

Non-GAAP Financial Measures

Cash GPT and E&P GPT Reconciliation

Cash GPT is defined as total gathering, processing and transportation expenses (“GPT”) less non-cash valuation charges on pipeline imbalances. E&P GPT is defined as Cash GPT less the benefits from the Company’s midstream business segment related to crude oil gathering and transportation services. Cash GPT and E&P GPT are not a measure of GPT as determined by GAAP. Management believes that the presentation of Cash GPT and E&P GPT provide useful additional information to investors and analysts to assess the cash costs incurred to get the Company’s commodities to market without regard for certain benefits of its midstream business segment, as well as the change in value of its pipeline imbalances, which vary monthly based on commodity prices.

The following table presents a reconciliation of the GAAP financial measure of GPT expenses to the non-GAAP financial measure of Cash GPT and E&P GPT for the periods presented (in thousands):

	<u>Successor</u>	<u>Predecessor</u>
	<u>Three Months Ended March 31, 2021</u>	<u>Three Months Ended March 31, 2020</u>
GPT	\$ 15,711	\$ 29,464
Pipeline imbalances	1,847	(245)
Cash GPT	17,558	29,219
Intercompany impacts from midstream segment	1,810	2,012
E&P GPT	<u>\$ 19,368</u>	<u>\$ 31,231</u>

E&P Cash G&A Reconciliation

E&P Cash G&A is defined as general and administrative (“G&A”) expenses less non-cash equity-based compensation expenses, other non-cash charges and G&A expenses attributable to the Company’s midstream business segment and other services. E&P Cash G&A is not a measure of G&A as determined by GAAP. Management believes that the presentation of E&P Cash G&A provides useful additional information to investors and analysts to assess the Company’s operating costs in comparison to peers without regard to equity-based compensation programs, which can vary substantially from company to company, and the G&A costs associated with the Company’s midstream business segment.

The following table presents a reconciliation of the GAAP financial measure of G&A expenses to the non-GAAP financial measure of E&P Cash G&A for the periods presented (in thousands):

	<u>Successor</u>	<u>Predecessor</u>
	<u>Three Months Ended March 31, 2021</u>	<u>Three Months Ended March 31, 2020</u>
General and administrative expenses	\$ 20,737	\$ 31,174
Equity-based compensation expenses	(1,688)	(6,621)
G&A expenses attributable to midstream and other services	(5,062)	(7,888)
E&P Cash G&A	<u>\$ 13,987</u>	<u>\$ 16,665</u>

Cash Interest and E&P Cash Interest Reconciliation

Cash Interest is defined as interest expense plus capitalized interest less amortization and write-offs of deferred financing costs and debt discounts included in interest expense, and E&P Cash Interest is defined as total Cash Interest less Cash Interest attributable to OMP. Cash Interest and E&P Cash Interest are not measures of interest expense as determined by GAAP. Management believes that the presentation of Cash Interest and E&P Cash Interest provides useful additional information to

investors and analysts for assessing the interest charges incurred on the Company's debt to finance its E&P activities, excluding non-cash amortization, and its ability to maintain compliance with its debt covenants.

The following table presents a reconciliation of the GAAP financial measure of interest expense to the non-GAAP financial measures of Cash Interest and E&P Cash Interest for the periods presented (in thousands):

	Successor	Predecessor
	Three Months Ended March 31, 2021	Three Months Ended March 31, 2020 ⁽¹⁾
Interest expense	\$ 8,697	\$ 95,757
Capitalized interest	418	2,287
Amortization of deferred financing costs	(3,471)	(1,699)
Amortization of debt discount	—	(2,839)
Cash Interest	5,644	93,506
Cash Interest attributable to OMP	(2,728)	(30,232)
E&P Cash Interest	\$ 2,916	\$ 63,274

- (1) For the three months ended March 31, 2020, interest expense, Cash Interest and E&P Cash Interest included specified default interest charges of \$29.3MM related to the Predecessor Credit Facility. For the three months ended March 31, 2020, interest expense, Cash Interest and Cash Interest attributable to OMP included OMP specified default interest charges of \$25.9MM related to the OMP Credit Facility. These specified default interest charges were waived upon Oasis's emergence from bankruptcy.

Adjusted EBITDA and Adjusted EBITDA attributable to Oasis Reconciliation

Adjusted EBITDA is defined as earnings (loss) before interest expense, income taxes, depreciation, depletion, amortization, exploration expenses and other similar non-cash or non-recurring charges. Adjusted EBITDA attributable to Oasis is defined as Adjusted EBITDA less Adjusted EBITDA attributable to OMP, plus distributions from OMP for Oasis's ownership of OMP limited partner units and, prior to the Midstream Simplification, Adjusted EBITDA attributable to Oasis's retained interests in Bobcat DevCo and Beartooth DevCo (the "DevCo Interests") and distributions from OMP GP related to OMP's incentive distribution rights.

Adjusted EBITDA and Adjusted EBITDA attributable to Oasis are not measures of net income (loss) or cash flows as determined by GAAP. Management believes that the presentation of Adjusted EBITDA and Adjusted EBITDA attributable to Oasis provides useful additional information to investors and analysts for assessing the Company's results of operations, financial performance, ability to generate cash from its business operations without regard to its financing methods or capital structure and, with respect to Adjusted EBITDA attributable to Oasis, the Company's ability to maintain compliance with its debt covenants under the Oasis revolver .

The following table presents reconciliations of the GAAP financial measures of net loss including non-controlling interests and net cash provided by operating activities to the non-GAAP financial measures of Adjusted EBITDA and Adjusted EBITDA attributable to Oasis for the periods presented (in thousands):

	Successor	Predecessor
	Three Months Ended March 31, 2021	Three Months Ended March 31, 2020
Net loss including non-controlling interests	\$ (35,265)	\$ (4,334,275)
Gain on sale of properties	(88)	(11,226)
Gain on extinguishment of debt	—	(83,887)
Net (gain) loss on derivative instruments	181,515	(285,322)

Derivative settlements	(22,596)	5,020
Interest expense, net of capitalized interest ⁽¹⁾	8,697	95,757
Depreciation, depletion and amortization	39,990	203,755
Impairment	3	4,823,678
Exploration expenses	423	1,168
Equity-based compensation expenses	2,198	6,807
Income tax benefit	(3,654)	(254,738)
Other non-cash adjustments	(2,023)	245
Adjusted EBITDA	169,200	166,982
Adjusted EBITDA attributable to OMP	(56,459)	(72,928)
Adjusted EBITDA attributable to DevCo Interests	—	26,535
Cash distributions from OMP to Oasis ⁽²⁾	13,266	13,237
Adjusted EBITDA attributable to Oasis	\$ 126,007	\$ 133,826
Net cash provided by operating activities	\$ 190,413	\$ 107,775
Derivative settlements	(22,596)	5,020
Interest expense, net of capitalized interest ⁽¹⁾	8,697	95,757
Exploration expenses	423	1,168
Deferred financing costs amortization and other	(2,320)	(6,188)
Current tax benefit	—	(61)
Changes in working capital	(3,394)	(36,734)
Other non-cash adjustments	(2,023)	245
Adjusted EBITDA	169,200	166,982
Adjusted EBITDA attributable to OMP	(56,459)	(72,928)
Adjusted EBITDA attributable to DevCo Interests	—	26,535
Cash distributions from OMP to Oasis ⁽²⁾	13,266	13,237
Adjusted EBITDA attributable to Oasis	\$ 126,007	\$ 133,826

- (1) For the three months ended March 31, 2020, interest expense included specified default interest charges of \$29.3MM related to the Predecessor Credit Facility and \$25.9MM related to the OMP Credit Facility. These specified default interest charges were waived upon Oasis's emergence from bankruptcy.
- (2) For the three months ended March 31, 2021, includes distributions to Oasis of (i) \$12.3MM from OMP for Oasis's ownership of OMP and (ii) \$0.9MM from OMP GP for, prior to the Midstream Simplification, OMP's incentive distribution rights.

E&P Adjusted EBITDA and E&P Free Cash Flow Reconciliations

The Company defines E&P Free Cash Flow as Adjusted EBITDA from its E&P segment plus distributions to Oasis for (i) its ownership of OMP and, prior to the Midstream Simplification, (ii) OMP's incentive distribution rights and (iii) the DevCo Interests; less E&P Cash Interest, capital expenditures for E&P and other, excluding capitalized interest, and midstream capital expenditures attributable to the Company's retained interests in Bobcat DevCo and Beartooth DevCo. E&P Free Cash Flow is not a measure of net income (loss) or cash flows as determined by GAAP. Management believes that the presentation of E&P Free Cash Flow provides useful additional information to investors and analysts for assessing the financial performance of its E&P business as compared to its peers and its ability to generate cash from its E&P operations and midstream ownership interests after interest and capital spending. In addition, E&P Free Cash Flow excludes changes in operating assets and liabilities that relate to the timing of cash receipts and disbursements, which the Company may not control, and changes in operating assets and liabilities may not relate to the period in which the operating activities occurred.

The following table presents a reconciliation of the GAAP financial measure of loss before income taxes including non-controlling interests from the Company's E&P segment to the non-GAAP financial measure of E&P Adjusted EBITDA from the Company's E&P segment and E&P Free Cash Flow for the periods presented (in thousands):

	Successor Three Months Ended March 31, 2021	Predecessor Three Months Ended March 31, 2020
Loss before income taxes including non-controlling interests	\$ (82,716)	\$ (4,513,257)
Gain on sale of properties	(88)	(11,226)
Gain on extinguishment of debt	—	(83,887)
Net (gain) loss on derivative instruments	181,515	(285,322)
Derivative settlements	(22,596)	5,020
Interest expense, net of capitalized interest	4,865	65,500
Depreciation, depletion and amortization	30,770	198,654
Impairment	3	4,715,394
Exploration expenses	423	1,168
Equity-based compensation	1,688	6,596
Other non-cash adjustments	(2,074)	245
E&P Adjusted EBITDA	111,790	98,885
Distributions to Oasis from OMP and DevCo interests ⁽¹⁾	13,266	39,772
E&P Cash Interest ⁽³⁾	(2,916)	(63,274)
E&P and other capital expenditures	(29,009)	(153,629)
Midstream capital expenditures attributable to DevCo interests	—	(7,441)
Capitalized interest	418	2,287
E&P Free Cash Flow⁽²⁾	<u>\$ 93,549</u>	<u>\$ (83,400)</u>

- (1) For the three months ended March 31, 2021, includes distributions to Oasis of (i) \$12.3MM from OMP for Oasis's ownership of OMP and (ii) \$0.9MM from OMP GP for, prior to the Midstream Simplification, OMP's incentive distribution rights.
- (2) For the three months ended March 31, 2020, includes the impact of specified default interest charges of \$29.3MM, which was related to the Predecessor Credit Facility. The specified default interest charge was waived upon Oasis's emergence from bankruptcy.

Adjusted Net Income (Loss) Attributable to Oasis and Adjusted Diluted Earnings (Loss) Attributable to Oasis Per Share Reconciliations

Adjusted Net Income (Loss) Attributable to Oasis and Adjusted Diluted Earnings (Loss) Attributable to Oasis Per Share are supplemental non-GAAP financial measures that are used by management and external users of the Company's financial statements, such as industry analysts, investors, lenders and rating agencies. The Company defines Adjusted Net Income (Loss) Attributable to Oasis as net income (loss) after adjusting first for (1) the impact of certain non-cash items, including non-cash changes in the fair value of derivative instruments, impairment, and other similar non-cash charges, or non-recurring items, (2) the impact of net income (loss) attributable to non-controlling interests and (3) the non-cash and non-recurring items' impact on taxes based on the Company's effective tax rate applicable to those adjusting items in the same period. Adjusted Net Income (Loss) Attributable to Oasis is not a measure of net income (loss) as determined by GAAP. The Company defines Adjusted Diluted Earnings (Loss) Attributable to Oasis Per Share as Adjusted Net Income (Loss) Attributable to Oasis divided by diluted weighted average shares outstanding.

The following table presents reconciliations of the GAAP financial measure of net loss attributable to Oasis to the non-GAAP financial measure of Adjusted Net Income (Loss) Attributable to Oasis and the GAAP financial measure of diluted loss attributable to Oasis per share to the non-GAAP financial measure of Adjusted Diluted Earnings (Loss) Attributable to Oasis Per Share for the periods presented (in thousands, except per share data):

	<u>Successor</u>	<u>Predecessor</u>
	<u>Three Months Ended March 31, 2021</u>	<u>Three Months Ended March 31, 2020</u>
Net loss attributable to Oasis	\$ (43,592)	\$ (4,310,861)
Gain on sale of properties	(88)	(11,226)
Gain on extinguishment of debt	—	(83,887)
Net (gain) loss on derivative instruments	181,515	(285,322)
Derivative settlements	(22,596)	5,020
Impairment ⁽¹⁾	3	4,797,530
Additional interest charges ⁽²⁾	—	55,263
Amortization of deferred financing costs ⁽³⁾	3,040	1,611
Amortization of debt discount	—	2,839
Other non-cash adjustments	(2,023)	245
Tax impact ⁽⁴⁾	(34,879)	(1,061,518)
Other tax adjustments ⁽⁵⁾	4,839	827,502
Adjusted Net Income (Loss) Attributable to Oasis	<u>\$ 86,219</u>	<u>\$ (62,804)</u>
Diluted loss attributable to Oasis per share	\$ (2.20)	\$ (13.61)
Gain on sale of properties	—	(0.04)
Gain on extinguishment of debt	—	(0.26)
Net (gain) loss on derivative instruments	9.15	(0.90)
Derivative settlements	(1.14)	0.02
Impairment ⁽¹⁾	—	15.14
Additional interest charges ⁽²⁾	—	0.17
Amortization of deferred financing costs ⁽³⁾	0.15	0.01
Amortization of debt discount	—	0.01
Other non-cash adjustments	(0.10)	—
Tax impact ⁽⁴⁾	(1.76)	(3.35)
Other tax adjustments ⁽⁵⁾	0.24	2.61
Adjusted Diluted Earnings (Loss) Attributable to Oasis Per Share	<u>\$ 4.34</u>	<u>\$ (0.20)</u>
Diluted weighted average shares outstanding ⁽⁶⁾	19,847	316,828
Effective tax rate applicable to adjustment items ⁽⁴⁾	21.8 %	23.7 %

(1) For the three months ended March 31, 2020, OMP recorded an impairment expense of \$101.8MM, which is included in the Company's unaudited condensed consolidated financial statements. The portion of OMP impairment expense attributable to non-controlling interests of \$26.1MM is excluded from impairment expense in the table above for the three months ended March 31, 2020.

(2) For the three months ended March 31, 2020, the Company incurred additional interest charges for specified default interest of \$29.3MM related to the Predecessor Credit Facility and \$25.9MM related to the OMP Credit Facility. These specified default interest charges were waived upon Oasis's emergence from bankruptcy.

- (3) For the three months ended March 31, 2021 and 2020, the portion of amortization of deferred financing costs attributable to non-controlling interests of \$0.4MM and \$0.1MM, respectively, is excluded from amortization of deferred financing costs in the table above.
- (4) The tax impact is computed utilizing the Company's effective tax rate applicable to the adjustments for certain non-cash and non-recurring items.
- (5) Other tax adjustments relate to the deferred tax asset valuation allowance, which is adjusted to reflect the tax impact of the other adjustments using an assumed effective tax rate that excludes its impact.
- (6) For the three months ended March 31, 2021, the Company included the dilutive effect of unvested share-based awards of 76,500 in computing Adjusted Diluted Earnings Attributable to Oasis Per Share, which were excluded from the GAAP calculation of diluted loss attributable to Oasis per share due to the anti-dilutive effect.