

PDC Energy, Inc.
Consolidated Statements of Operations
(in thousands, except per share amounts)

	Year Ended December 31,				
	2017	2016	2015	2014	2013
Revenues:					
Crude oil, natural gas, and NGLs sales	\$ 913,084	\$ 497,353	\$ 378,713	\$ 471,413	\$ 340,795
Commodity price risk management gain (loss), net	(3,936)	(125,681)	203,183	310,304	(23,919)
Other income	12,468	11,243	13,430	74,490	75,789
Total revenues	<u>921,616</u>	<u>382,915</u>	<u>595,326</u>	<u>856,207</u>	<u>392,665</u>
Costs, expenses and other:					
Lease operating expenses	89,641	59,950	56,992	42,402	33,817
Production taxes	60,717	31,410	18,443	25,615	21,758
Transportation, gathering, and processing expenses	33,220	18,415	10,151	4,592	5,152
Exploration, geologic, and geophysical expense	47,334	4,669	1,102	947	6,334
Impairment of properties and equipment	285,887	9,973	161,620	166,847	52,873
Impairment of goodwill	75,121	—	—	—	—
General and administrative expense	120,370	112,470	89,959	123,559	63,715
Depreciation, depletion and amortization	469,084	416,874	303,258	192,528	115,624
Provision for uncollectible notes receivable	(40,203)	44,038	—	—	—
Accretion of asset retirement obligations	6,306	7,080	6,293	3,415	4,566
(Gain) loss on sale of properties and equipment	(766)	(43)	(385)	507	2,022
Other expenses	13,157	10,193	11,717	72,015	70,084
Total costs, expenses and other	<u>1,159,868</u>	<u>715,029</u>	<u>659,150</u>	<u>632,427</u>	<u>375,945</u>
Income (loss) from operations	<u>(238,252)</u>	<u>(332,114)</u>	<u>(63,824)</u>	<u>223,780</u>	<u>16,720</u>
Loss on extinguishment of debt	(24,747)	—	—	—	—
Interest expense	(78,694)	(61,972)	(47,571)	(47,842)	(50,143)
Interest income	2,261	963	4,807	1,290	460
Income (loss) from continuing operations before income taxes	<u>(339,432)</u>	<u>(393,123)</u>	<u>(106,588)</u>	<u>177,228</u>	<u>(32,963)</u>
Income tax (expense) benefit	211,928	147,195	38,308	(69,967)	11,852
Income (loss) from continuing operations	<u>(127,504)</u>	<u>(245,928)</u>	<u>(68,280)</u>	<u>107,261</u>	<u>(21,111)</u>
Income (loss) from discontinued operations, net of tax	—	—	—	48,174	(1,190)
Net income (loss)	<u>\$ (127,504)</u>	<u>\$ (245,928)</u>	<u>\$ (68,280)</u>	<u>\$ 155,435</u>	<u>\$ (22,301)</u>
Earnings per share:					
Basic					
Income (loss) from continuing operations	\$ (1.94)	\$ (5.01)	\$ (1.74)	\$ 3.00	\$ (0.65)
Income (loss) from discontinued operations, net of tax	—	—	—	1.34	(0.04)
Net income (loss)	<u>\$ (1.94)</u>	<u>\$ (5.01)</u>	<u>\$ (1.74)</u>	<u>\$ 4.34</u>	<u>\$ (0.69)</u>
Diluted					
Income (loss) from continuing operations	\$ (1.94)	\$ (5.01)	\$ (1.74)	\$ 2.93	\$ (0.65)
Income (loss) from discontinued operations, net of tax	—	—	—	1.31	(0.04)
Net income (loss)	<u>\$ (1.94)</u>	<u>\$ (5.01)</u>	<u>\$ (1.74)</u>	<u>\$ 4.24</u>	<u>\$ (0.69)</u>
Weighted-average common shares outstanding:					
Basic	<u>65,837</u>	<u>49,052</u>	<u>39,153</u>	<u>35,784</u>	<u>32,426</u>
Diluted	<u>65,837</u>	<u>49,052</u>	<u>39,153</u>	<u>36,678</u>	<u>32,426</u>

The information above should be read in conjunction with our SEC filings.