(4,947,144)	(387,742)	5,969,701	_						_		634,816
Cash Balance												
Beginning												
of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow	(4,947,144)	(387,742)	5,969,701	_		_			_	_	_	634,816
Disbursement		2 000 411	(2.000.411)									
Allocation Cash Balance End of	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Month (excl. Internal												
Transfers)	15,481,472	2,523,704	59,389,763									77,394,939
Bank Cash Balance Beginning												
of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl. Internal Transfers; w/												
Allocation)	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
MOR Part 1												
d. Cash Balance	\$15,481,472	\$ (374,707)	\$62,288,174	<u>s — </u>	<u>s</u> —	<u>s </u>	<u>s</u>	<u>s – </u>	<u>s </u>	<u>s </u>	<u>s </u>	\$ 77,394,939
Reversing Disbursement Allocation	_	2,898,411	(2,898,411)	_	_	_	_			_	_	_
Internal Transfers	4,721,209	(2,200,000)	(2,521,209)	_	_	_	_			_	_	_
Cash Balance End of Month	<u>\$20,202,681</u>	<u>\$ 323,704</u>	<u>\$56,868,554</u>	<u>s —</u>	<u>s </u>	<u>s — </u>	<u>s — </u>	<u>s</u>	<u>_s _</u>	<u>s —s</u>		<u>\$ 77,394,939</u>

	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	Elimination Co	Tot:
(US \$)		LLC	Company		LLC	LLC	LLC	LLC	LLC	i, LLC	VII, LLC		100
ASSETS													
Cash and Equivalents	2,162,915	323,704	56,063,530	_								_	58,5
Restricted Cash	18,039,766	222 504	805,024										18,8
Total Cash Accounts receivable,	20,202,681	323,704	56,868,554	_								_	77,3
net of allowance	_	_	1,273,998	_								_	1,2
Accounts receivable			,,										,
from related	460 707 020	140 (26 750	(472 712 000)	1 160 022								(1.4.4.0.45.53.2)	
parties Deposits for	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,847,733)	
equipment		_	100,897	_								_	1
Digital currency													
assets Prepaid expenses and	_	52,780	610,325	_								_	6
other	_	22,894,994	27,726,843	_								(22,888,965)	27,7
Total other current												(==,000,000)	
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734									5,9
Total Current Assets	2,319,701,959	(056 325 770)	(1,083,655,549)	1,172,767								(167,736,697)	113,1
Property, plant and	2,319,701,939	(930,323,779)	(1,003,033,349)	1,172,707								(107,730,037)	113,1
equipment	_	46,991,888	570,340,309	_								(15,616,704)	601,7
Operating													
lease-right-of-use assets			19,880,100									_	19,8
Goodwill		232,587,379	(167,058,249)	(65,529,130)								_	17,0
Intangible assets, net	_	<u> </u>	2,604,740	` '- '-								_	2,6
Other noncurrent	2 550 700	(0)	6 724 705										9,2
assets Total Assets	2,558,789 2,322,260,748	(676,746,512)	6,734,705 (651,153,945)	(64 356 364)								(183,353,401)	746,6
LIABILITIES,	2,322,200,740	(0/0,/40,312)	(031,133,743)	(04,330,304)								(165,555,401)	/40,0
PREFERRED													
STOCK & EQUITY													
Accounts Payable Accrued expenses		144,866,808	84,676,302	1,750								(144,847,733)	84,6
and other	199,366	18,136,331	58,269,239	_								_	76,6
Deferred revenue			104,319,983	_								(38,777,162)	65,5
Derivative warrant													
liabilities Operating lease	_	_	_	_								_	
liabilities, current													
portion		_	343,418										3
Financing lease liabilities, current													
portion	_	_	26,094,666	_								_	26,0
Long-term debt,													
current portion	(559,901,857)		721,214,240										161,3
Total current liabilities	(559,702,491)	163,003,139	994,917,849	1,750								(183,624,895)	414,5
Operating lease	(005,702,151)	100,000,100	>> 1,> 1,0 1.7	1,700								(100,021,050)	111,0
liabilities, net of			14 527 040										145
current portion Financing lease	_		14,527,840									_	14,5
liabilities, net of													
current portion	_	_	41,675,456	_								_	41,6
Long-term debt, net of current portion	568,258,150	_	97,817,534	_									666,0
Other noncurrent	300,230,130		77,017,554										000,0
liabilities		18,084,856	(15,497,087)	(2,587,769)									
Total Liabilities	8,555,659	181,087,995	1,133,441,592	(2,586,019)								(183,624,895)	1,136,8
Pre-Petition Subject to Compromise	684,395,370		(684,395,370)									_	
Total Pre-Petition	004,373,370		(004,575,570)										
Subject to													
Compromise Preferred stock	684,395,370	_	(684,395,370)	_								_	
Common stock	37,478		_										
Additional paid-in													
capital	1,809,054,080	(15,979,141)	2,887,621	(61 770 245)								219.476	1,795,9
Accumulated deficit Other	(179,781,838)	(041,902,348)	(1,103,087,788)	(01,7/0,345)								318,476	(2,186,2
Comprehensive													
Income	_	_	_	_								_	
Cumulative Translation													
Adjustment	_	46,983	_	_								(46,983)	
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								271,494	(390,2
Total Liabilities,													
Preferred Stock & Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64 356 364)								(183,353,401)	746,6
Equity	_,022,200,740	(0,0,770,312)	(001,100,740)	(04,000,004)								(105,555,701)	, 40,0

^{&#}x27;The 'Elimination Co' column addresses the accounting of intercompany balances to enable consolidated reporting in the 'Total' column

	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	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	2,728,716	_	_	_	_	_	_	_	_
Equipment sales to											
customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to											
related parties				_			_				_
Digital asset mining income		2,539,728	28,186,825								
Network services and defi		2,559,726	20,100,025	_	_	_		_	_	_	_
revenue											
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
Gain (loss) on legal											
settlements	_	_	_	_	_	_	_	_	_	_	
Gain (loss) from sales of digital currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of digital											
currency assets	_	(24,101)	(181,370)	_	_	_	_	_	_	_	_
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			(565,492)								
Sales and marketing		_	(381,074)								
General and			(301,074)								
administrative	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	
Advisor Fees	_	(11,001)	225,148	_	_	_	_	_	_	_	_
Total operating expenses		(11,601)	(8,156,168)								
Operating Income (Loss)		(832,291)	4,267,402	_							
Non-operating income	_	(032,291)	4,207,402	_	_		_	_	_	_	_
(expense), net: Loss on debt											
extinguishment											
Interest expense, net			(55,882)								
Other non-operating			(33,002)								
expenses, net	_	_	349,295	_	_	_	_	_	_	_	_
Reorganization items	_	_	(4,981,200)	_	_	_	_	_	_	_	_
Total Non-operating income			, ., , ,								
(expense), net:	_	_	(4,687,787)	_	_	_	_	_	_	_	_
Income (loss) before income											
taxes	_	(832,291)	(420,385)					_			
Income tax expense		(052,271)	(420,303)			_	_	_			_
Net Income (Loss)		(832,291)	(420,385)								
rect income (Loss)		(034,491)	(420,363)								

Core Scientific Operating Company

MOR-5: 7/1/2023 - 7/31/2023 Payments to Insiders

Name	Title	Date	Amo	unt	Description
Mike Levitt	Chief Executive Officer	7/7/2023	\$ 2,0	76.92	Base Salary
Mike Levitt	Chief Executive Officer	7/21/2023	\$ 2,0	76.92	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	7/7/2023	\$ 10,3	884.61	Base Salary
Denise Sterling	Executive Vice President, Chief Financial Officer	7/21/2023	\$ 10,3	884.61	Base Salary
Darin Feinstein	Executive Vice President, Strategy	7/7/2023	\$ 2,0	76.92	Base Salary
Darin Feinstein	Executive Vice President, Strategy	7/21/2023	\$ 2,0	76.92	Base Salary
Todd DuChene	Chief Legal Officer	7/7/2023	\$ 17,3	307.69	Base Salary
Todd DuChene	Chief Legal Officer	7/21/2023	\$ 17,3	307.69	Base Salary
Adam Sullivan	President	7/7/2023	\$ 17,3	307.69	Base Salary
Adam Sullivan	President	7/21/2023	\$ 17,3	307.69	Base Salary

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Core Scientific Acqu	nired Mining LLC	§ §	Case No. 22-90342					
		 §	Lead Case No. 22-90341					
Debtor	ting Period Ended: 07/31/2023 as Pending: 7 ting Method: Accrual and a second and	§	☑ Jointly Administered					
Monthly Operating Repo	rt		Lead Case No. 22-90341 □ Jointly Administered Petition Date: 12/21/2022 Industry Classification: 3 3 4 1 Cash Basis □ 0 0 a non-consolidated basis for each debtor) a and equity (net worth) or deficit transfer Alfredo R. Pérez Printed Name of Responsible Party 700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address se; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1	Chapter 11				
Reporting Period Ended: 0	7/31/2023		Petition Date: 12/21/2022					
Months Pending: 7			Industry Classification: 3 3 4 1					
Reporting Method:	Accrual B	asis 🗵	Cash Basis □					
Debtor's Full-Time Employ	yees (current):		0					
Debtor's Full-Time Employ	yees (as of date of order for relief):		0					
Supporting Documentation	on (check all that are attached):							
(For jointly administered de	ebtors, any required schedules must be	e provided on a	non-consolidated basis for each debtor)					
Balance sheet contain Statement of operation Accounts receivable Postpetition liabilitien Statement of capital and Schedule of payment Schedule of payment All bank statements and Description of the asset	ning the summary and detail of the assons (profit or loss statement) aging s aging assets s to professionals s to insiders and bank reconciliations for the reporti	ing period	nsfer					
/s/ Alfredo R. Pérez	orty							
	arty		Timed Name of Responsible Larry					
08/31/2023 Date			700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address					
STATEMENT: This Period applies.	ic Report is associated with an open ba	ankruptcy case;	therefore, Paperwork Reduction Act exemption 5 C.F.R. § 13	20.4(a)(2)				
Debtor's Full-Time Employees (current): Debtor's Full-Time Employees (as of date of order for relief): Supporting Documentation (check all that are attached): (For jointly administered debtors, any required schedules must Statement of cash receipts and disbursements Balance sheet containing the summary and detail of the asstatement 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 report Description of the assets sold or transferred and the terms /s/ Alfredo R. Pérez Signature of Responsible Party 08/31/2023 Date STATEMENT: This Periodic Report is associated with an open		1						

Par	t 1: Cash Receipts and Disbursements	C	urrent Month	Cumulative
a.	Cash balance beginning of month	\$	13,034	
b.	Total receipts (net of transfers between accounts)	\$	2,510,669	\$18,970,661
c.	Total disbursements (net of transfers between accounts)	\$	2,898,411	\$ 2,898,411
d.	Cash balance end of month (a+b-c)	\$	-374,707	
e.	Disbursements made by third party for the benefit of the estate	\$	0	\$ 0
f.	Total disbursements for quarterly fee calculation (c+e)	\$	2,898,411	\$ 2,898,411
Par	t 2: Asset and Liability Status t generally applicable to Individual Debtors. See Instructions.)	C	urrent Month	
a.	Accounts receivable (total net of allowance)		148,626,759	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$	0	
c.	Inventory (Book Market Other (attach explanation))	\$	52,780	
d	Total current assets	4	956,325,779	
e.	Total assets		676,746,512	
f.	Postpetition payables (excluding taxes)	\$	0	
g.	Postpetition payables past due (excluding taxes)	\$	0	
h.	Postpetition taxes payable	\$	0	
i.	Postpetition taxes payable Postpetition taxes past due	\$	0	
	Total postpetition debt (f+h)	\$	0	
j.		\$	0	
k.	Prepetition secured debt	\$		
1.	Prepetition priority debt		0	
m.	Prepetition unsecured debt	\$	0	
n.	Total liabilities (debt) (j+k+l+m)	\$	0	
Ο.	Ending equity/net worth (e-n)	\$-	676,746,512	
Par	t 3: Assets Sold or Transferred	C	urrent 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.)	C	urrent Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$	2,539,728	Cumulative
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$	3,350,512	
c.	Gross profit (a-b)	\$	-810,784	
d.	Selling expenses	\$	010,701	
e.	General and administrative expenses	\$	11,601	
f.	Other expenses	\$	0	
	Depreciation and/or amortization (not included in 4b)	\$	0	
g. h.	Interest	\$	0	
n. i.	Taxes (local, state, and federal)	\$	0	
		Φ	0	
j.	Reorganization items	Φ		¢ 5 207 221
k.	Profit (loss)	2	-832,291	\$-5,297,231

Part	5: Professional	Fees and Expenses					
		F. 222		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's pro	fessional fees & expenses (bankrupt	cy) Aggregate Total	Current Monui	Cullinative	Monui	Cumulative
۵.	Itemized Bre	akdown by Firm					
	1,0,11,200 5,0	Firm Name	Role	†			
	i	1 1111 1 (1111)	11010				
	ii						
	iii						
	iv						
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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				
	i					
	ii					
	iii					
	iv					
	v					
	vi					
	vii					
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All professiona	al fees and expenses (debtor & com	mittees)	\$ 0	\$ 0	\$ 0	\$

Par	t 6: Postpetition Taxes	Current	Month	Cumu	lative
a.	Postpetition income taxes accrued (local, state, and federal)	\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)	\$	0	\$	0
c.	Postpetition employer payroll taxes accrued	\$	0	\$	0
d.	Postpetition employer payroll taxes paid	\$	0	\$	0
e.	Postpetition property taxes paid	\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)	\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)	\$	0	\$	0

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 □	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 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 □		

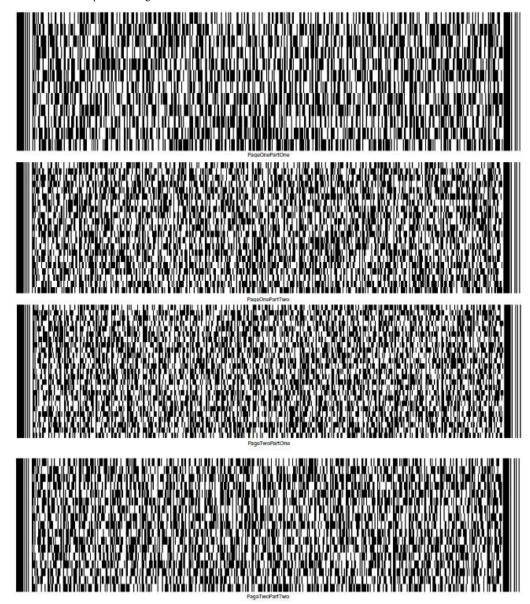
Par	8: Individual Chapter 11 Debtors (Only)			
a.	Gross income (receipts) from salary and wages	\$	0	
b.	Gross income (receipts) from self-employment	\$	0	
c.	Gross income from all other sources	\$	0	
d.	Total income in the reporting period (a+b+c)	\$	0	
e.	Payroll deductions	\$	0	
f.	Self-employment 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	
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

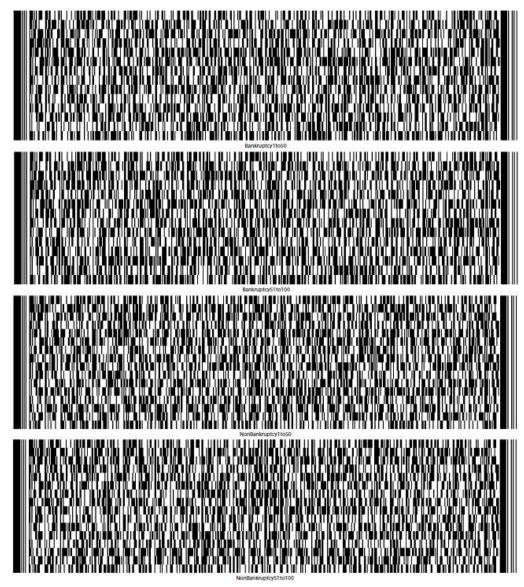
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. § 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

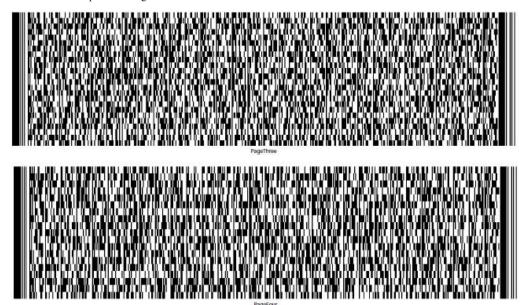
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	08/31/2023
Title	Date



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



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



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

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

In re:

\$ Chapter 11

CORE SCIENTIFIC, INC., et al.,

Debtors. 1

\$ (Jointly Administered)

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

- 2. Reservation of Rights. This MOR is limited in scope, covers the period beginning on July 1, 2023 and ending July 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.
 - Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.
- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.
 - The amounts reported in this MOR are as-of July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 2023.
- Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent
 financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the
 Debtors.
 - The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency.</u> Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- 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. 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I,	American Property Acquisitions VII, LLC	Total
Receipts			Company	IIIC.	LEC				LLC			
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	_	_	_		_	_	_	32,552,831
Bitmain Coupon Sales	2,100,230	2,510,007		_	_	_	_	_	_	_	_	-
Other Receipts	160,043	_	10,275,716	_	_	_	_		_	_	_	10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640	_								42,988,590
Disbursements	2,020,201	2,510,007.2	20,137,040									42,700,370
Suppliers or vendors	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_	25,203,331
Taxes / Governmental	2,223,700	294	3,270	_	_	_	_	_	_	_	_	3,565
Services	5.043.637	128,655	1.428.761	_	_	_	_	_	_	_	_	6,601,053
Financial / Bank Fees		610,641	6,781,396	_	_	_	_	_	_	_	_	7,392,037
Employee Expense	_	260,528	2,893,260	_	_	_	_	_	_	_	_	3,153,788
Total Disbursements	7,267,425	2,898,410.75	32,187,939									42,353,775
Total Dissui sellents	7,207,120	2,050,110176	02,107,505									207,756,706
Net Cash Flow (excl. Internal												
Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance Beginning of												
Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
Disbursement Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	15 401 450	2 522 504	50 200 562									== 204 020
(excl. Internal Transfers)	15,481,472	2,523,704	59,389,763									77,394,939
Bank Cash Balance	20 429 (16	12.024	57 210 472									76.760.122
Beginning of Month Net Cash Flow (excl.	20,428,616	13,034	56,318,473	_	_	_	_		_	_	_	76,760,123
Internal Transfers; w/ Allocation)	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
MOR Part 1 d. Cash												
Balance	15,481,472	\$ (374,707)	\$62,288,174	\$	s —	s —	s —	s —	s —	s —	s —	\$ 77,394,939
Reversing Disbursement												
Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Internal Transfers	4,721,209	(2,200,000)	(2,521,209)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$20,202,681	<u>\$ 323,704</u>	\$56,868,554	<u>s — </u>	<u>s </u>	<u>s </u>	<u>s </u>	<u>s </u>	<u>s — </u>	<u>s </u>	<u>s – </u>	\$ 77,394,939

MOR-2: End of July 2023 Balance Sheet

Scientific Specialty Mining Core American American American Core Scientific Core Scientific Scientific Property Starboard Property Property Mining (Oklahoma) Acquisition, LLC LLC Radar Capital RADAR Acquisitions Acquired Operating Relay, Inc. (US \$) ASSETS Scientific, Inc. Mining LLC Company LLC LLC Í, LLO VÎI, LLO Total1 Cash and Equivalents 2,162,915 323,704 56,063,530 58,550,148 Restricted Cash 18,039,766 18.844.790 805.024 323,704 **Total Cash** 20,202,681 56,868,554 77,394,938 Accounts receivable, net of allowance Accounts 1,273,998 1,273,998 receivable from related parties Deposits for equipment 468,787,828 148,626,759 (473,713,889) (144,847,733) 12,997 1,160,033 100,897 100,89 Digital currency assets Prepaid expenses 52,780 610,325 663,10: and other 22.894.994 27,726,843 (22,888,965) 27,732,873 Total other current 1,830,711,451 12,734 (1,128,224,016) (696,522,277) 5,977,892 **Total Current** 2,319,701,959 (956,325,779) (1,083,655,549) (167,736,697) 113,156,70 Assets Property, plant and equipment 46,991,888 570,340,309 (15,616,704) 601,715,493 Operating lease-right-of-use 19,880,100 19,880,100 assets Goodwill 232,587,379 (167,058,249) (65,529,130) Intangible assets, 2.604.740 2,604,740 Other noncurrent 2 558 789 assets 6 734 705 9 293 49 **Total Assets** (676,746,512) (183,353,401) 2,322,260,748 (651,153,945) (64,356,364) 746,650,52 LIABILITIES, PREFERRED STOCK & EQUITY Accounts Payable 144,866,808 84,676,302 1,750 (144,847,733) 84,697,12 Accrued expenses 76,604,930 65,542,82 and other 199,366 18,136,331 58.269.239 Deferred revenue 104,319,983 (38,777,162) Derivative warrant liabilities Operating lease liabilities, current 343,418 343.418 portion Financing lease liabilities, current portion Long-term debt, 26,094,666 26,094,660 current portion (559,901,857) 721,214,240 161,312,384 Total current (559,702,491) 163,003,139 994,917,849 1,750 (183,624,895) 414,595,352 liabilities Operating lease liabilities, net of 14,527,840 current portion Financing lease liabilities, net of 14,527,840 current portion
Long-term debt, net 41,675,456 41,675,450 of current portion Other noncurrent 568,258,150 666,075,684 97,817,534 18.084.856 liabilities (15.497.087)(2.587.769)(183,624,895) 1,136,874,332 Total Liabilities 8,555,659 181,087,995 1,133,441,592 (2,586,019)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 Common stock 37,478 37,478 Additional paid-in capital 1,809,054,080 (15,979,141) 2,887,621 1,795,962,560 Accumulated deficit (179,781,838) (841,902,348) (1,103,087,788) (61,770,345) 318,476 (2,186,223,842 Other Comprehensive Income Cumulative Translation Adjustment 46,983 (46,983)**Total Equity** (390,223,80 1,629,309,720 (857,834,507) (1,100,200,166) (61,770,345) 271,494 Total Liabilities Preferred Stock & Equity 2,322,260,748 (676,746,512) (651,153,945) (64,356,364) (183,353,401) 746,650,52

Core

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(dollars in thousands)											
Hosting revenue from customers			9,728,561								
Hosting revenue from		_	9,728,501	_	_	_	_	_	_	_	_
related parties	_	_	2,728,716	_	_	_	_	_	_	_	
Equipment sales to											
customers Equipment sales to related	_	_	_	_	_	_	_	_	_	_	_
parties		-	-	_							
Digital asset mining income Network services and defi	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
Gain (loss) on legal		(010,704)	12,557,757					_			
settlements	_	_	_	_	_	_	_	_	_	_	_
Gain (loss) from sales of											
digital currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of digital											
currency assets	_	(24,101)	(181,370)	_	_	_	_	_	_	_	_
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		_	(565,492)								
Sales and marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
General and administrative	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
Advisor Fees	_		225,148	_	_	_	_	_	_	_	_
Total operating expenses		(11,601)	(8,156,168)								
Operating Income (Loss)		(832,291)	4,267,402								_
Non-operating income (expense), net:		, , ,									
Loss on debt											
extinguishment										_	
Interest expense, net	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating			349,295								
expenses, net Reorganization items			(4,981,200)								
Total Non-operating income			(4,701,200)								
(expense), net:	_	_	(4,687,787)	_	_	_	_	_	_	_	_
Income (loss) before income			(4,007,707)								
taxes	_	(832,291)	(420,385)	_	_	_	_	_	_	_	_
Income tax expense	_			_		_	_	_	_	_	_
Net Income (Loss)		(832,291)	(420,385)				_				_
,											

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Radar Relay, Inc.		§	Case No. 22-90344	
		§ §	Lead Case No. 22-90341	
Debtor(s)		§		
			☑ Jointly Administered	
Monthly Operating Report				Chapter 11
Reporting Period Ended: 07/31/2023			Petition Date: 12/21/2022	
Months Pending: 7			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 are atta	ached):			
For jointly administered debtors, any required scho		vided on a non-co	onsolidated basis for each debtor)	
Statement of cash receipts and disbursements Balance sheet containing the summary and de 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 Description of the assets sold or transferred a	etail of the assets, l ent)	eriod sale or transfer <u>Alfr</u>	redo R. Pérez ted Name of Responsible Party	
08/31/2023 Date		700	Louisiana Street, Suite 1700, Houston, Texas 77002	
			lress	
STATEMENT: This Periodic Report is associated vapplies.	vith an open bankr	uptcy case; there	fore, Paperwork Reduction Act exemption 5 C.F.R. §	1320.4(a)(2)

1

Don	t 1: Cash Receipts and Disbursements	Current Month	Cumulativa
a.	Cash balance beginning of month	\$ 0	Cumulative
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
			
Par	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	
m.	Prepetition unsecured debt	\$ 0	
n.	Total liabilities (debt) (j+k+l+m)	\$ 0	
0.	Ending equity/net worth (e-n)	\$-64,356,364	
	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.)	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	\$ -53,669

	sional Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
Debtor	r's professional fees & expe	nses (bankruptcy)				
Aggreg	gate Total ed Breakdown by Firm					
Itemize	ea Breakaown by Firm	D. I				
	Firm Name	Role				
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's Aggrega	professional fees & expenses te Total	s (nonbankruptcy)				
	Itemized	Itemized Breakdown by Firm					
		Firm Name	Role				
	i						
	ii						
	iii						
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c.	All pro	fessional fees and expenses (debt	or & committees)	\$0	\$0	\$0	\$0

Part 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	

Dovt 7. (Ouestionnaire–	During this	roporting	noviod.

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	Yes □	No ⊠		
	without court approval? (if 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?	Yes □	No ⊠		
	(if yes, see Instructions)				
h.	Were all payments made to or on behalf of professionals approved by	Yes □	No □	$N/A \boxtimes$	
	the court?				
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 □	(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	Yes ⊠	No □		
	set forth under 28 U.S.C. § 1930?				

De	btor's Name Radar Relay, Inc.	Case No. 22-	90344
Par	rt 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 □ N/A ⊠

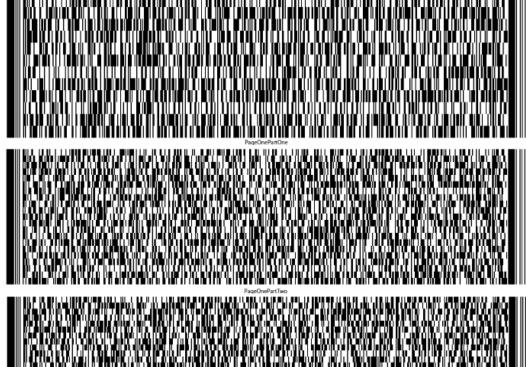
Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?

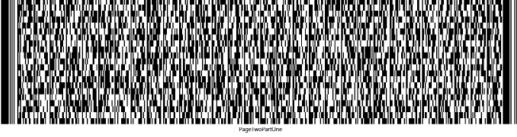
m. If yes, have you made all Domestic Support Obligation payments?

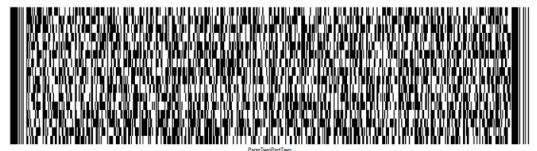
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. § 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

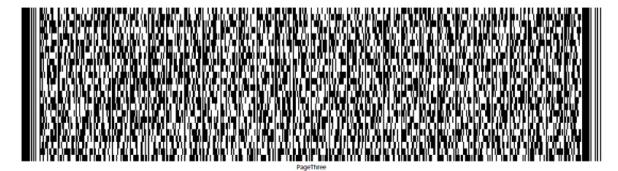
/s/ Michael Bros	Michael Bros				
Signature of Responsible Party	Printed Name of Responsible Party				
SVP, Capital Markets and Acquisitions	08/31/2023				
Title	Date				
UST Form 11-MOR (12/01/2021)	9				







onBankruptcy51to100



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 JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

- 2. Reservation of Rights. This MOR is limited in scope, covers the period beginning on July 1, 2023 and ending July 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.
 - Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.
- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.
 - The amounts reported in this MOR are as-of July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 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. <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. 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

of Month

\$20,202,681 \$

323,704 \$56,868,554 \$ — \$

Core Scientific Specialty Mining (Oklahoma) Core Core Core American American American Property
Acquisition,
LLC Starboard Capital RADAR Acquisitions
LLC LLC I, LLC Property Acquisitions VII, LLC Core Scientific, Scientific Acquired Scientific Operating Radar Scientific Relay, Mining Description Inc. Mining LLC Company Inc. LLC LLC LLC Í, LLC Total Receipts
Operating Sales
Proceeds
Bitmain Coupon 2,160,238 2,510,669 27,881,924 32,552,831 10,435,760 Other Receipts 160,043 10,275,716 Total Receipts 2,320,281 2,510,669.2 38,157,640 42,988,590 Disbursements Suppliers or vendors Taxes / Governmental 2,223,788 1,898,293 25,203,331 21,081,251 294 3,270 3,565 Services Financial / Bank 5,043,637 128,655 1,428,761 6,601,053 7,392,037 610.641 Fees 6.781.396 Employee Expense 3,153,788 7,267,425 42,353,775 207,756,706 **Total Disbursements** 2,898,410.75 32,187,939 Net Cash Flow (excl. Internal Transfers) (4,947,144) (387,742) 5,969,701 634,816 Cash Balance Beginning of Month Net Cash Flow 20,428,616 (4,947,144) 13,034 (387,742) 56,318,473 5,969,701 76,760,123 634,816 Disbursement Allocation 2,898,411 (2,898,411) Cash Balance End of Month (excl. Internal 2,523,704 Transfers) 15,481,472 59,389,763 77,394,939 Bank Cash Balance Beginning of Month Net Cash Flow 20,428,616 13,034 56,318,473 76,760,123 (excl. Internal Transfers; w/ (4,947,144) 5,969,701 Allocation) (387,742) 634,816 MOR Part 1 d. Cash Balance \$15,481,472 **\$** (374,707) \$62,288,174 \$ \$ 77,394,939 Reversing Disbursement Allocation
Internal Transfers
Cash Balance End 2,898,411 (2,898,411)4,721,209 (2,200,000) (2,521,209)

_ \$ 77,394,939

(US \$)	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	Elimination Co	Total ¹
ASSETS Cash and Equivalents Restricted Cash	2,162,915 18,039,766	323,704	56,063,530 805,024	=							=	58,550 18,844
Total Cash	20,202,681	323,704	56,868,554								_	77,394
Accounts receivable, net of allowance	_	_	1,273,998	_							_	1,273
Accounts receivable from related	460 707 020			1.160.022							(144.047.722)	ŕ
parties Deposits for	468,787,828	148,626,759	(473,713,889)	1,160,033							(144,847,733)	12
equipment	_		100,897	_							_	100
Digital currency assets	_	52,780	610,325	_							_	663
Prepaid expenses and other	_	22,894,994	27,726,843	_							(22,888,965)	27,732
Total other current assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734							_	5,977
Total Current Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767							(167,736,697)	113,156
Property, plant and equipment	_	46,991,888	570,340,309	_							(15,616,704)	601,715
Operating		10,552,000	210,210,200								(10,010,701)	001,110
lease-right-of-use assets	_	_	19,880,100	_							_	19,880
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)							_	2.604
Intangible assets, net Other noncurrent		_	2,604,740								_	2,604
assets	2,558,789	(0)	6,734,705	<u> </u>							(102.252.401)	9,293
Total Assets LIABILITIES, PRE	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)							(183,353,401)	746,650
FERRED STOCK & EQUITY												
Accounts Payable Accrued expenses		144,866,808	84,676,302	1,750							(144,847,733)	84,697
and other	199,366	18,136,331	58,269,239	_							-	76,604
Deferred revenue Derivative warrant	_	_	104,319,983	_							(38,777,162)	65,542
liabilities	_	_	_	_							_	
Operating lease liabilities, current												
portion Financing lease			343,418	_								343
liabilities, current	_	_	26,094,666	_							_	26,094
Long-term debt, current portion	(559,901,857)	_	721,214,240								_	161,312
Total current	(339,901,837)		/21,214,240									101,312
liabilities Operating lease liabilities, net of	(559,702,491)	163,003,139	994,917,849	1,750							(183,624,895)	414,595
current portion	_	_	14,527,840	_							_	14,527
Financing lease liabilities, net of			41 (75 45)									41 (75
current portion Long-term debt, net	_	_	41,675,456	_							_	41,675
of current portion Other noncurrent	568,258,150		97,817,534								_	666,075
liabilities		18,084,856	(15,497,087)	(2,587,769)								
Total Liabilities Pre-Petition Subject	8,555,659	181,087,995	1,133,441,592	(2,586,019)							(183,624,895)	1,136,874
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 Accumulated deficit	1,809,054,080 (179,781,838)	(15,979,141) (841,902,348)	2,887,621 (1,103,087,788)	(61,770.345)							318,476	1,795,962 (2,186,223
Other	(177,701,050)	(041,702,040)	(1,100,007,700)	(01,770,043)							510,470	(2,100,220
Comprehensive Income	_	_										
Cumulative												
Translation Adjustment	_	46,983	_	_							(46,983)	
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)							271,494	(390,223
Total Liabilities, Preferred Stock & Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64 356 264)							(183,353,401)	746,650
Equity	2,522,200,740	(0/0,/40,312)	(031,133,943)	(04,550,504)							(105,555,401)	740,030

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

Total Revenue (dollars in thousands) Hosting revenue from customers Sp. 228,561 Sp. 228,716		Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Hosting revenue from customers												
Hosting revenue from related parties 2,728,716												
parties		_	_	9,728,561	_	_	_	_	_	_	_	_
Equipment sales to related parties Digital asset mining income Network services and defi revenue Cost of revenue Cost of revenue Cost of revenue (3,35,512) (28,084,165) Gain (loss) on legal settlements Gain (loss) from sales of digital currency assets Impairments of digital currency assets (24,101) Impairment of goodwill and other intangibles Impairment of property, plant and equipment Losses on exchange or disposal of property, plant and equipment Coperating expenses: Research and development Sales and marketing Gain daministrative (11,601) G(7,434,750) G(11,601) G(1												
Equipment sales to related parties Digital asset mining income 2,539,728 28,186,825				2,728,716	_							
Digital asset mining income		_	_	_	_	_	_	_	_	_	_	_
Network services and defi revenue		_		_	_	_	_	_	_	_	_	_
Total Revenue		_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
Cost of revenue												
Gross Profit	Total Revenue		2,539,728	40,644,102								
Gain (loss) on legal settlements Gain (loss) from sales of digital currency assets	Cost of revenue		(3,350,512)	(28,084,165)	_		_		_			_
Gain (loss) on legal settlements Gain (loss) from sales of digital currency assets	Gross Profit		(810,784)	12,559,937	_							
Gain (loss) from sales of digital currency assets	Gain (loss) on legal settlements											
Currency assets												
Impairment of digital currency assets		_	14.195	45.003	_	_	_	_	_	_	_	_
Assets			11,170	10,000								
Impairment of property, plant and equipment		_	(24.101)	(181.370)	_	_	_	_	_	_	_	_
intangibles Impairment of property, plant and equipment Losses on exchange or disposal of property, plant and equipment Operating expenses: Research and development			(21,101)	(101,070)								
Impairment of property, plant and equipment		_	_	_	_	_	_	_	_	_	_	_
Country Coun												
Losses on exchange or disposal of property, plant and equipment		_	_	_	_	_	_	_	_	_	_	_
Departing expenses:												
Operating expenses: —		_	_	_	_	_	_	_	_	_	_	_
Sales and marketing		_			_	_	_	_	_	_	_	_
General and administrative	Research and development	_	_	(565,492)	_	_	_	_	_	_	_	_
Advisor Fees	Sales and marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
Total operating expenses		_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
Operating Income (Loss)	Advisor Fees	_		225,148	_	_	_	_	_	_	_	_
Non-operating income (expense), net: Loss on debt extinguishment	Total operating expenses		(11,601)	(8,156,168)								
Non-operating income (expense), net: Loss on debt extinguishment	Operating Income (Loss)		(832,291)	4,267,402								
Loss on debt extinguishment			(002,251)	1,207,102								
Interest expense, net	Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Other non-operating expenses, net Reorganization items — 349,295 — — — — Reorganization items — — (4,981,200) — — — — Total Non-operating income (expense), net: — — — — — — — Income (loss) before income taxes — (832,291) (420,385) — — — — — — Income tax expense — — — — — — — —		_	_	(55,882)	_	_	_	_	_	_	_	_
Reorganization items		_	_		_	_	_	_	_	_	_	_
Total Non-operating income (expense), net: (4,687,787)		_	_		_	_	_	_	_	_	_	_
net: — — (4,687,787) —				, .,,,								
Income (loss) before income taxes — (832,291) (420,385) — <th< td=""><td></td><td>_</td><td>_</td><td>(4.687.787)</td><td>_</td><td>_</td><td>_</td><td>_</td><td>_</td><td>_</td><td>_</td><td>_</td></th<>		_	_	(4.687.787)	_	_	_	_	_	_	_	_
Income tax expense			(932 201)									
	. ,		(032,291)	(420,363)				==				
Net Income (Loss) (832,291)												
	Net Income (Loss)		(832,291)	(420,385)								

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: 07/31/2023 Petition Date: 12/21/2022 Months Pending: 7 Industry Classification: 3 3 4 1 Reporting Method: Accrual Basis Cash Basis □ Debtor's Full-Time Employees (current): 0 0 Debtor's Full-Time Employees (as of date of order for relief): Supporting Documentation (check all that are attached): (For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor) Statement of cash receipts and disbursements Balance sheet containing the summary and detail of the assets, liabilities and equity (net worth) or deficit \boxtimes Statement of operations (profit or loss statement) \boxtimes Accounts receivable aging Postpetition liabilities aging Statement of capital assets Schedule of payments to professionals П Schedule of payments to insiders All bank statements and bank reconciliations for the reporting period Description of the assets sold or transferred and the terms of the sale or transfer /s/ Alfredo R. Pérez Alfredo R. Pérez Signature of Responsible Party Printed Name of Responsible Party 08/31/2023 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.

1

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 2	enerally applicable to Individual Debtors. See Instructions.)	Current Month	
a.	Accounts receivable (total net of allowance)	\$ 0	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
c.	Inventory (Book Market □ Other □ (attach explanation))	\$ 0	
d	Total current assets	\$ 0	
e.	Total assets	\$ 0	
f.	Postpetition payables (excluding taxes)	\$ 0	
g.	Postpetition payables past due (excluding taxes)	\$ 0	
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
Part 4	l: Income Statement (Statement of Operations) renerally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a.	Gross income/sales (net of returns and allowances)	\$ 0	<u>cumumtve</u>
b.	Cost of goods sold (inclusive of depreciation, if applicable)	\$ 0	
c.	Gross profit (a-b)	\$ 0	
d.	Selling expenses	\$ 0	
e.	General and administrative expenses	\$ 0	
f.	Other expenses	\$ 0	
g.	Depreciation and/or amortization (not included in 4b)	\$ 0	
h.	Interest	\$ 0	
i.	Taxes (local, state, and federal)	\$ 0	
	Reorganization items	\$ 0	
j. k.	Profit (loss)	\$ 0	\$ 0
ĸ.	110111 (1055)	φ U	φ U

5: Professional Fees and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulativ
Debtor's professional fees & expense	s (bankruptcy) Aggregate Total				
Itemized Breakdown by Firm					
Firm Name	Role				
i					
ii					
iii					
iv					
v					
vi					
vii					
viii					
ix					
x					
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xiii					
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expense	es (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm					
	Firm Name	Firm Name Role				
	i					
	ii					
	iii					
	iv					
	v					
	vi					
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	viii					
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	X					
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lx lxi lxii lxiii lxiii lxiv lxv lxv lxvi lxvi					
kii kiii kiii kiii kiii kiii kiiv kv k					
Ixii Ixiii Ixiv Ixv Ixv Ixvi Ixviii Ixviii Ixix Ixix					
Ixiii Ixiv Ixv Ixvi Ixvii Ixviii Ixix Ixix					
Ixiv Ixv Ixvi Ixvii Ixviii Ixix Ixx Ixx Ixx					
lxv lxvi lxvii lxviii lxix lxx lxx lxxi					
lxvi lxvii lxviii lxix lxx lxx lxxii					
Ixvii Ixviii Ixix Ixx Ixx Ixxi Ixxi					
Ixviii Ixix Ixx Ixxi Ixxii Ixxiii					
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XCV					
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xcvii			<u> </u>		
xcviii					-
xcix					
C					-
All professional fees and expen	nces (debtor & com	mittees)	\$	\$ \$	\$

a. Postpetition income taxes accrued (local, state, and federal)	
a. I ostpetition income taxes accrued (local, state, and redefat)	0
b. Postpetition income taxes paid (local, state, and federal)	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
g. Postpetition other taxes paid (local, state, and federal) \$ 0	0

5 .	1 ostpetition other taxes paid (local, state, and rederar)			Ψ		Ψ
Pa	rt 7: Questionnaire - During this reporting period:					
a.	11.0.00	Yes □	No ⊠			
b.		Yes □	No ⊠			
	(if 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 \square	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 I	nstructions)
	Casualty/property insurance?	Yes ⊠	No □			
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, see In	structions)
	General liability insurance?	Yes ⊠	No □			
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, see I	nstructions)
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 □			

8

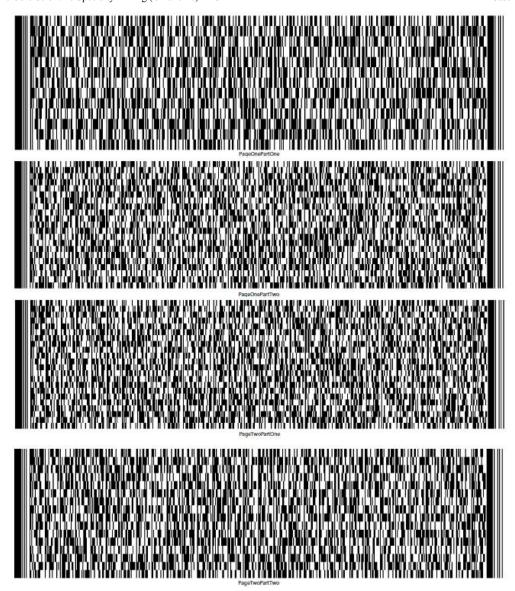
Part 8: Individual Chapter 11 Debtors (Only)	
a. Gross income (receipts) from salary and wages	\$ 0
b. Gross income (receipts) from self-employment	\$ 0
c. Gross income from all other sources	\$ 0
d. Total income in the reporting period (a+b+c)	\$ 0
e. Payroll deductions	\$ 0
f. Self-employment related 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
 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 \square No \boxtimes Yes \square No \square N/A \boxtimes

Privacy Act Statement

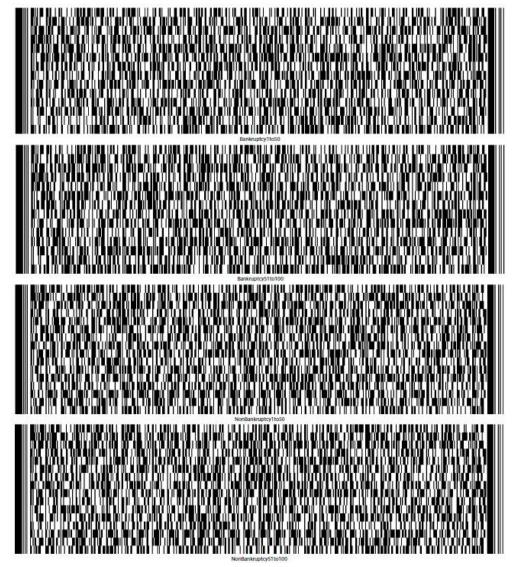
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

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

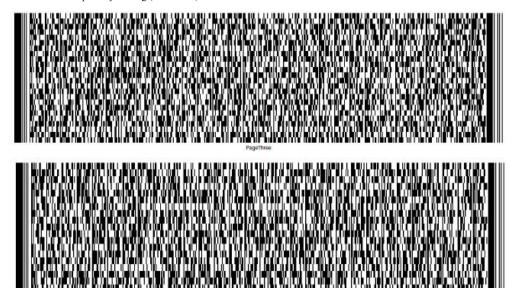
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	08/31/2023
Title	Date
UST Form 11-MOR (12/01/2021)	Q



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



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



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

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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

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

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

- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisitions I, LLC, 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 July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 2023.
- Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent
 financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the Debtors.

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

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

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

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

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

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

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

Schedule of Asset Sales. This schedule, 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

	Core Scientific.	Core Scientific Acquired Mining	Core Scientific Operating	Radar Relav.	Core Scientific Mining	Core Scientific Specialty Mining (Oklahoma)	American Property	Starboard Capital	DADAD	American Property Acquisitions	American Property	
Description	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	I, LLC	VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924									32,552,831
Bitmain Coupon	2,100,238	2,310,009	27,001,924									32,332,631
Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	160,043		10,275,716									10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640	_	_	_	_	_	_	_	_	42,988,590
Disbursements												
Suppliers or vendors Taxes /	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_	25,203,331
Governmental	_	294	3.270	_	_	_	_	_	_	_	_	3,565
Services	5,043,637	128,655	1,428,761	_	_	_	_	_	_	_	_	6,601,053
Financial / Bank	-,,	120,000	-,,									
Fees	_	610,641	6,781,396	_	_	_	_	_	_	_	_	7,392,037
Employee Expense		260,528	2,893,260									3,153,788
Total Disbursements	7,267,425	2,898,410.75	32,187,939	_	_	_	_	_	_			42,353,775
												207,756,706
Net Cash Flow (excl.												
Internal Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance												
Beginning of Month	20.428.616	13.034	56.318.473									76,760,123
Net Cash Flow	(4,947,144)	(387,742)	5,969,701									634,816
Disbursement	(4,247,144)	(307,742)	3,707,701									054,010
Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Cash Balance End of		,,	(),									
Month (excl.												
Internal Transfers)	15,481,472	2,523,704	59,389,763	_	_	_	_	_	_		_	77,394,939
Bank Cash Balance												
Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl.	20,420,010	15,054	50,510,475									70,700,125
Internal Transfers;												
w/ Allocation)	(4,947,144)	(387,742)	5,969,701									634,816
MOR Part 1 d.												
Cash Balance	\$15,481,472	\$ (374,707)	\$62,288,174	<u>s —</u>	<u>\$</u>	<u> </u>	<u>s — </u>	<u>\$</u>	— \$	<u>_</u> \$		\$ 77,394,939
Reversing												
Disbursement		2 000 411	(2 000 411)									
Allocation Internal Transfers	4.721.209	2,898,411 (2,200,000)	(2,898,411) (2,521,209)									_
Cash Balance End	+,/21,209	(2,200,000)	(2,321,209)			_	_			_	_	_
of Month	\$20,202,681	<u>\$ 323,704</u>	<u>\$56,868,554</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>\$ 77,394,939</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		American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co	Total ¹
(US \$)	IIIC.	LLC	Company	iciay, inc.	LLC	LLC	LLC	LLC	LLC	LLC	LLC		Iotai
ASSETS													
Cash and Equivalents	2,162,915	323,704	56,063,530	_								_	58,550.
Restricted Cash	18,039,766		805,024										18,844
Total Cash	20,202,681	323,704	56,868,554										77,394
Accounts receivable, net of allowance Accounts	_	_	1,273,998	_								_	1,273
receivable from related parties	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,847,733)	12,
Deposits for equipment	_	_	100,897	_								_	100.
Digital currency													
assets Prepaid expenses		52,780	610,325	_									663
and other	_	22,894,994	27,726,843	_								(22,888,965)	27,732
Total other current	1 920 711 451	(1.120.224.016)	((0(522 277)	12.724									5.077
assets Total Current	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734									5,977
Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767								(167,736,697)	113,156
Property, plant and equipment Operating	_	46,991,888	570,340,309	_								(15,616,704)	601,715
lease-right-of-use													
assets Goodwill	_	232,587,379	19,880,100 (167,058,249)	(65 520 130)								_	19,880.
Intangible assets,		232,361,317		(05,527,150)									
net Other noncurrent	_	_	2,604,740	_								_	2,604
assets	2,558,789	(0)	6,734,705	_								_	9,293
Total Assets	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,353,401)	746,650.
LIABILITIES, PREFERRED STOCK & EQUITY													
Accounts Payable	_	144,866,808	84,676,302	1,750								(144,847,733)	84,697
Accrued expenses and other	199,366	18,136,331	58,269,239										76,604.
Deferred revenue	199,300	16,130,331	104,319,983	_								(38,777,162)	65,542
Derivative warrant													
liabilities Operating lease	_											_	
liabilities, current			242.410										2.42
portion Financing lease liabilities, current	_	_	343,418	_								_	343.
portion		_	26,094,666	_									26,094
Long-term debt, current portion	(559,901,857)	_	721,214,240	_								_	161,312.
Total current													
liabilities Operating lease	(559,702,491)	163,003,139	994,917,849	1,750								(183,624,895)	414,595
liabilities, net of current portion Financing lease	_	_	14,527,840	_								_	14,527
liabilities, net of			41 675 456										41 (75
current portion Long-term debt, net			41,675,456	_									41,675
of current portion	568,258,150	_	97,817,534	_								_	666,075
Other noncurrent liabilities	_	18,084,856	(15,497,087)	(2,587,769)								_	
Total Liabilities	8,555,659	181,087,995	1,133,441,592	(2,586,019)								(183,624,895)	1,136,874
Pre-Petition Subject	684,395,370		(684,395,370)	_									
to Compromise Total Pre-Petition	004,393,370		(004,393,370)										
Subject to	co		(2014										
Compromise Preferred stock	684,395,370	_	(684,395,370)										
Common stock	37,478	_	_	_								_	37,
Additional paid-in capital	1,809,054,080	(15,979,141)	2,887,621	_								_	1,795,962.
Accumulated												210 476	
deficit Other	(179,781,838)	(841,902,348)	(1,103,087,788)	(01, / /0,345)								318,476	(2,186,223,
Comprehensive Income	_	_	_	_								_	
Cumulative Translation													
Adjustment		46,983										(46,983)	
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								271,494	(390,223.
Total Liabilities, Preferred Stock & Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,353,401)	746,650

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(dollars in thousands) Hosting revenue from											
customers	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue from related parties	_	_	2,728,716	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
Network services and defi revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								_
Gain (loss) on legal settlements	_		_		_	_	_	_	_	_	_
Gain (loss) from sales of digital currency assets	_	14,195	45,003	_	_				_	_	
Impairments of digital currency assets	_	(24,101)	(181,370)		_	_	_	_	_	_	_
Impairment of goodwill		(24,101)	(101,570)								
and other intangibles Impairment of	_	_	_	_	_	_	_	_	_	_	_
property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant and equipment											
Operating expenses:		_	_				_	_	_		
Research and development			(565,492)								
Sales and marketing			(381,074)				_	_			
General and											
administrative	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
Advisor Fees Total operating expenses		(11,601)	225,148 (8,156,168)	_					_	_	_
Operating Income (Loss)		(832,291)	4,267,402	_			_	_			
Non-operating income (expense), net:		(002,251)	1,207,102								
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating expenses, net			349,295								
Reorganization items		_	(4,981,200)								
Total Non-operating income											
(expense), net:			(4,687,787)								
Income (loss) before income taxes		(832,291)	(420,385)								
Income tax expense						_			_		
Net Income (Loss)		(832,291)	(420,385)								

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 1
Reporting Period Ended: 07/31/2023		Petition Date: 12/21/2022
Months Pending: 7		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
(For jointly administered debtors, any require Statement of cash receipts and disburse Balance sheet containing the summary a Statement of operations (profit or loss s 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 transfe	ments and detail of the assets, liabilities statement)	and equity (net worth) or deficit
/s/ Alfredo R. Pérez		Alfredo R. Pérez
Signature of Responsible Party		Printed Name of Responsible Party
08/31/2023 Date		700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address
STATEMENT: This Periodic Report is associate § 1320.4(a)(2) applies.	ated with an open bankruptcy cas	se; therefore, Paperwork Reduction Act exemption 5 C.F.R.
UST Form 11-MOR (12/01/2021)	1	

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 enerally applicable to Individual Debtors. See Instructions.)	Current Month	
a. Ac	counts 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	
	: 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 g	enerally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a. Gr	oss 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	Fees and Expenses					
				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
a.	Debtor's pro	fessional fees & expenses (h	oankruptcy) Aggregate Total	Current Month	Cumulative	William	Cumulative
	Itemized Bre	akdown by Firm	(manage 10) 1-88. 18 mm				
		Firm Name	Role				
	i						
	ii						
	iii						
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's pro	fessional fees & expenses (nonbankru	uptcy) Aggregate Total				
		akdown by Firm	1 17 55 5				
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c.		nal fees and expenses (debtor & com	mittees)	\$ 0	\$ 0	\$ (\$	0
	- F		/			,		Ů

Part 6:	Postpetition Taxes	Curren	t Month	Cum	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?			N/A □
		Yes ⊠	No □	(if no, see Instructions)
	Casualty/property insurance?	Yes ⊠	No □	
	If yes, are your premiums current?			N/A □
		Yes ⊠	No □	(if no, see Instructions)
	General liability insurance?	Yes ⊠	No □	
	If yes, are your premiums current?			N/A □
		Yes ⊠	No □	(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 □	
	• • •			

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Yes \square No \square N/A \boxtimes

Yes □ No ⊠

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

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

Total expenses in the reporting period (e+f+g+h)

Difference between total income and total expenses (d-i)

List the total amount of all postpetition debts that are past due

i.

k.

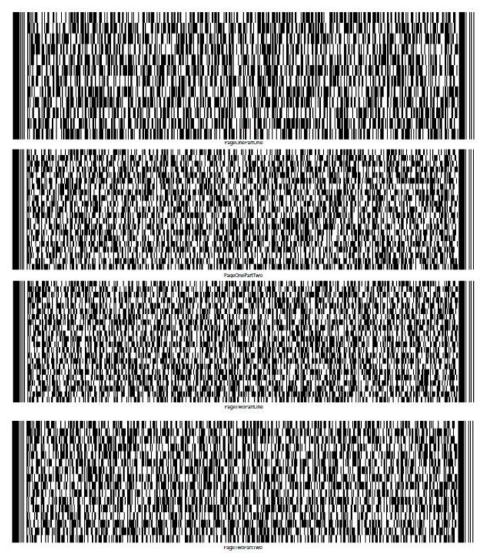
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Privacy Act Statement

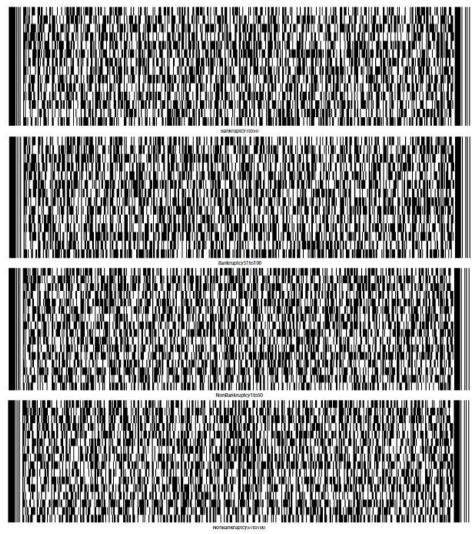
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

<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>

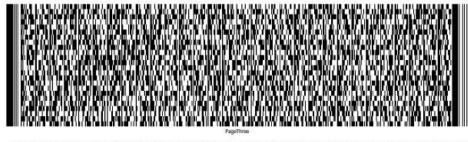
/s/ Michael Bros		Michael Bros Printed Name of Responsible Party				
Signature of Responsible Party						
SVP, Capital Markets and Acquisitions		08/31/2023				
Title		Date				
UST Form 11-MOR (12/01/2021)	9					

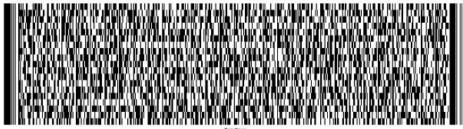


UST Form 11-MOR (12/01/2021)



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





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

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

In re:

CORE SCIENTIFIC, INC., et al.,

Debtors.

Debtors.

S Chapter 11

Case No. 22-90341 (DRJ)

S (Jointly Administered)

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

- 2. Reservation of Rights. This MOR is limited in scope, covers the period beginning on July 1, 2023 and ending July 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.
 - Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.
- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.
 - The amounts reported in this MOR are as-of July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 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 and disbursement 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' books and records. For additional information on ending cash balances per the Debtors' books and records, see the attached cash balances per MOR-1: Schedule of Cash Receipts and Disbursements.

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

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

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

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

Schedule of Asset Sales. This schedule, 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

	Core Scientific,	Core Scientific Acquired Mining	Core Scientific Operating	Radar Relay,	Core Scientific Mining	(Oklahoma)	American Property Acquisition,			American Property Acquisitions I,		
Description	Inc.	LLC	Company	Inc.	LLC	LLC	LLC	LLC	LLC	LLC	VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	_	_	_	_	_	_	_	32,552,831
Bitmain Coupon Sales		_		_	_	_	_	_	_	_	_	
Other Receipts	160,043		10,275,716									10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640	_	_	_	_	_	_	_	_	42,988,590
Disbursements	2 222 500	1 000 202	21 001 251									27 202 224
Suppliers or vendors	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_	25,203,331
Taxes / Governmental	5.042.627	294	3,270	_								3,565
Services Financial / Bank Fees	5,043,637	128,655	1,428,761	_	_	_	_	_	_	_	_	6,601,053 7,392,037
Employee Expense		610,641	6,781,396		_							3,153,788
		260,528	2,893,260									
Total Disbursements	7,267,425	2,898,410.75	32,187,939		_			_	_			42,353,775
N (C LEL (L												207,756,706
Net Cash Flow (excl. Internal Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance												
Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
Disbursement Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal Transfers)	15,481,472	2,523,704	59,389,763	_	_	_	_	_	_	_	_	77,394,939
Bank Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(4,947,144)	(387,742)	5,969,701									634,816
MOR Part 1 d. Cash												
Balance	\$15,481,472	<u>\$ (374,707)</u>	\$62,288,174	<u>s —</u>	<u>s</u> —	<u>s — </u>	<u>s — </u>	<u>s — </u>		<u>\$ —\$</u>		\$ 77,394,939
Reversing Disbursement Allocation		2,898,411	(2,898,411)							_		
Internal Transfers	4,721,209	(2,200,000)	(2,521,209)									_
Cash Balance End of Month		\$ 323,704	\$56,868,554	<u>s —</u>	<u>s</u> _	<u>s</u> _	<u>s</u> _	<u>s –s</u>		<u>s —s</u>		<u>\$ 77,394,939</u>

MOR-2: End of July 2023 Balance Sheet

					Core Scientific							
	Core Scientific,	Core Scientific Acquired	Core Scientific Operating	Radar	Core Specialty Scientific Mining Mining (Oklahoma)		, Capital			American Property Acquisitions	Elimination	
(US \$)	Inc.	Mining LLC	Company	Relay, Inc.	LLC LLC	LLC	LLC	LLC	Î, LLC	VÎI, LLC	Co	Total ¹
ASSETS Cosh and												
Cash and Equivalents	2.162.915	323,704	56,063,530	_							_	58,550,
Restricted Cash	18,039,766	323,704	805,024	_							_	18,844,
Total Cash	20,202,681	323,704	56,868,554	_							_	77,394,
Accounts												
receivable, net of allowance	_	_	1,273,998	_							_	1,273,
Accounts			-,-,-,-,-									-,,
receivable from												
related parties	468,787,828	148,626,759	(473,713,889)	1,160,033							(144,847,733)	12,
Deposits for equipment			100,897									100,
Digital currency			100,077									100,
assets	_	52,780	610,325	_							_	663,
Prepaid expenses		22 004 004	25.524.042								(22 000 065)	25.522
and other Total other current	_	22,894,994	27,726,843	_							(22,888,965)	27,732,
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734							_	5,977,
Total Current		(1,1=0,==1,010)	(02 0,022,211)									
Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767							(167,736,697)	113,156,
Property, plant and		46 001 000	570 240 200								(15 (17 70 0	(01.715
equipment Operating		46,991,888	570,340,309								(15,616,704)	601,715,
lease-right-of-use												
assets	_	_	19,880,100	_							_	19,880,
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)							_	
Intangible assets,			2 (04 740									2 (04)
net Other noncurrent	_	_	2,604,740	_							_	2,604,
assets	2,558,789	(0)	6,734,705	_							_	9,293,
Total Assets	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)							(183,353,401)	746,650,
LIABILITIES, PREFE	RRED STOCK											
Accounts Payable	_	144,866,808	84,676,302	1,750							(144,847,733)	84,697,
Accrued expenses and other	199,366	18,136,331	58,269,239	_								76,604,
Deferred revenue	199,300	18,130,331	104,319,983								(38,777,162)	65,542,
Derivative warrant			101,517,705								(30,777,102)	05,512,
liabilities												
Operating lease liabilities, current												
portion	_	_	343,418	_							_	343,
Financing lease			3 13,110									5.5,
liabilities, current												
portion		_	26,094,666									26,094,
Long-term debt, current portion	(559,901,857)	_	721,214,240	_							_	161,312,
Total current	(555,561,651)		721,211,210									101,312,
liabilities	(559,702,491)	163,003,139	994,917,849	1,750							(183,624,895)	414,595,
Operating lease												
liabilities, net of current portion			14,527,840									14,527,
Financing lease	_	_	14,327,640	_							_	14,327,
liabilities, net of												
current portion			41,675,456									41,675,
Long-term debt, net of current portion			97,817,534									666,075,
Other noncurrent	500,250,150		77,017,334									000,073,
liabilities		18,084,856	(15,497,087)	(2,587,769)								
Total Liabilities	8,555,659	181,087,995	1,133,441,592	(2,586,019)							(183,624,895)	1,136,874,
Pre-Petition Subject			(684,395,370)									
to Compromise Total Pre-Petition	684,395,370		(004,393,3/0)									
Subject to												
Compromise	684,395,370	_	(684,395,370)	_							_	
Preferred stock	_	_										
Common stock Additional paid-in	37,478	_	_	_							_	37,
capital	1,809,054,080	(15,979,141)	2,887,621	_							_	1,795,962,
Accumulated												
deficit	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,770,345)							318,476	(2,186,223,
Other Comprehensive												
Income	_	_	_	_							_	
Cumulative												
Translation		46,000									(46,002)	
Adjustment	1 620 200 720	46,983	(1.100.200.160	(61 770 245)							(46,983)	(200 222
Total Equity Total Liabilities,	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)							271,494	(390,223,
Preferred Stock &												
Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)							(183,353,401)	746,650,

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue from related			2 520 517								
parties			2,728,716								_
Equipment sales to customers Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
		2,539,728	28,186,825						_		
Digital asset mining income Network services and defi revenue			28,180,825	_	_	_	_		_	_	_
			40.544.402								
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
Gain (loss) on legal settlements	_		_			_		_	_	_	_
Gain (loss) from sales of digital											
currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(24,101)	(181,370)	_	_	_	_	_	_	_	_
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	_	_	(565,492)	_	_	_	_	_	_	_	_
Sales and marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
General and administrative	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
Advisor Fees			225,148								
Total operating expenses	_	(11,601)	(8,156,168)		_	_	_	_	_	_	_
Operating Income (Loss)		(832,291)	4,267,402								
Non-operating income (expense), net:		` ' '									
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating expenses, net	_	_	349,295	_	_	_	_	_	_	_	_
Reorganization items			(4,981,200)								
Total Non-operating income (expense),											
net:	_	_	(4,687,787)	_	_	_	_	_	_	_	_
Income (loss) before income taxes		(832,291)	(420,385)								
Income tax expense	_	_	_		_	_		_		_	_
Net Income (Loss)		(832,291)	(420,385)								
()		(000)	(120,000)								

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. Starboard Capital LLC	§ 8	Case No. 22-90347	
Debtor(s)		Lead Case No. 22-90341	
Monthly Operating Report			Chapter 11
Reporting Period Ended: 07/31/2023 Months Pending: 7		Petition Date: 12/21/2022 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 o	f order for relief):	0	
Supporting Documentation (check all that	are attached):		
(For jointly administered debtors, any requir	red schedules must be provided on a n	on-consolidated basis for each debtor)	
Balance sheet containing the summary Balance sheet containing the summary Statement of operations (profit or loss 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 reconcil Description of the assets sold or transf	r and detail of the assets, liabilities and statement)		
/s/ Alfredo R. Pérez		Alfredo R. Pérez	
Signature of Responsible Party		Printed Name of Responsible Party	
08/31/2023			
Date		700 Louisiana Street, Suite 1700, Houston, Texas Address	77002
STATEMENT: This Periodic Report is assoc § 1320.4(a)(2) applies.	ciated with an open bankruptcy case; t	herefore, Paperwork Reduction Act exemption 5 C.F.	R.
UST Form 11-MOR (12/01/2021)	1		

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		
	renerally 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	
Part 3	s: 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
	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
		 _	-

113,110	fessional Fees and Expenses			Approved Current Month	Approved Cumulative	Paid Current	Paid
Daleta			i I	Current Month	Cumulative	Month	Cumulati
Debio	zed Breakdown by Firm	penses (bankruptcy) Aggregate Too	<u>ai</u>				
Hemiz	Firm Name	Role					
	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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Ixxxvii	lxxxiv				
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xciii xciv xcv xcvi xcvii					
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xev					
xevi	xciv				
xevii	xcv				
	xcvi				
YCVIII	xcvii				
AVIII	xcviii				

	xcix						
	c						
c.	c. All professional fees and expenses (debtor & committees)			\$0	\$0	\$0	\$0

Par	t 6: Postpetition Taxes	Current	Month	Cum	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 □	$N/A \square$	(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 □		

Debtor'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			
1. Are you required to pay any Domestic Support Obligations as defined by	11 U.S.C § 101(14A)? Yes	□ No ⊠			

Privacy Act Statement

Yes □

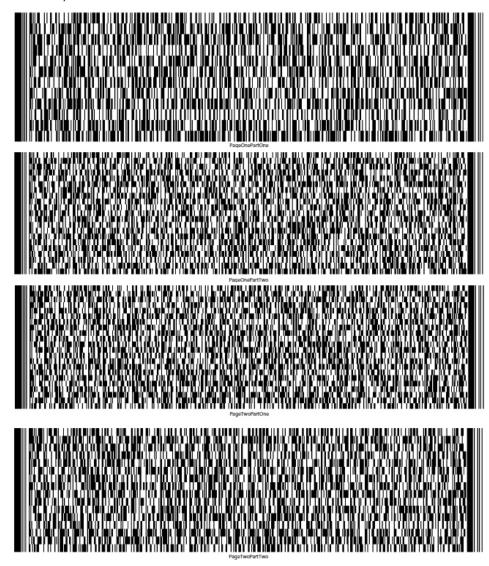
 $No \ \square \ \ N/A \ \boxtimes$

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

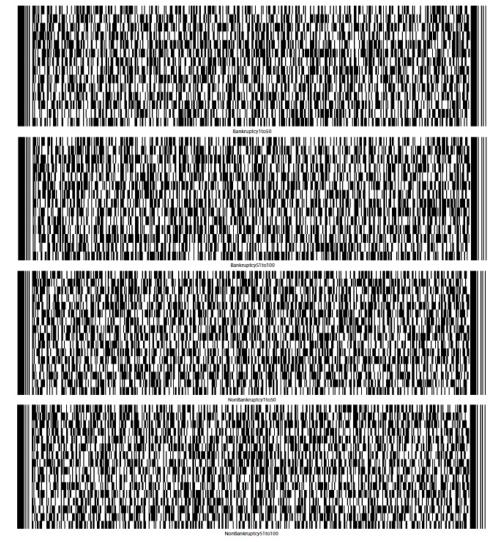
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

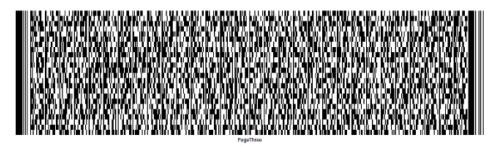
/s/ Michael Bros	Michael Bros
Signature of Responsible Party	Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions	08/31/2023
Title	Date
UST Form 11-MOR (12/01/2021)	9

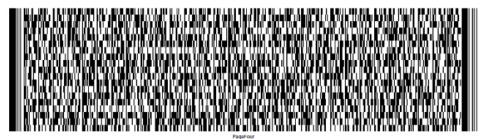


UST Form 11-MOR (12/01/2021)



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





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

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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

- 2. Reservation of Rights. This MOR is limited in scope, covers the period beginning on July 1, 2023 and ending July 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.
 - Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.
- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.
 - The amounts reported in this MOR are as-of July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 2023.
- Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent
 financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the
 Debtors.
 - The Debtors generally prepare financial statements on a consolidated basis. To the extent that there are negative asset balances for an individual Debtor, such as accounts receivable and current assets, they may be due to some intercompany elimination transactions or adjustments in each specific Debtor's books and records.

- 5. <u>Currency.</u> Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- 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. 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- 8. Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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.

$\underline{MOR-1:7/1/2023-7/31/2023} \ SCHEDULE \ OF \ CASH \ RECEIPTS \ AND \ DISBURSEMENTS$

						Core Scientific	American			American	American
Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Specialty Mining (Oklahoma) LLC	Property Acquisition, LLC		RADAR LLC	Property Acquisitions I, LLC	Property Acquisitions VII, LLC
Receipts											
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	_	_	_	_	_	_	_ 3
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	160,043		10,275,716								
Total Receipts	2,320,281	2,510,669.2	38,157,640	_	_	_	_	_	_	_	_ 4
Disbursements	,, -	,- ,,-	, - ,								
Suppliers or											
vendors	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_ 2
Taxes /	, -,	,,	,,								
Governmental	_	294	3,270	_	_	_	_	_	_	_	_
Services	5,043,637	128,655	1,428,761	_	_	_	_	_	_	_	_
Financial / Bank	5,015,057	120,000	1,120,701								
Fees	_	610,641	6,781,396	_	_	_	_	_	_	_	_
Employee		010,041	0,701,370								
Expense		260.528	2,893,260								
	7.267.425										
Total Disbursements	7,267,425	2,898,410.75	32,187,939	_	_	-	_	_	_	_	- 4
											20
Net Cash Flow (excl. Internal Transfers)	(4,947,144)	(387,742)	5,969,701								
Cash Balance											
Beginning of											
Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_ 7
Net Cash Flow	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_
Disbursement											
Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal											
Transfers)	15,481,472	2,523,704	59,389,763								
Bank Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_ 7
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_
MOR Part 1 d.											
Cash Balance	\$ 15,481,472	\$ (374,707)	\$ 62,288,174	s —	s —	s —	s —	s —	s —	s —	s — \$ 7
Reversing Disbursement Allocation Internal Transfers	4,721,209	2,898,411 (2,200,000)	(2,898,411)	_							
Cash Balance	7,721,207	(2,200,000)	(2,521,207)			_					
End of Month	\$ 20,202,681	\$ 323,704	\$ 56,868,554	<u>s — </u>	<u>s — </u>	<u>s – </u>	<u>s — </u>	<u>s </u>	<u>s — </u>	<u>s </u>	<u>s s_7</u>

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	American Property Acquisition, LLC		American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimination Co	Total ¹
(US \$)											
ASSETS Cash and											
Equivalents	2,162,915	323,704	56,063,530	_						_	58,550,148
Restricted Cash	18,039,766		805,024								18,844,790
Total Cash	20,202,681	323,704	56,868,554								77,394,938
Accounts receivable, net of allowance	_	-	1,273,998	_						_	1,273,998
Accounts receivable from related parties	468,787,828	148,626,759	(473,713,889)	1,160,033						(144,847,733)	12,997
Deposits for equipment			100,897							_	100,897
Digital currency assets		52,780	610,325								663,105
Prepaid expenses	_			_						_	
and other Total other current	_	22,894,994	27,726,843	_						(22,888,965)	27,732,873
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734							5,977,892
Total Current Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767						(167,736,697)	113,156,701
Property, plant and equipment	_	46,991,888	570,340,309	_						(15,616,704)	601,715,493
Operating lease-right-of-use											
assets	_		19,880,100							_	19,880,100
Goodwill Intangible assets,	_	232,587,379	(167,058,249)	(65,529,130)						_	0
net	_	_	2,604,740	_						_	2,604,740
Other noncurrent assets	2,558,789	(0)	6,734,705								9,293,494
	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)						(183,353,401)	746,650,527
LIABILITIES, PREFERRED STOCK & EQUITY											
Accounts Payable	_	144,866,808	84,676,302	1,750						(144,847,733)	84,697,127
Accrued expenses and other	199,366	18,136,331	58,269,239	_						_	76,604,936
Deferred revenue Derivative warrant	_	_	104,319,983	_						(38,777,162)	65,542,821
liabilities	_	_	_	_						_	_
Operating lease liabilities, current portion	_	_	343,418	_						_	343,418
Financing lease liabilities, current portion			26,094,666								26,094,666
Long-term debt,	_			_						_	
current portion Total current	(559,901,857)		721,214,240								161,312,384
liabilities	(559,702,491)	163,003,139	994,917,849	1,750						(183,624,895)	414,595,352
Operating lease liabilities, net of current portion Financing lease	_	_	14,527,840	_						_	14,527,840
liabilities, net of current portion	_	_	41,675,456	_						_	41,675,456
Long-term debt, net											
of current portion Other noncurrent	568,258,150		97,817,534	_						_	666,075,684
liabilities		18,084,856	(15,497,087)	(2,587,769)						(102 (2:00	
Total Liabilities Pre-Petition Subject	8,555,659	181,087,995	1,133,441,592	(2,586,019)						(183,624,895)	1,136,874,332
to Compromise	684,395,370		(684,395,370)								
Total Pre-Petition Subject to											
Compromise	684,395,370		(684,395,370)								
Preferred stock	27.470	_	_	_							27.470
Common stock Additional paid-in	37,478	_	_	_						_	37,478
capital	1,809,054,080	(15,979,141)	2,887,621								1,795,962,560
Accumulated deficit	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,770,345)						318,476	(2,186,223,842)
Other											
Comprehensive Income	_	_	_	_						_	_
Cumulative Translation											
Adjustment	_	46,983	_	_						(46,983)	_
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)						271,494	(390,223,805)
Total Liabilities, Preferred Stock & Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)						(183,353,401)	746,650,527

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

$\underline{MOR\text{-}3\colon 7/1/2023-7/31/2023\ Profit\ \&\ Loss}$

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(dollars in thousands)											
Hosting revenue from customers	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue from related parties		_	2,728,716	_	_			_	_		_
Equipment sales to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
Network services and defi revenue											
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
Gain (loss) on legal settlements	_	_	_	_	_	_	_	_	_	_	_
Gain (loss) from sales of digital currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(24,101)	(181,370)	_	_	_	_	_	_	_	_
Impairment of goodwill and other intangibles	_	· · · · · ·		_	_	_	_	_	_	_	_
Impairment of property, plant and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on exchange or disposal of property, plant											
and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_		(5(5,402)		_	_	_	_		_	_
Research and development	_	_	(565,492)	_	_	_	_	_	_	_	_
Sales and marketing	_	(11 (01)	(381,074)		_	_	_	_		_	_
General and administrative Advisor Fees	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
			225,148								
Total operating expenses		(11,601)	(8,156,168)								
Operating Income (Loss)	_	(832,291)	4,267,402	_	_	_	_	_	_	_	_
Non-operating income (expense), net:											
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating expenses, net	_	_	349,295	_	_	_	_	_	_	_	_
Reorganization items			(4,981,200)								
Total Non-operating income (expense), net:			(4,687,787)								
Income (loss) before income taxes		(832,291)	(420,385)								
Income tax expense											
Net Income (Loss)		(832,291)	(420,385)	三							

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		Chapter 11
Reporting Period Ended: 07/31/2023		Petition Date: 12/21/2022
Months Pending: 7		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 are attached):		
(For jointly administered debtors, any required schedules must be	provided on a non-c	onsolidated basis for each debtor)
Statement of cash receipts and disbursements Balance sheet containing the summary and detail of the asses 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	ng period	ity (net worth) or deficit
/s/ Alfredo R. Pérez		Alfredo R. Pérez
Signature of Responsible Party	I	Printed Name of Responsible Party
08/31/2023		
Date	_	200 Louisiana Street, Suite 1700, Houston, Texas 77002 Address
STATEMENT: This Periodic Report is associated with an open ba applies.	nkruptcy case; there	fore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2)
UST Form 11-MOR (12/01/2021)	1	

Debtor's Name RADAR LLC Case No. 22-90348

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Part	1: Cash Receipts and Disbursements		Current	Month	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 (Not	2: Asset and Liability Status generally applicable to Individual Debtors. See Instructions.)		Current	Month		
a.	Accounts receivable (total net of allowance)		\$	0		
b.	Accounts receivable over 90 days outstanding (net of allowance)		\$	0		
c.	Inventory (Book Market □ 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		
_	3: Assets Sold or Transferred		Current		Cumu	
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 busin	ess	\$	0	\$ \$	0
c.	Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)		\$	0	\$	0
Dont	4: Income Statement (Statement of Operations)					
(Not	generally applicable to Individual Debtors. See Instructions.)		Current	Month	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

Debtor's Name RADAR LLC Case No. 22-90348

t 5. Froressio	onal Fees and Expenses		Approved	Approved	Paid Current	Paid
			Approved Current Month	Approved Cumulative	Month	Cumulativ
Debtor's	professional fees & expenses (bankruptcy) Aggregate Total				
Itemized	Breakdown by Firm					
	Firm Name	Role				
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's pro	fessional fees & expenses (nonbankru	iptcy) Aggregate Total				
	Itemized Breakdown by Firm						
		Firm Name	Role				
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	All profession	nal fees and expenses (debtor & com	mittees)	\$0	\$0	\$0	

Debtor's Name RADAR LLC Case No. 22-90348

Debtor's Name RADAR LLC				Case No. 22-90348				
Part 6: Postpetition Taxes				Current Month Cum			lative	
a.	Postpetition income taxes accrued (local, state, and federal)			\$	0	\$	0	
b.	Postpetition income taxes paid (local, state, and federal)			\$	0	\$	0	
c.	Postpetition employer payroll taxes accrued			\$	0	\$	0	
d.	Postpetition employer payroll taxes paid			\$	0	\$	0	
e.	Postpetition property taxes paid			\$	0	\$	0	
f.	Postpetition other taxes accrued (local, state, and federal)			\$	0	\$	0	
g.	Postpetition other taxes paid (local, state, and federal)			\$	0	\$	0	
_	t 7: Questionnaire - During this reporting period:	* 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?	**	3.7					
	(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, s	ee Instruct	ions)	
	Casualty/property insurance?	Yes ⊠	No □					
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, s	ee Instruct	ions)	
	General liability insurance?	Yes ⊠	No □					
	If yes, are your premiums current?	Yes ⊠	No □	N/A □	(if no, s	ee 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 □					
US	T Form 11-MOR (12/01/2021) 8							

Part 8: Individual Chapter 11 Debtors (Only) Gross income (receipts) from salary and wages 0 Gross income (receipts) from self-employment b. Gross income from all other sources 0 d. Total income in the reporting period (a+b+c) 0 Payroll deductions 0 e. Self-employment related expenses 0 0 g. Living expenses h. All other expenses 0 Total expenses in the reporting period (e+f+g+h) 0 Difference between total income and total expenses (d-i) 0 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 ⊠ $N/A \boxtimes$

Case No. 22-90348

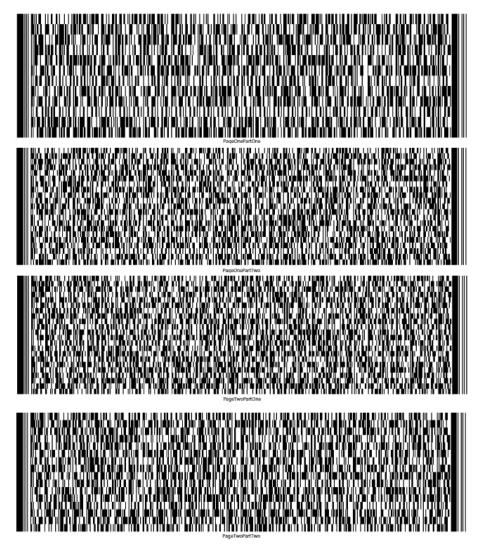
Debtor's Name RADAR LLC

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).

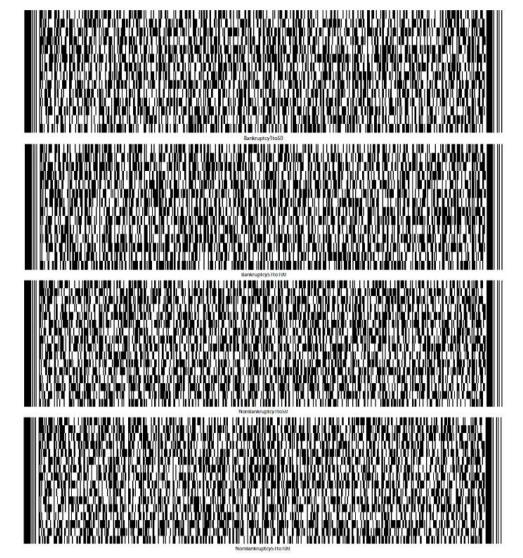
I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

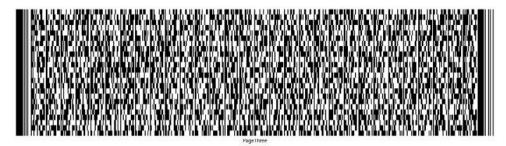
/s/ Michael Bros	Michael Bros	OS			
Signature of Responsible Party	Printed Name of Responsible Par	rty			
SVP, Capital Markets and Acquisitions	08/31/2023				
Title	Date				
UST Form 11-MOR (12/01/2021)	9				

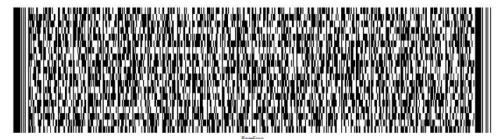


UST Form 11-MOR (12/01/2021)

Debtor's Name RADAR LLC Case No. 22-90348







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

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

In re:

S
CORE SCIENTIFIC, INC., et al.,

Debtors. 1

S
Chapter 11

Case No. 22-90341 (DRJ)

S
(Jointly Administered)

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

- 2. Reservation of Rights. This MOR is limited in scope, covers the period beginning on July 1, 2023 and ending July 31, 2023, and has been prepared solely for the purpose of complying with the monthly reporting requirements of the Debtors' chapter 11 cases. The unaudited financial information for this report has been derived from the Debtors' books and records. The information presented herein has not been subject to all procedures that typically would be applied to financial information in accordance with U.S. GAAP. Upon the application of such procedures, the Debtors believe that the financial information could be subject to material change. The information furnished in this MOR includes normal recurring adjustments but does not include all of the adjustments that typically would be made for interim financial information presented in accordance with GAAP.
 - Given the complexity of the Debtors' business, inadvertent errors or omission may occur. Accordingly, the Debtors hereby reserve all of their rights to dispute the nature, validity, status, enforceability, or executory natures of any claim amount, agreement, representation, or other statement set forth in this MOR. Further, the Debtors reserve the right to amend or supplement this MOR, if necessary, but shall be under no obligation to do so.
- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisition, LLC, Starboard Capital LLC, RADAR LLC, American Property Acquisitions I, LLC, and American Property Acquisitions VII, LLC. The financial information contained herein is unaudited, limited in scope, covers a limited time period, and has been prepared solely for the purpose of complying with the monthly reporting requirements for chapter 11 debtors issued by the UST.
 - The amounts reported in this MOR are as-of July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 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' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of
 Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and
 (v) Schedule of Payments to Insiders.

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

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

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

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

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

Schedule of Asset Sales. This schedule, 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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.

$\underline{MOR-1:7/1/2023} \underline{-7/31/2023} \ \underline{SCHEDULE} \ \underline{OF} \ \underline{CASH} \ \underline{RECEIPTS} \ \underline{AND} \ \underline{DISBURSEMENTS}$

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	2,160,238	2,510,669	27,881,924	-	-	-	-	-	-	-	-	32,552,831
Coupon Sales Other	-	-	-	=	=	-	-	-	=	=	-	_
Receipts	160.043	_	10.275.716	_	_	_	_	_	_	_	_	10.435.760
Total Receipts Disbursements	2,320,281	2,510,669.2	38,157,640		_			_	_	_	_	42,988,590
Suppliers or vendors Taxes /	2,223,788	1,898,293	21,081,251	-	-	=	-	-	-	-	-	25,203,331
Governmen		294	3,270	-	-	-	-	-	-	-	-	3,565
Services Financial /	5,043,637	128,655	1,428,761	-	_	-	-	-	-	-	-	6,601,053
Bank Fees	-	610,641	6,781,396	-	-	-	-	-	-	-	-	7,392,037
Employee Expense		260,528	2,893,260									3,153,788
Total Disbursements	7,267,425	2,898,410.75	32,187,939	_	_	_	_		_	_	_	42,353,775 207,756,706
Net Cash Flow												
(excl. Internal												
Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
Disbursement Allocation	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month (excl. Internal Transfers)	15,481,472	2,523,704	59,389,763	_	_	_	_	_	_	_	_	77,394,939
Bank Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl. Internal Transfers; w/												
Allocation)	(4,947,144)	(387,742)	5,969,701									634,816
MOR Part 1 d. Cash Balance	\$ 15,481,472	\$ (374,707)	\$ 62,288,174	s –	s –	s –	s –	s –	s –	s —	s – :	5 77,394,939
Reversing Disburseme Allocation		2,898,411	(2,898,411)									
Internal	4 721 200			_		_	_	_	_	_		_
Transfers Cash Balance End of	4,721,209	(2,200,000)	(2,521,209)	_	_	_	_	_	_	_	_	_
	\$ 20,202,681	\$ 323,704	\$ 56,868,554	<u>s </u>	<u>s – </u>	<u>s —</u>	<u>s </u>	<u>s —s</u>	<u> </u>	<u>—s</u>		77,394,939

(IIC C)	Core Scientific,	Acquired Mining	Core Scientific Operating	Radar Relay,	Core Scientific	Core Scientific Specialty Mining	American Property Acquisition,	Starboard	RADAR	American Property Acquisitions I,	American Property Acquisitions	Elimination
(US \$) ASSETS	Inc.	LLC	Company	Inc.	Mining LLC	(Oklahoma) LLC	LLC	Capital LLC	LLC	LLC	VII, LLC	Co
Cash and												
Equivalents	2,162,915	323,704	56,063,530	_								_
Restricted Cash	18,039,766	_	805,024	_								_
Total Cash	20,202,681	323,704	56,868,554									
Accounts												
receivable, net of allowance Accounts	_	_	1,273,998	_								_
receivable from related parties	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,847,733)
Deposits for equipment	_	_	100,897	_								_
Digital currency												
assets	_	52,780	610,325									
Prepaid expenses and other Total other current	_	22,894,994	27,726,843	_								(22,888,965)
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734								_
Total Current				-								
Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767								(167,736,697)
Property, plant and		46 001 000	550 240 200									(15 (16 504)
equipment Operating	_	46,991,888	570,340,309									(15,616,704)
lease-right-of-use assets	_	_	19,880,100	_								_
Goodwill		232,587,379	(167,058,249)	(65,529,130)								
Intangible assets,												
net Other pengurrent	_	_	2,604,740	_								_
Other noncurrent assets	2,558,789	(0)	6.734.705	_								_
Total Assets	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,353,401)
LIABILITIES, PREFERRED		(070,710,012)	(001,100,010)	(01,000,001)								(100,000,101)
STOCK & EQUITY		144.066.000	04 (5(202	1.750								(144.045.500)
Accounts Payable Accrued expenses	_	144,866,808	84,676,302	1,750								(144,847,733)
and other	199,366	18,136,331	58,269,239	_								_
Deferred revenue			104,319,983	_								(38,777,162)
Derivative warrant												
liabilities Operating lease	_	_	_									_
liabilities, current	: _	_	343,418	_								_
Financing lease												
liabilities, current			26,094,666									
portion Long-term debt,	_	_	26,094,666									
current portion	(559,901,857)	_	721,214,240	_								_
Total current												
liabilities Operating lease	(559,702,491)	163,003,139	994,917,849	1,750								(183,624,895)
liabilities, net of current portion	_	_	14,527,840	_								_
Financing lease												
liabilities, net of current portion	_		41,675,456	_								_
Long-term debt, net	_	_	71,073,430									
of current portion		_	97,817,534	_								_
Other noncurrent				/a ====:::								
liabilities	0.555.650	18,084,856	(15,497,087)	(2,587,769)								(102 (24 005)
Total Liabilities Pre-Petition Subject	8,555,659	181,087,995	1,133,441,592	(2,586,019)								(183,624,895)
to Compromise	684,395,370	_	(684,395,370)	_								_
Total Pre-Petition	,0.04070											
Subject to												
Compromise	684,395,370	_	(684,395,370)	_								_
Preferred stock Common stock	37,478											
Additional paid-in	31,470											_
capital	1,809,054,080	(15,979,141)	2,887,621	_								
Accumulated	(170 701 020)	(941 002 240)	(1 102 007 700)	(61 770 245)								210 476
deficit Other	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,770,345)								318,476
Comprehensive Income	_	_	_	_								_
Cumulative Translation												
Adjustment		46,983										(46,983)
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								271,494
Total Liabilities,												
Preferred Stock & Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64 356 364)								(183,353,401)
Equity	2,322,200,748	(0/0,/40,512)	(031,133,943)	(04,330,304)								(103,333,401)

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue						·					
(dollars in											
thousands)											
Hosting revenue											
from customers			9,728,561								
Hosting revenue	_	_	7,720,301	_	_	_	_	_	_	_	_
from related											
parties	_	_	2,728,716	_	_	_	_	_	_	_	_
Equipment sales											
to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales to related											
parties											
Digital asset											
mining income	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
Network services											
and defi											
revenue											
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
Gain (loss) on											
legal settlements											
Gain (loss) from		_						_	_	_	_
sales of digital											
currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of		,	-,								
digital											
currency assets	_	(24,101)	(181,370)	_					_	_	_
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	_	_	(565,492)	_	_	_	_	_	_	_	_
Sales and			(201.07.4)								
marketing General and	_		(381,074)		_	_		_	_	_	_
administrative	_	(11,601)	(7,434,750)	_	_	_	_	_	_	_	_
Advisor Fees	_	(11,001)	225,148	_	_	_	_	_	_	_	_
Total operating											
expenses	_	(11,601)	(8,156,168)	_	_	_	_	_	_	_	_
Operating Income											
(Loss)	_	(832,291)	4,267,402	_	_	_	_	_	_		_
Non-operating income	:										
(expense), net: Loss on debt											
extinguishment			_								
Interest expense,	_									_	_
net expense,	_	_	(55,882)	_	_	_	_	_	_	_	_
Other			(,,								
non-operating											
expenses, net			349,295								
Reorganization items			(4.091.200)								
			(4,981,200)								
Total Non-operating income (expense),											
net:	_	_	(4,687,787)	_	_	_	_	_	_	_	_
Income (loss) before			1.,,		-			-			
income taxes	_	(832,291)	(420,385)	_	_	_	_	_	_	_	_
Income tax		(, /)	, . , . , . ,								
expense											
Net Income (Loss)		(832,291)	(420,385)								

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. American Property Acquisitions I, LLC	§	Case No. 22-90349
	§ §	Lead Case No. 22-90341
Debtor(s)		

Debtor(s)	- § - §	Lead Case No. 22-90341
Monthly Operating Report		■Jointly Administered Chapter 1
Reporting Period Ended: 07/31/2023		Petition Date: 12/21/2022
Months Pending: 7		Industry Classification: 3 3 4 1
Reporting Method: Accrual Basis	s 🗵	Cash Basis □
Debtor's Full-Time Employees (current):		0
Debtor's Full-Time Employees (as of date of order for relief):		0
Supporting Documentation (check all that are attached):		
(For jointly administered debtors, any required schedules must be pro-	ovided on a no	on-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 procession 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
08/31/2023 Date	_	700 Louisiana Street, Suite 1700, Houston, Texas 77002 Address
STATEMENT: This Periodic Report is associated with an open bankr § 1320.4(a)(2) applies.	ruptcy case; tl	
UST Form 11-MOR (12/01/2021)	1	

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
D	: Asset and Liability Status		
	enerally applicable to Individual Debtors. See Instructions.)	Current Month	
a.	Accounts receivable (total net of allowance)	\$ 0	
b.	Accounts receivable over 90 days outstanding (net of allowance)	\$ 0	
c.	Inventory (Book Market □ Other □ (attach explanation))	\$ 0	
d	Total current assets	\$ 0	
e.	Total assets	\$ 0	
f.	Postpetition payables (excluding taxes)	\$ 0	
g.	Postpetition payables past due (excluding taxes)	\$ 0	
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	
D (1			
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 transferred outside the ordinary coarse of business (a-b)	y 0	y 0
Part 4	: Income Statement (Statement of Operations)	C 4M 4	C 1.0
a.	enerally applicable to Individual Debtors. See Instructions.) 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	
k.	Profit (loss)	\$ 0	\$ 0
ĸ.	Total (1000)	Ψ 0	y 0

t 5: Professional Fe			Approved Current Month	Approved Cumulative	Paid Current Month	Pa Cumu
Debtor's profe	ssional fees & expenses (bankru	iptcy)				
Aggregate Tota	al	1 37				
Itemized Break	down by Firm					1
Firm Name	Role					
i	Role					
ii						
iii						
iv						
V						
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viii						
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xii						
xiii						
xiv						
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				Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's prof	essional fees & expenses (nonbankr	ruptcy) Aggregate Total				
	Itemized Brea	kdown by Firm					
		Firm Name	Role				
	i						
	ii						
	iii						
	iv						
	v						
	vi						
	vii						
	viii						
	ix						
	X						
	xi						
	xii	_					
	xiii						
	xiv	_					

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c.	All profession	nal fees and expenses (debtor & commit	ttees)	\$0	\$0	\$0	\$0

Part 6	: Postpetition Taxes	Current	Month	Cumu	ılative
a.	Postpetition income taxes accrued (local, state, and federal)	\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)	\$	0	\$	0
c.	Postpetition employer payroll taxes accrued	\$	0	\$	0
d.	Postpetition employer payroll taxes paid	\$	0	\$	0
e.	Postpetition property taxes paid	\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)	\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)	\$	0	\$	0

Par	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 ⋈		
	71 7				
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 □		

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

Case No. 22-90349

Yes □

Yes □

No \boxtimes

No □

N/A ⋈

Debtor's Name American Property Acquisitions I, LLC

Privacy Act Statement

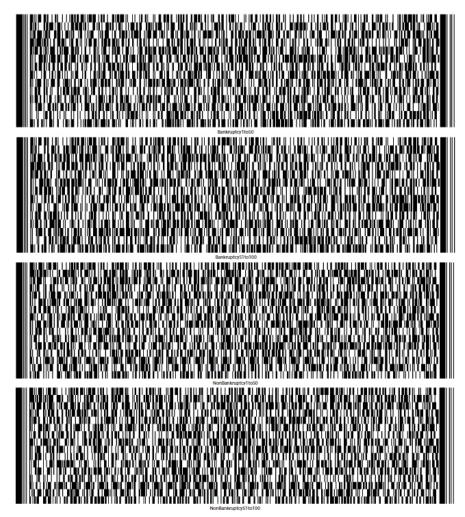
1. Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)?

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

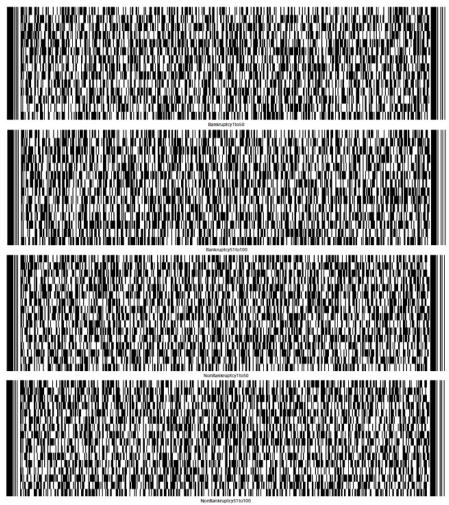
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

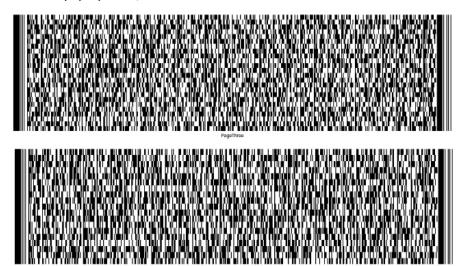
/s/ Michael Bros		Michael Bros
Signature of Responsible Party		Printed Name of Responsible Party
SVP, Capital Markets and Acquisitions		08/31/2023
Title		Date
UST Form 11-MOR (12/01/2021)	9	



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



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



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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

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

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

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

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

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

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

- 5. Currency. Unless otherwise indicated, all amounts in the MOR are reflected in U.S. dollars.
- 6. Consolidated Entity Accounts Payable and Disbursement Systems. Cash is received and disbursed by the Debtors as described in the Emergency Motion of Debtors for Entry of Interim and Final Orders (I) Authorizing Debtors to (A) Continue their Existing Cash Management System, (B) Maintain Existing Business Forms and Intercompany Arrangements, (C) Continue Intercompany Transactions, and (D) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- 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. 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. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023 - 7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

B	Core Scientific,	Acquired	Core Scientific Operating		Core Scientific	Core Scientific Specialty Mining (Oklahoma)	Acquisition,	Starboard Capital			American Property Acquisitions VII,	T 4 1
Description	Inc.	Mining LLC	Company	Inc.	Mining LLC	LLC	LLC	LLC	LLC	I, LLC	LLC	Total
Receipts												
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	_	_	_	_	_	_	_	32,552,831
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	160,043	_	10,275,716	_	_	_	_	_	_	_	_	10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640	_		_	_				_	42,988,590
Disbursements												
Suppliers or vendors	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_	25,203,331
Taxes / Governmen		294	3,270	_	_	_	_	_	_	_	_	3,565
Services	5,043,637	128,655	1,428,761	_	_	_	_	_	_	_	_	6,601,053
Financial / Bank Fees	_	610,641	6,781,396	_	_	_	_	_	_	_	_	7,392,037
Employee Expense		260,528	2,893,260									3,153,788
Total Disbursements	7,267,425	2,898,410.75	32,187,939									42,353,775
Disbui sements	7,207,423	2,070,410.73	32,167,737									207,756,706
Net Cash Flow (excl. Internal		(207.74)	- aca -ac									
Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
Disbursement Allocation	, , ,	2,898,411	(2,898,411)									,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Cash Balance End of Month (excl. Internal Transfers)	15,481,472	2,523,704	59,389,763						<u>_=</u>			77,394,939
Bank Cash Balance Beginning of Month	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Net Cash Flow (excl. Internal Transfers; w/ Allocation)	(4,947,144)	(387,742)	5,969,701	_	_	_	_	_	_	_	_	634,816
MOR Part 1	(4,747,144)	(307,742)	3,909,701							$\overline{}$		034,010
d. Cash Balance	\$ 15,481,472	\$ (374,707)	\$ 62,288,174	s –	s –	s –	s –	s –	s —	s –	s –	\$ 77,394,939
Reversing	10,101,172	(0.1,707)	02,200,174									,0,,,,0,
Disburseme Allocation	nt	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Internal Transfers	4,721,209	(2,200,000)			_	_	_	_	_	_	_	_
Cash Balance End of	s	, , , ,										
Month	20,202,681	\$ 323,704	\$ 56,868,554	<u>s — </u>	<u>s </u>	<u>s</u>	<u>s — </u>	<u>s </u>	<u>s — </u>	<u>s </u>	<u>s</u>	\$ 77,394,939

MOR-2: End of July 2023 Balance Sheet

		Core Scientific	Core Scientific			Core Scientific	American			Property	American Property	
	Core Scientific, Inc.	Acquired Mining LLC	Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Specialty Mining (Oklahoma) LLC	Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	Acquisitions I, LLC	Acquisitions VII, LLC	Elimination Co
(US \$)						<u> </u>						
ASSETS Cash and												
Equivalents	2,162,915	323,704	56,063,530	_								_
Restricted Cash	18,039,766	_	805,024									_
Total Cash Accounts	20,202,681	323,704	56,868,554	_								_
receivable, net of allowance	_	_	1,273,998	_								_
Accounts receivable from												
related parties	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,847,733)
Deposits for												
equipment Digital currency			100,897									_
assets	_	52,780	610,325	_								_
Prepaid expenses and other		22,894,994	27,726,843									(22,888,965
Total other current		22,094,994	21,120,643									(22,666,905
assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734								
Total Current	2 210 701 050	(056 325 770)	(1 093 655 540)	1 172 767								(167 736 607
Assets Property, plant and	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767								(167,736,697)
equipment	_	46,991,888	570,340,309	_								(15,616,704)
Operating lease-right-of-use												
assets	_	_	19,880,100	_								_
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)								_
Intangible assets, net	_	_	2,604,740	_								_
Other noncurrent												
assets	2,558,789	(0)	6,734,705									
Total Assets LIABILITIES.	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,353,401
PREFERRED												
STOCK & EQUITY		144000000	0.4.686.000	1.750								(1.4.4.0.45.50.0
Accounts Payable Accrued expenses	_	144,866,808	84,676,302	1,750								(144,847,733)
and other	199,366	18,136,331	58,269,239	_								_
Deferred revenue			104,319,983									(38,777,162)
Derivative warrant liabilities	_	_	_	_								_
Operating lease												
liabilities, current portion			343,418									
Financing lease			343,416									
liabilities, current			26.004.666									
portion Long-term debt,	_	_	26,094,666	_								_
current portion	(559,901,857)		721,214,240									
Total current	(550 502 401)	162 002 120	004.017.040	1.750								(102 (24 005
liabilities Operating lease	(559,702,491)	163,003,139	994,917,849	1,750								(183,624,895)
liabilities, net of												
current portion	_		14,527,840									_
Financing lease liabilities, net of												
current portion	_	_	41,675,456	_								_
Long-term debt, net of current portion	568,258,150	_	97,817,534	_								_
Other noncurrent	, ,											
liabilities	9.555.650	18,084,856	(15,497,087)	(2,587,769)								(192 (24 995
Total Liabilities Pre-Petition Subject	8,555,659	181,087,995	1,133,441,592	(2,586,019)								(183,624,895)
to Compromise	684,395,370		(684,395,370)									
Total Pre-Petition												
Subject to Compromise	684,395,370	_	(684,395,370)	_								_
Preferred stock	_	_		_								_
Common stock Additional paid-in	37,478			_								
capital	1,809,054,080	(15,979,141)	2,887,621	_								_
Accumulated				(61 770 345)								210.475
deficit Other	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,//0,345)								318,476
Comprehensive												
Income Cumulative	_	_	_	_								_
Translation												
Adjustment		46,983										(46,983
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								271,494
Total Liabilities, Preferred Stock &												
Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,353,401)

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

MOR-3: 7/1/2023 - 7/31/2023 Profit & Loss

	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC
Total Revenue											
(dollars in thousands)											
Hosting revenue											
from											
customers	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue											
from related parties	_	_	2,728,716	_	_	_	_	_	_	_	_
Equipment sales			2,720,710								
to customers	_	_	_	_	_	_	_	_	_	_	_
Equipment sales											
to related parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset											
mining income	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
Network services											
and defi revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,539,728	40,644,102								
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
Gain (loss) on											
legal											
settlements											
Gain (loss) from sales of digital											
currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of		ĺ	ĺ								
digital		(24 101)	(101.350)								
currency assets Impairment of	_	(24,101)	(181,370)	_	_	_	_	_		_	_
goodwill and											
other											
intangibles	_	_	_	_	_	_	_	_	_	_	_
Impairment of property, plant											
and equipment	_	_	_	_	_	_	_	_	_	_	_
Losses on											
exchange or											
disposal of property, plant											
and equipment	_	_	_	_	_	_	_	_	_	_	_
Operating expenses:	_			_	_	_	_	_	_	_	_
Research and			(5(5,402)								
development Sales and	_	_	(565,492)	_	_	_	_	_	_	_	_
marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
General and											
administrative	_	(11,601)		_	_	_	_	_	_	_	_
Advisor Fees Total operating			225,148								
expenses	_	(11,601)	(8,156,168)	_	_	_	_	_	_	_	_
Operating Income		(22,001)	(2,222,200)								
(Loss)	_	(832,291)	4,267,402	_	_	_	_	_	_	_	
Non-operating income											
(expense), net: Loss on debt											
extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense,											
net Other	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating											
expenses, net	_	_	349,295	_	_	_	_	_	_	_	_
Reorganization											
items			(4,981,200)								
Total Non-operating											
income (expense), net:	_	_	(4,687,787)	_	_	_	_	_	_	_	_
Income (loss) before			(3,007,787)						_		
income taxes	_	(832,291)	(420,385)	_	_	_	_	_	_	_	_
Income tax			,								
expense		(022.201)	(420.205)								
Net Income (Loss)		(832,291)	(420,385)								

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF TEXAS HOUSTON

In Re. American Property Acquisitions VII, LLC		§	Case No. 22-90350				
		§ §	Lead Case No. 22-90341				
Debtor(s)		§	☑ Jointly Administered				
Monthly Operating Report				Chapter 11			
Reporting Period Ended: 07/31/2023			Petition Date: 12/21/2022				
Months Pending: 7		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 are attach	ed):						
(For jointly administered debtors, any required schedu	lles must be provided on	a non-co	nsolidated basis for each debtor)				
Balance sheet containing the summary and detair Balance sheet containing the summary and detair Statement of operations (profit or loss statement of 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	r the reporting period	•	ity (net worth) or deficit				
/s/ Alfredo R. Pérez			edo R. Pérez				
Signature of Responsible Party		Print	ed Name of Responsible Party				
08/31/2023 Date		700 Add	Louisiana Street, Suite 1700, Houston, Texas 77002				
STATEMENT: This Periodic Report is associated with applies.	an open bankruptcy cas	e; theref	ore, Paperwork Reduction Act exemption 5 C.F.R. §	1320.4(a)(2)			
UST Form 11-MOR (12/01/2021)		1					

Dout:	: Cash Receipts and Disbursements	Current Month	Cl-ti
a.	Cash balance beginning of month	\$ 0	Cumulative
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	Φ 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
1.	rotal disoursements for quarterly fee calculation (C+C)	3 0	y 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>	
	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	I: 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

Part 5: Professional Fees and Expenses

T T OTCSSTORM T C	es and Expenses		Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulativ
Debtor's prof	fessional fees & expenses (bankru	iptcy) Aggregate Total				
Itemized Bred	akdown by Firm					
	m Name	Role				
i						
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			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
b.	Debtor's professional fees & expenses	s (nonbankruptcy) Aggregate Total				
	Itemized Breakdown by Firm	1 7 00 0	1			
	Firm Name	Role				
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c.	A 11	nal fees and expenses (debtor & com	 \$ 0	\$ 0	\$ 0	\$ 0

Case N	I_	22	an	12	5	r

Par	t 6: Postpetition Taxes	Curren	t Month	Cumu	lative
a.	Postpetition income taxes accrued (local, state, and federal)	\$	0	\$	0
b.	Postpetition income taxes paid (local, state, and federal)	\$	0	\$	0
c.	Postpetition employer payroll taxes accrued	\$	0	\$	0
d.	Postpetition employer payroll taxes paid	\$	0	\$	0
e.	Postpetition property taxes paid	\$	0	\$	0
f.	Postpetition other taxes accrued (local, state, and federal)	\$	0	\$	0
g.	Postpetition other taxes paid (local, state, and federal)	\$	0	\$	0

Part 7: Questionnaire - During this reporting period:

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 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 □		

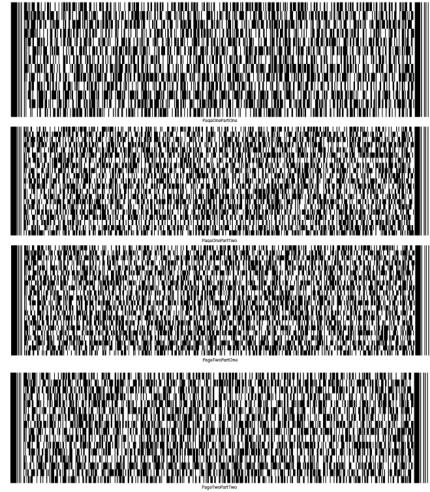
Part	8: Individual Chapter 11 Debtors (Only)				
a.	Gross income (receipts) from salary and wages			\$	0
b.	Gross income (receipts) from self-employment			\$	0
c.	Gross income from all other sources			\$	0
d.	Total income in the reporting period (a+b+c)			\$	0
e.	Payroll deductions			\$	0
f.	Self-employment 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 \square	No ⊠ No □	N/A ⊠]

Privacy Act Statement

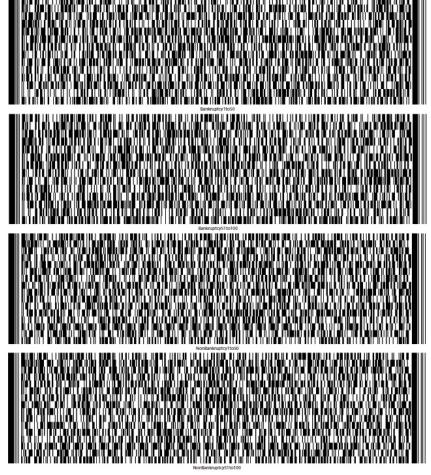
28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will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

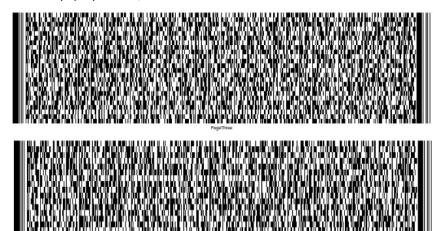
<u>I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.</u>

/s/ Michael Bros		Michael Bros					
Signature of Responsible Party	_	Printed Name of Responsible Party					
SVP, Capital Markets and Acquisitions		08/31/2023					
Title	_	Date					
UST Form 11-MOR (12/01/2021)	9						



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





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

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

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

MONTHLY OPERATING REPORT NOTES FOR JULY 2023

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

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

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 July 1, 2023 and ending July 31, 2023, or for the full year, and may not necessarily reflect the Debtors' future consolidated results of operations and financial position.

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

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

- 3. Basis of Presentation. Although the Debtors generally prepare their financial statements on a consolidated basis, the MOR has been prepared on an entity-by-entity basis (excluding most intercompany eliminations) for Debtors Core Scientific, Inc., Core Scientific Acquired Mining LLC, Core Scientific Operating Company, Core Scientific Mining LLC, Radar Relay, Inc., Core Scientific Specialty Mining (Oklahoma) LLC, American Property Acquisitions, 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 July 31, 2023, the end of the Debtors' reporting period. This MOR covers the period beginning July 1, 2023 and ending July 31, 2023.
- Accounting Principles. The Debtors maintain their financial records according to GAAP, however the MOR does not purport to represent
 financial statements prepared in accordance with GAAP, nor are they intended to be fully reconciled with the financial statements of the
 Debtors.

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

- 5. 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 (I) Continue Utilizing Employee Credit Cards; and (II) Granting Related Relief (Docket No. 12) (the "Cash Management Motion") and the Debtors' receipt and disbursement of cash is consistent with the Debtors' historical cash management practices. Due to the consolidated cash management reporting system, certain cash payments may be paid out of a legal entity that is different than the legal entity at which the expenses were incurred. Also, certain cash receipts may be received in a different legal entity than the legal entity at which the accounts receivable is recorded. Disbursements attributed to each entity represent the entity on behalf of which payments were made, on a proportional allocated basis, from the consolidated cash management system.
- Supporting Documentation. At the direction of the U.S. Trustee, the following schedules are attached to the MORs: (i) Statement of Cash Receipts and Disbursements; (ii) Balance Sheet; (iii) Income Statement (profit or loss statement); (iv) Schedule of Asset Sales; and (v) Schedule of Payments to Insiders.

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

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

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

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

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

Schedule of Asset Sales. This schedule, 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 eash payment or market value of non-cash payment; and Reason for each payment made. Upon assuming the role of President, disbursements to Adam Sullivan have been added to the schedule.

- Part 1, Cash Receipts and Disbursements. Cumulative quarter-to-date for Q3 2023 disbursements are reported in the Cumulative figures in the MOR. Cumulative case to date total disbursements through July 31, 2023 are \$297,412,842.
- 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.

As set forth in Core Scientific, Inc.'s Quarterly Report (Form 10-Q), dated August 4, 2023 (the "Second Quarter 2023 10-Q"), during the review of the Debtors' consolidated financial statements for the three and six months ended June 30, 2023, the Debtors' identified an error in which cost of revenue from the three months ended June 30, 2023 was recorded during the three months ended March 31, 2023. The error resulted in an overstatement in cost of revenue for the three months ended March 31, 2023. This error also resulted in an overstatement of accrued expenses

and other current liabilities as of March 31, 2023. The foregoing overstatements consequently resulted in corresponding overstatements in the Debtors' previous MORs for the applicable time period. Based on the Debtors' management's evaluation of the SEC Staff's Accounting Bulletins Nos. 99 and 108 and interpretations therewith, the Debtors' concluded that the aforementioned errors were not material to the Debtors' previously filed March 31, 2023 consolidated financial statements. For further information related to the foregoing, please see the Second Quarter 2023 10-Q.

- 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.
- 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: 7/1/2023—7/31/2023 SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Description	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc.	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	Starboard Capital LLC	RADAR LLC	American Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Total
Receipts												
Operating Sales Proceeds	2,160,238	2,510,669	27,881,924	_	_	_	_	_	_	_	_	32,552,831
Bitmain Coupon Sales	_	_	_	_	_	_	_	_	_	_	_	_
Other Receipts	160,043		10,275,716									10,435,760
Total Receipts	2,320,281	2,510,669.2	38,157,640	_	_	_	_	_	_	_	_	42,988,590
Disbursements												
Suppliers or vendors Taxes /	2,223,788	1,898,293	21,081,251	_	_	_	_	_	_	_	_	25,203,331
Government Services	al — 5,043,637	294 128,655	3,270 1,428,761	=				=	=			3,565 6,601,053
Financial / Bank Fees Employee	_	610,641	6,781,396	_	_				_		_	7,392,037
Expense Total		260,528	2,893,260									3,153,788
Disbursements	7,267,425	2,898,410.75	32,187,939	_	_			_	_	_	_	42,353,775 207,756,706
Net Cash Flow (excl. Internal Transfers)	(4,947,144)	(387,742)	5,969,701									634,816
Cash Balance Beginning		(007,7.12)										00 1,010
of Month Net Cash	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Flow Disbursement	(4,947,144)	(387,742)	5,969,701	_	_				_		_	634,816
Allocation Cash Balance End of Month (excl. Internal	_	2,898,411	(2,898,411)	_	_	_	_	_	_	_	_	_
Transfers) Bank Cash	15,481,472	2,523,704	59,389,763	_	_			_	_			77,394,939
Balance Beginning of Month Net Cash	20,428,616	13,034	56,318,473	_	_	_	_	_	_	_	_	76,760,123
Flow (excl. Internal Transfers; w/												
Allocation) MOR Part 1 d.	(4,947,144)	(387,742)		_					_			634,816
	\$ 15,481,472	\$ (374,707)	\$62,288,174	<u>\$</u> —	<u>\$</u>	<u>s — </u>	<u>s — </u>	<u>s — </u>	<u>s</u> —	<u>s</u>	<u>s</u>	\$ 77,394,939
Reversing Disbursemer Allocation	nt	2,898,411	(2,898,411)	_	_	_	_			_		_
Internal Transfers	4,721,209	(2,200,000)	(2,521,209)	_	_	_	_	_	_	_	_	_
Cash Balance End of Month	\$ 20,202,681	<u>\$ 323,704</u>	\$56,868,554	<u>s — </u>	<u>s </u>	<u>s</u>	<u>s </u>	<u>s </u>	<u>s — </u>	<u>s </u>	<u>s</u>	\$ 77,394,939

MOR-2: End of July 2023 Balance Sheet

(US \$)	Core Scientific, Inc.	Core Scientific Acquired Mining LLC	Core Scientific Operating Company	Radar Relay, Inc	Core Scientific Mining LLC	Core Scientific Specialty Mining (Oklahoma) LLC	American Property Acquisition, LLC	American Starboard Capital LLC	RADAR LLC	Property Acquisitions I, LLC	American Property Acquisitions VII, LLC	Elimin Co
ASSETS												
Cash and Equivalents	2.162.915	323,704	56,063,530	_								
Restricted Cash	18,039,766	323,704	805,024									
Total Cash	20,202,681	323,704	56,868,554	_								
Accounts receivable, net of allowance	_	_	1,273,998	_								
Accounts receivable from related	460 505 000	140 (26 750	(452 512 000)	1.160.022								(1.1.1.0)
parties	468,787,828	148,626,759	(473,713,889)	1,160,033								(144,84
Deposits for equipment	_	52.500	100,897	_								
Digital currency assets	_	52,780	610,325									(22.0)
Prepaid expenses and other	1 020 511 451	22,894,994	27,726,843	10.724								(22,88
Total other current assets	1,830,711,451	(1,128,224,016)	(696,522,277)	12,734								
Total Current Assets	2,319,701,959	(956,325,779)	(1,083,655,549)	1,172,767								(167,73
Property, plant and equipment	_	46,991,888	570,340,309	_								(15,61
Operating lease-right-of-use assets	_	- -	19,880,100	—								
Goodwill	_	232,587,379	(167,058,249)	(65,529,130)								
Intangible assets, net	_	_	2,604,740	_								
Other noncurrent assets	2,558,789	(0)	6,734,705									
Total Assets	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)	1							(183,35
LIABILITIES, PREFERRED STOCK &	EOUITY											
Accounts Payable		144,866,808	84,676,302	1,750								(144,84
Accrued expenses and other	199,366	18,136,331	58,269,239	_								
Deferred revenue	_	_	104,319,983	_								(38,77
Derivative warrant liabilities	_	_	_	_								
Operating lease liabilities, current												
portion	_	_	343,418	_								
Financing lease liabilities, current												
portion	_	_	26,094,666	_								
Long-term debt, current portion	(559,901,857)		721,214,240									
Total current liabilities	(559,702,491)	163,003,139	994,917,849	1,750								(183,62
Operating lease liabilities, net of												
current portion	_	_	14,527,840	_								
Financing lease liabilities, net of												
current portion	_	_	41,675,456	_								
Long-term debt, net of current												
portion	568,258,150	_	97,817,534	_								
Other noncurrent liabilities		18,084,856	(15,497,087)	(2,587,769)								
Total Liabilities	8,555,659	181,087,995	1,133,441,592	(2,586,019)								(183,62
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		_	(,.,.,.,.,	_								
Common stock	37,478	_	_	_								
Additional paid-in capital	1.809.054.080	(15,979,141)	2.887.621	_								
Accumulated deficit	(179,781,838)	(841,902,348)	(1,103,087,788)	(61,770,345)	1							31
Other Comprehensive Income	(,,,	(, , , , , , , , , , , , , , , , , , ,		(01),,								
Cumulative Translation												
Adjustment	_	46,983	_	_								(4
Total Equity	1,629,309,720	(857,834,507)	(1,100,200,166)	(61,770,345)								27
Total Liabilities, Preferred Stock &	,,,120											
Equity	2,322,260,748	(676,746,512)	(651,153,945)	(64,356,364)								(183,35
1 7	,,,/ 10	(0.0,,012)	(,,, 10)	(,,,)								,

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

	Core Scientific,	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	IIIC.	LLC	Company	IIIC	Willing LLC	(Oklaholila) EEC	LLC	Cupitai EEC	LLC	LLC	LLC
(dollars in thousands)											
Hosting revenue from customers	_	_	9,728,561	_	_	_	_	_	_	_	_
Hosting revenue from related			7,120,001								
parties	_	_	2,728,716	_	_	_	_	_	_	_	_
Equipment sales to customers	_	_		_	_	_	_	_	_	_	_
Equipment sales to related											
parties	_	_	_	_	_	_	_	_	_	_	_
Digital asset mining income	_	2,539,728	28,186,825	_	_	_	_	_	_	_	_
Network services and defi revenue	_	_	_	_	_	_	_	_	_	_	_
Total Revenue		2,539,728	40,644,102	_	_	_				_	_
Cost of revenue		(3,350,512)	(28,084,165)								
Gross Profit		(810,784)	12,559,937								
		(010,704)	12,559,957						$\overline{}$		
Gain (loss) on legal settlements Gain (loss) from sales of digital		_				_			_		_
currency assets	_	14,195	45,003	_	_	_	_	_	_	_	_
Impairments of digital currency assets	_	(24,101)	(181,370)	_	_	_	_	_	_	_	_
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	_	_	(565,492)	_	_	_	_	_	_	_	_
Sales and marketing	_	_	(381,074)	_	_	_	_	_	_	_	_
General and administrative		(11,601)	(7,434,750)								_
Advisor Fees			225,148								
Total operating expenses	_	(11,601)	(8,156,168)	_	_	_	_	_	_	_	_
Operating Income (Loss)	_	(832,291)	4,267,402	_	_	_	_	_	_	_	_
Non-operating income (expense),		, , , ,									
net:											
Loss on debt extinguishment	_	_	_	_	_	_	_	_	_	_	_
Interest expense, net	_	_	(55,882)	_	_	_	_	_	_	_	_
Other non-operating expenses,											
net	_		349,295	_	_			_		_	_
Reorganization items			(4,981,200)								
Total Non-operating income (expense), net:			(4,687,787)								
Income (loss) before income taxes	_	(832,291)	(420,385)		_	_		_		_	_
Income tax expense	_				_		_	_	_	_	_
Net Income (Loss)		(832,291)	(420,385)		_						_
` '											