



# Unit Corporation Reports Third Quarter Results

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TULSA, Okla. - Unit Corporation (OTCQX: UNTC) (Company) filed unaudited condensed consolidated financial statements for the three and nine months ended September 30, 2024 with OTC Markets Group Inc. (OTC). The Company's current, quarterly, and annual reports may be accessed on the OTC's website at <https://www.otcmarkets.com/stock/UNTC/disclosure>, as well as the Company's website at <https://unitcorp.com/investor-relations/otc-sec-filings/>.

## Third Quarter and Year to Date Results

Net income for the three months ended September 30, 2024 was \$8.9 million, or \$0.89 per diluted share, compared to \$28.8 million, or \$2.94 per diluted share, for the three months ended September 30, 2023. Total revenue for the three months ended September 30, 2024 was \$53.7 million, compared to \$80.2 million for the three months ended September 30, 2023.

For the nine months ended September 30, 2024, net income was \$36.6 million, or \$3.67 per diluted share, compared to \$191.5 million, or \$19.55 per diluted share, for the nine months ended September 30, 2023. Total revenue for the nine months ended September 30, 2024 was \$177.7 million, compared to \$252.7 million for the nine months ended September 30, 2023.

"Our current year results remain on track, with results reflecting a relatively stable contract drilling market, as well as the expected decline in production volumes due to the December 2023 sale of certain non-core oil and gas assets in the Texas Panhandle," said Phil Frohlich, Chief Executive Officer.

Operational highlights for the oil and natural gas and contract drilling segments during the three and nine months ended September 30, 2024 and 2023 include:

	Three Months Ended September 30,			Nine Months Ended September 30,		
	2024	2023	% Change	2024	2023	% Change
<b>Oil and Natural Gas:</b>						
Avg oil price (\$/Bbl)	\$74.18	\$60.33	23%	\$76.24	\$61.55	24%
Avg oil price excl. derivatives (\$/Bbl)	\$74.18	\$80.83	(8)%	\$76.24	\$75.19	1%
Avg NGLs price (\$/Bbl)	\$18.70	\$17.79	5%	\$19.34	\$17.95	8%
Avg NGLs price excl. derivatives (\$/Bbl)	\$18.70	\$17.79	5%	\$19.34	\$17.95	8%
Avg natural gas price (\$/Mcf)	\$1.42	\$1.75	(19)%	\$1.42	\$2.44	(42)%
Avg natural gas price excl. derivatives (\$/Mcf)	\$1.42	\$1.78	(20)%	\$1.42	\$2.08	(32)%
Oil production (MBbls)	160	225	(29)%	517	775	(33)%
NGL production (MBbls)	248	429	(42)%	763	1,277	(40)%
Natural gas production (MMcf)	3,288	5,185	(37)%	9,772	15,741	(38)%
Total production (MBOE)	956	1,518	(37)%	2,909	4,676	(38)%
	<b>2024</b>	<b>2023</b>	<b>% Change</b>	<b>2024</b>	<b>2023</b>	<b>% Change</b>
<b>Contract Drilling:</b>						
Total rigs available (end of the period)	14	14	-%	14	14	-%
Average number of drilling rigs in use	11.1	14.1	(21)%	12.2	15.5	(21)%
Average dayrate on daywork contracts (\$/day)	\$29,956	\$32,572	(8)%	\$30,569	\$31,220	(2)%

## Common Stock Dividends

The table below presents information about the dividends paid during the periods indicated:

	Type	Dividend per share	Total Amount	Record Date	Payment Date
<b>2023</b>					
			(In thousands)		
First quarter	Special	\$ 10.00	\$ 96,179	January 20, 2023	January 31, 2023
Second quarter	Quarterly	\$ 2.50	\$ 24,071	June 16, 2023	June 26, 2023
Third quarter	Quarterly	\$ 2.50	\$ 24,113	September 15, 2023	September 26, 2023
Fourth quarter	Quarterly	\$ 2.50	\$ 24,226	December 18, 2023	December 27, 2023
Fourth quarter	Special	\$ 15.00	\$ 145,353	December 18, 2023	December 27, 2023
Fourth quarter	Special	\$ 5.00	\$ 48,451	December 18, 2023	December 27, 2023
<b>2024</b>					
First quarter	Quarterly	\$ 1.25	\$ 12,269	March 18, 2024	March 28, 2024
Second quarter	Quarterly	\$ 1.25	\$ 12,961	June 17, 2024	June 27, 2024
Third quarter	Quarterly	\$ 1.25	\$ 12,248	September 16, 2024	September 27, 2024

The declaration and payment of any future dividend, whether fixed, special, or variable, are at the sole discretion of the Company's Board of Directors. This decision will depend upon several factors, including the Company's financial position, results of operations, cash flows, capital requirements, business conditions, future expectations, legal requirements, and other relevant factors at the time of consideration. Future dividends are expected to be funded by cash on the Company's balance sheet.

The Company's preliminary 2024 Form 8937 (Report of Organizational Actions Affecting Basis of Securities) can be found on its website at <https://unitcorp.com/investor-relations/tax-reporting/>.

## About Unit Corporation

Unit Corporation is a Tulsa-based, publicly held energy company engaged through its wholly-owned subsidiaries in oil and gas production and contract drilling. For more information about Unit Corporation, visit its website at <https://www.unitcorp.com>.

## Forward-Looking Statements

This news release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act. All statements, other than statements of historical facts, included in this release that address activities, events, or developments that the Company expects, believes, or anticipates will or may occur are forward-looking statements. Several risks and uncertainties could cause actual results to differ materially from these statements, including changes in commodity prices, the productive capabilities of the Company's wells, future demand for oil and natural gas, future drilling rig utilization and dayrates, projected rate of the Company's oil and natural gas production, the amount available to the Company for borrowings, its anticipated borrowing needs under its credit agreement, the number of wells to be drilled by the Company's oil and natural gas segment, the potential productive capability of its prospective plays, and other factors described occasionally in the Company's publicly available OTC reports. The Company assumes no obligation to update publicly such forward-looking statements, whether because of new information, future events, or otherwise.

### Unit Corporation Selected Financial Highlights

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
(In thousands except per share amounts)				
Revenues:				
Oil and natural gas	\$ 21,277	\$ 35,205	\$ 68,259	\$ 114,407
Contract drilling	32,453	44,951	109,432	138,259
Total revenues	53,730	80,156	177,691	252,666
Expenses:				
Operating costs:				
Oil and natural gas	10,503	16,823	32,962	49,211
Contract drilling	23,117	27,629	73,893	81,383
Total operating costs	33,620	44,452	106,855	130,594
Depreciation, depletion, and amortization	3,934	4,778	11,494	12,493
General and administrative	5,533	4,952	16,112	14,851
Gain on disposition of assets	(180)	(4,149)	(1,325)	(13,578)
Total operating expenses	42,907	50,033	133,136	144,360
Income from operations	10,823	30,123	44,555	108,306
Other income (expense):				
Interest income	1,161	2,872	3,196	7,055
Interest expense	(8)	(41)	(46)	(121)
Gain on derivatives, net	(243)	(3,239)	(110)	11,856
Gain on sale of Superior investment	-	-	-	17,812
Reorganization items, net	(34)	(12)	(56)	(163)
Other, net	82	(146)	(73)	13
Total other income (expense)	958	(566)	2,911	36,452
Income before income taxes	11,781	29,557	47,466	144,758
Income tax expense (benefit), net:				
Current	143	532	(72)	881
Deferred	2,689	190	10,976	(47,625)
Total income tax expense (benefit), net	2,832	722	10,904	(46,744)
Net income	\$ 8,949	\$ 28,835	\$ 36,562	\$ 191,502
Net income per common share:				
Basic	\$ 0.91	\$ 2.98	\$ 3.73	\$ 19.81
Diluted	\$ 0.89	\$ 2.94	\$ 3.67	\$ 19.55

### Unit Corporation Selected Financial Highlights - Continued

	September 30, 2024	December 31, 2023
(In thousands)		
<b>Balance Sheet Data:</b>		
Cash and cash equivalents	\$ 80,088	\$ 60,779
Current assets	\$ 115,452	\$ 118,296
Total assets	\$ 307,658	\$ 322,720
Current liabilities	\$ 29,374	\$ 42,399
Long-term debt	\$ -	\$ -
Other long-term liabilities	\$ 22,600	\$ 22,803
Total shareholders' equity attributable to Unit Corporation	\$ 253,475	\$ 254,126

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