



CreditRiskMonitor’s warning of Gulfport Energy Corporation’s (“Gulfport Energy”) bankruptcy risk was determined by a combination of factors:

Monthly Average FRISK [®] Score.....	Page 2
The FRISK [®] Score Components.....	3
Management Discussion and Analysis.....	4
Company Report Detail.....	5
FRISK [®] Deep Dive and Adjusted Market Cap Volatility.....	6
FRISK [®] Stress Index.....	7
Peer Analysis on Alternate Suppliers and Customers.....	8
Quarterly Performance Ratios.....	9
Quarterly Leverage Ratios.....	10
Quarterly Liquidity Ratios and Rates of Return.....	11
Year Over Year Statement of Cash Flows.....	12
News Alerts: A Timeline of Concerning News Items.....	13

About This Report/Contact CreditRiskMonitor [®]	14

MONTHLY AVERAGE FRISK® SCORE

CreditRiskMonitor's FRISK® score had been warning of financial stress at Gulfport Energy (OTC: GPORQ) for more than a year. **The company ultimately filed for bankruptcy on Nov. 13, 2020.**

Moody's Investors Service downgrades Gulfport's notes to B3 while changing the outlook to negative on low natural gas prices.

Management announces non-core assets sales and debt repurchases that are considered "accretive," a potential red flag.

Natural gas prices decline towards multi-year lows and the company's hedges were limited relative to its production rates.

Business Name	2019		2020										
	N	D	J	F	M	A	M	J	J	A	S	O	N
Gulfport Energy Corporation	2	2	1	1	1	1	1	1	1	1	1	1	1

BANKRUPT!

Gulfport Energy brings on debt restructuring adviser, Perella Weinberg Partners, to help study options to improve its finances.

Refinancing risk rose leading the company to disclose substantial doubt about continuing as a going concern.

The FRISK® score is 96% accurate* in predicting the risk of corporate failure/bankruptcy over a 12-month horizon. All FRISK® scores are recalculated every night for each subsequent 12-month period.

FRISK® SCORE: PROBABILITY OF BANKRUPTCY WITHIN 12 MONTHS

	FRISK®	FROM	TO
BEST	10	0.00%	0.12%
	9	0.12%	0.27%
	8	0.27%	0.34%
	7	0.34%	0.55%
	6	0.55%	0.87%
WORST	5	0.87%	1.40%
	4	1.40%	2.10%
	3	2.10%	4.00%
	2	4.00%	9.99%
	1	9.99%	50.00%

While the risk of bankruptcy varies at each FRISK® score, 96% of public companies that eventually go bankrupt enter the FRISK® "red zone" prior to filing. **A FRISK® score of 5 or less is an important warning sign.**

*FRISK® score accuracy of 96% is based on backtesting of U.S. public companies; results may vary by country.

THE FRISK® SCORE COMPONENTS

At the core of the CreditRiskMonitor® process is our 96% accurate FRISK® score, which indicates a company's level of financial stress on a scale of 1 to 10, based on the probability of bankruptcy over a 12-month horizon. When available, the FRISK® score incorporates a number of powerful risk indicators including:

A “Merton” type model using stock market capitalization and volatility

Financial ratios, including those used in the Altman Z”-Score Model

Bond agency ratings from Moody’s, Fitch, & DBRS Morningstar

Crowdsourced CreditRiskMonitor® Usage Data

[Crowdsourcing](#) has enhanced the accuracy and timeliness of the FRISK® score. We collect and analyze data patterns from thousands of CreditRiskMonitor® subscribers, including professionals from more than 35% of the Fortune 1000 and other large corporations worldwide.

The crowdsourcing advantage is even more powerful in our FRISK® score since many of the professionals who use our service are credit managers:

- Credit managers control one of the largest sources of working capital going into a company
- They are not held to the same “Fair Disclosure” restrictions that prevent non-disclosed information sharing on public companies
- Credit managers use a variety of non-public information sources such as their own company’s management and sales representatives to be alerted to concerns in a public company’s performance
- It is commonly known credit managers confidentially share information with other credit managers, thus collectively, their behavior helps to provide advanced insight to financial problems in public companies

[Read more in Credit Research Foundation’s quarterly journal article, “Assessing Public Company Financial Risk by Crowdsourcing the Research of Credit Professionals”](#)

DO NOT MISS THIS – MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)

Making misleading or fraudulent statements in an MD&A is against the law – and Sarbanes-Oxley subjects CEOs and CFOs to heavy fines or even jail time for doing so. A vital feature of the CreditRiskMonitor service is the ability to quickly access a Company’s Management Discussion and Analysis (MD&A) history. Let it sink in: there are no two people in the world with better knowledge of a company’s liquidity risk than the CEO and CFO. More than any credit manager. More than any trade group. And they’re personally liable if they’re lying.

According to the Financial Accounting Standards Board (FASB), “MD&A should provide a balanced presentation that includes both positive and negative information about the topics discussed.”

You MUST understand trends, commitments, demands and uncertainties likely to result in a material change in Liquidity and Capital Resources, like if they can continue as a going concern. If you don’t, you need help.

Report

- Overview
- Company News
- Risk Ratings
- Important Information
- Annual Financials
- Year/Year Interim
- Sequential Quarters
- Liquidity (MD&A)**
- SEC Filings
- Peer Analysis
- Payments
- Public Filings
- General Info
- Access History
- Credit Limit
- Update Portfolio
- Print/Save Report
- Currency Converter
- Send This to a Colleague

Gulfport Energy Corporation
3001 Quail Springs Parkway
Phone: (405) 252-4600 OKLAHOMA CITY, OK 73134 United States

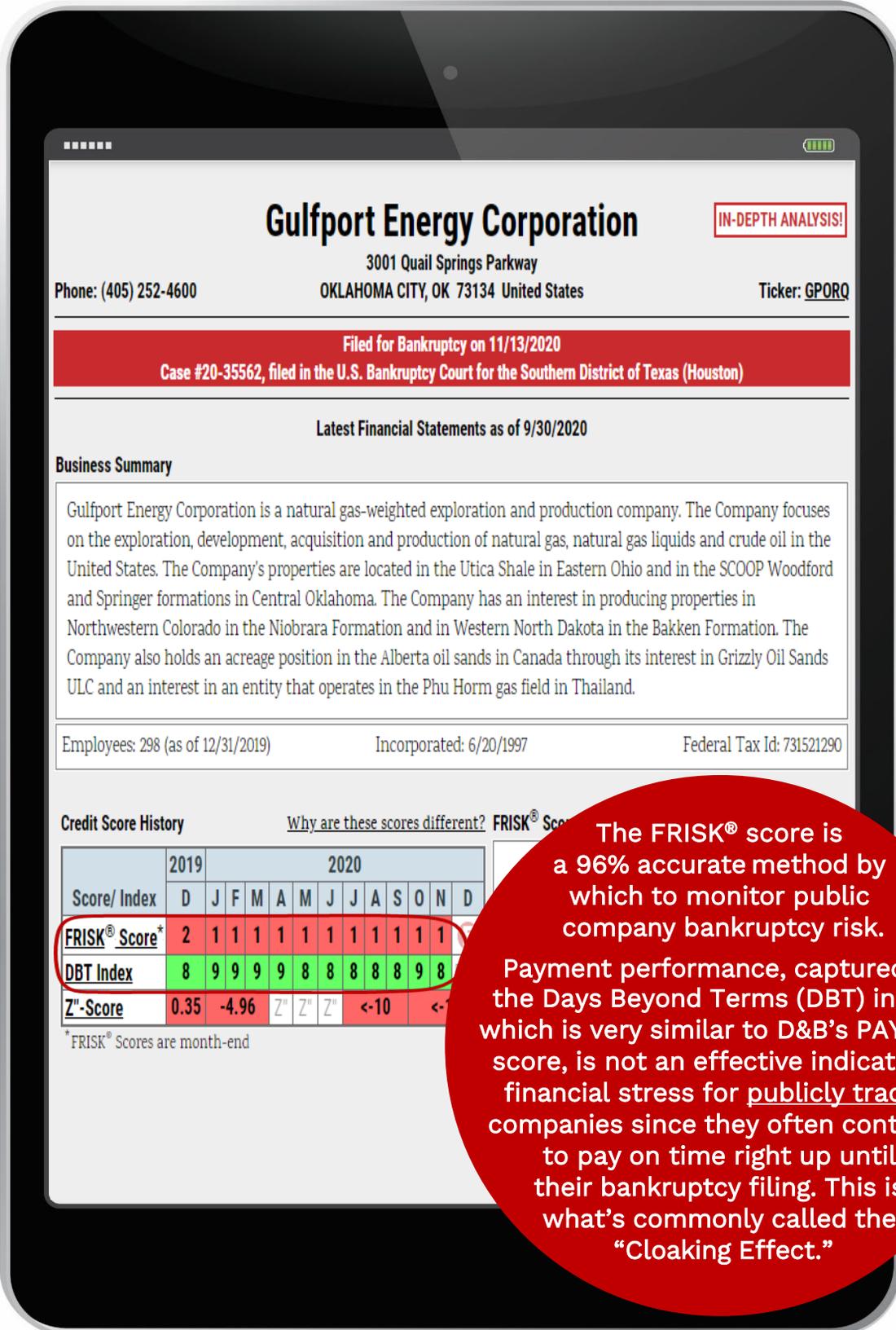
Filed for Bankruptcy on 11/13/2020
Case #20-35562, filed in the U.S. Bankruptcy Court for the Southern District of Texas (Houston)

Management Discussion and Analysis History

We expect the principal areas of operational risk for us are the availability of service providers and supply chain disruption. The operations of our midstream service providers, on whom we rely for the transmission, gathering and processing of a significant portion of our produced natural gas, NGL and oil, may be disrupted or suspended in response to containing the outbreak, or the difficult economic environment may lead to the bankruptcy or closing of the facilities and infrastructure of our midstream service providers. This may result in substantial increases in the cost of the gas and oil we receive for our produced natural gas, NGL and oil or result in the shut-in of production from our properties.

Management disclosed negative impacts from COVID-19 including supply chain disruption and increased costs. As part of the Credit Agreement. As part of the amendment, our borrowing capacity was increased by \$1.0 billion, respectively, to \$700.0 million. Additionally, we obtained Net Secured Debt to EBITDAX not exceeding 2.00 to 1.00 and Net Secured Debt to EBITDAX of 4.00 to 1.00 until September 30, 2020. We remained in compliance with the facility following the amendment.

COMPANY REPORT DETAIL



Gulfport Energy Corporation

IN-DEPTH ANALYSIS!

3001 Quail Springs Parkway

Phone: (405) 252-4600

OKLAHOMA CITY, OK 73134 United States

Ticker: GPORQ

Filed for Bankruptcy on 11/13/2020
Case #20-35562, filed in the U.S. Bankruptcy Court for the Southern District of Texas (Houston)

Latest Financial Statements as of 9/30/2020

Business Summary

Gulfport Energy Corporation is a natural gas-weighted exploration and production company. The Company focuses on the exploration, development, acquisition and production of natural gas, natural gas liquids and crude oil in the United States. The Company's properties are located in the Utica Shale in Eastern Ohio and in the SCOOP Woodford and Springer formations in Central Oklahoma. The Company has an interest in producing properties in Northwestern Colorado in the Niobrara Formation and in Western North Dakota in the Bakken Formation. The Company also holds an acreage position in the Alberta oil sands in Canada through its interest in Grizzly Oil Sands ULC and an interest in an entity that operates in the Phu Horm gas field in Thailand.

Employees: 298 (as of 12/31/2019)

Incorporated: 6/20/1997

Federal Tax Id: 731521290

Credit Score History

[Why are these scores different?](#) FRISK® Score

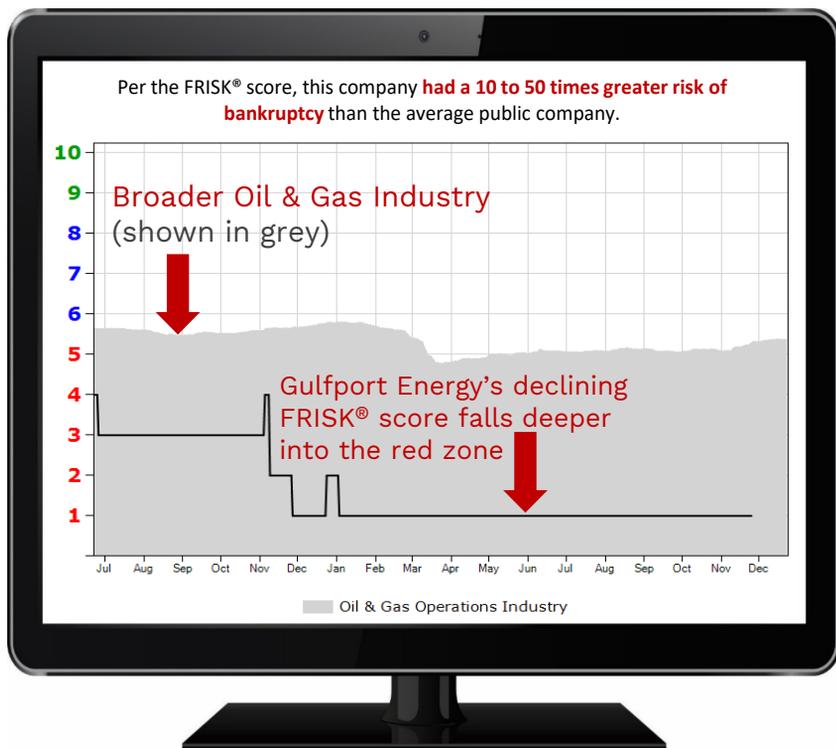
Score/ Index	2019			2020											
	D	J	F	M	A	M	J	J	A	S	O	N	D		
FRISK® Score*	2	1	1	1	1	1	1	1	1	1	1	1	1		
DBT Index	8	9	9	9	9	8	8	8	8	8	8	9	8		
Z"-Score	0.35	-4.96	Z"	Z"	Z"	<-10	<-								

* FRISK® Scores are month-end

The FRISK® score is a 96% accurate method by which to monitor public company bankruptcy risk.

Payment performance, captured by the Days Beyond Terms (DBT) index, which is very similar to D&B's PAYDEX® score, is not an effective indicator of financial stress for publicly traded companies since they often continue to pay on time right up until their bankruptcy filing. This is what's commonly called the "Cloaking Effect."

FRISK® DEEP DIVE



The FRISK® score relative to the broader Oil & Gas industry raised an additional red flag signaling heightened risk relative to peers, as well...

MAKING IMMEDIATE ATTENTION REQUIRED.

ADJUSTED MARKET CAP VOLATILITY



One of the inputs of the FRISK® score is a company's market cap volatility, adjusted for dividends, over the course of a year. Incorporating this information allows us to capture the "wisdom of markets" on a daily basis. This ensures our subscribers are getting the most up to date view of the risks they face since stocks tend to be more liquid and faster moving than bond prices and ratings.

FRISK® STRESS INDEX

#	Business Name	Country	Current FRISK® score
1	Gulfport Energy Corporation IN-DEPTH ANALYSIS!	United States	1
2	Nostrum Oil & Gas PLC	Netherlands	1
3	Cardinal Energy Ltd (Alberta)	Canada	1
4	Shelf Drilling Ltd	Cayman Islands	1
5	W&T Offshore, Inc.	United States	1
6	Enquest Plc	United Kingdom	1
7	HighPoint Resources Corp	United States	1
8	Razor Energy Corp	Canada	1
9	Dommo Energia SA	Brazil	2
10	NK Russtneft' PAO	Russian Federation	1

Primary industry codes only Primary and secondary industry codes

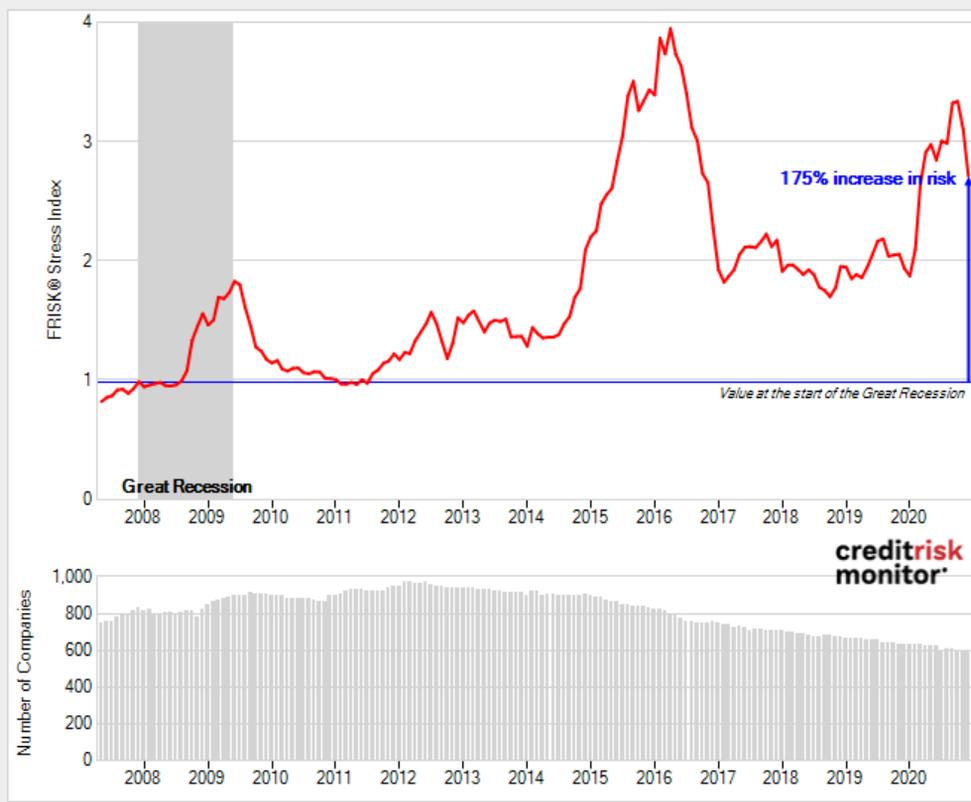
Businesses From: All Businesses CLEAR

In Industry: SIC 1311: Crude petroleum and natural gas

Country: All Countries

UPDATE RESULTS

Scale: Auto Total Companies in all months 1,579



The FRISK® Stress Index shows the collective probability of failure in a group of companies (such as an industry, country or portfolio) over the next 12 months. It is designed to show trends in risk level across groups of companies and is shown on a zero to 50 scale, with 50 being the most risky.

The average probability of failure for SIC code 1311 (Crude petroleum and natural gas) has increased 175% since 2007. Gulfport Energy was among the weakest names in the industry as evidenced by its FRISK® score of 1.

[Request a Personalized Demo](#)

PEER ANALYSIS ON ALTERNATE SUPPLIERS AND CUSTOMERS

The Peer Analysis expands to provide a ranking of a company's competitors, which can help provide options for alternate suppliers or new customers

Peer Group: 3434		Ranking Within Peer Group	Number Of Peers Ranked	Company Value	Peer Group Range		
					Low	Median	High
Credit Ratings							
Z-Score	437	551	-14.06	-18,103.60	0.32	80.20	
Performance ratios:							
Net Sales (Thousands of U.S. Dollars)	78	220	136,176	-860	43,059	45,425,000	
Gross Margin % Of Sales	42	477	85.83	-28,241.18	38.72	100.86	
Gross Margin % Of Sales -- TTM	27	487	90.73	-3,237.62	38.64	102.01	
SGA % Of Sales	441	493	96.27	0.16	15.47	67,135.29	
SGA % Of Sales -- TTM	421	510					
Operating Margin % Of Sales	473	515					
Operating Margin % Of Sales -- TTM	470	530					
EBITDA Margin Of Sales	369	400					
EBITDA Margin Of Sales -- TTM	369	415					
Net Profit Margin % Of Sales	474	515					
Net Profit Margin % Of Sales -- TTM	482	529					
Pre-tax Income % Of Sales	472	515					
Effective Tax Rate	109	446					
Depreciation % Of Prop/Plant/Equipment	232	482	9.21	0.00	9.80	33,361.07	
Capital Expense % Of Prop/Plant/Equipment	302	399	11.28	0.00	6.18	29,707.38	
Interest Coverage	353	394	-8.57	-2,340.33	1.89	5,977.71	
Interest Coverage -- TTM	366	424	-12.42	-2,473.31	0.13	864.98	
Liquidity ratios:							
Cash Ratio	362	574	0.16	0.00	0.28	444.15	
Quick Ratio	323	538	0.49	0.00	0.64	446.17	
Current Ratio	398	574	0.67	0.00	1.03	452.57	
Efficiency ratios:							
Accounts Receivable Turnover	338	542	5.65	-8.52	7.44	1,007.16	
Days Sales Outstanding	364	517					
% of Inventory Financed by Vendors		248					
% of Inventory Financed by Vendors -- TTM		250					
Inventory Turnover		325					
Inventory Turnover -- TTM		327					
Days Sales in Inventory		313					
Inventory to Working Capital		321					
Accounts Payable Turnover		357					
Accounts Payable Turnover -- TTM		366					
Leverage & debt coverage:							
Total Debt to Equity Ratio		427		0.00	0.58	67.03	
Debt to Tangible Equity Ratio		421		0.00	0.68	67.03	
Total Debt to Assets Ratio	473	518	0.87	0.00	0.31	7,005.41	
Short-Term Debt % of Total Debt	12	453	0.03	0.00	26.94	100.00	
Short-Term Debt % of Working Capital	451	457	-0.62	-3,337.78	-0.98	7,389.12	
Liabilities to Net Worth Ratio		480		0.00	1.08	103.48	
Total Liabilities to Equity Ratio		486		0.00	1.04	103.48	
TTM EBITDA to Total Debt	318	405	-1.17	-4,834.21	0.03	357.71	
Net Debt to TTM EBITDA		210		-4.70	2.77	150.90	
Green - Ranked in Upper Quartile of Peer Group White - Ranked in the Middle Two Quartiles of Peer Group Red - Ranked in Lower Quartile of Peer Group Orange - Confidential Grey - Data is Not Available							

Gulfport Energy demonstrated bottom quartile ranking in key financial ratios (shown in red) versus its industry peers.

QUARTERLY PERFORMANCE RATIOS

Consistent operating and net losses reported for more than a year

Negative interest coverage and gradual deterioration in cash flow

Performance Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 9/30/2020	6 mos 6/30/2020	3 mos 3/31/2020	3 mos 12/31/2019	3 mos 9/30/2019
Net Sales \$	\$136,176	\$485,639	n/a	\$281,261	\$341,746
% change	n/a	n/a	n/a	-17.70%	-25.54%
Gross Margin \$	\$116,874	\$445,563	n/a	\$256,944	\$312,708
% change	n/a	n/a	n/a	-17.83%	-27.02%
% of sales	85.83%	91.75%	n/a	91.35%	91.50%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
SG&A \$	\$131,091	\$250,244	n/a	\$79,490	\$148,204
% change	n/a	n/a	n/a	-46.36%	76.98%
% of sales	96.27%	51.53%	n/a	28.26%	43.37%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
Operating margin \$	(\$346,400)	(\$986,258)	n/a	(\$1,414,675)	(\$547,355)
% change	n/a	n/a	n/a	-158.46%	-350.56%
% of sales	-254.38%	-203.08%	n/a	-502.98%	-160.16%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
EBITDA \$	(\$294,990)	(\$852,538)	n/a	(\$1,271,189)	(\$387,279)
% change	n/a	n/a	n/a	-228.24%	-213.10%
% of sales	-216.62%	-175.55%	n/a	-451.96%	-113.32%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
EBIT \$	(\$346,541)	(\$995,356)	n/a	(\$1,414,643)	(\$550,549)
% change	n/a	n/a	n/a	-156.95%	-353.17%
% of sales	-254.48%	-204.96%	n/a	-502.96%	-161.10%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
Pre-tax income \$	(\$380,963)	(\$1,071,316)	n/a	(\$1,498,939)	(\$628,849)
% change	n/a	n/a	n/a	-138.36%	-1,230.52%
% of sales	-279.76%	-220.60%	n/a	-532.94%	-184.01%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
Net income (loss) \$	(\$380,963)	(\$1,078,606)	n/a	(\$1,814,754)	(\$484,802)
% change	n/a	n/a	n/a	-274.33%	-306.34%
% of sales	-279.76%	-222.10%	n/a	-645.22%	-141.86%
change as % of incremental sales	n/a	n/a	n/a	n/m	n/m
Tax expense \$	\$0	\$7,290	n/a	\$315,815	(\$144,047)
Effective tax rate	0.00%	-0.68%	n/a	-21.07%	22.91%
Depreciation expense \$	\$51,551	\$142,818	n/a	\$143,454	\$163,270
% of sales	37.86%	29.41%	n/a	51.00%	47.78%
% of capital expenses	81.64%	51.85%	n/a	194.25%	117.79%
% of PP&E, net (annualized)	9.21%	10.80%	n/a	13.32%	11.99%
Capital expenditures \$	\$63,144	\$275,426	\$114,283	\$73,849	\$138,616
% change	n/a	n/a	54.75%	-46.72%	-48.16%
% of PP&E, net (annualized)	11.28%	20.83%	14.21%	6.86%	10.18%
% of working capital (annualized)	-179.25%	-341.70%	-313.62%	-187.60%	-308.41%
Interest coverage ratio	(8.57)	(11.22)	n/a	(15.08)	(4.95)
% change	n/a	n/a	n/a	-204.89%	-333.77%
Free cash flow \$	(\$110,365)	(\$28,204)	\$16,555	\$32,789	\$78,970
% change	n/a	n/a	-49.51%	-58.48%	173.55%
Source:	10-Q 11/9/2020	10-Q 11/9/2020	10-Q 11/9/2020	10-K 2/27/2020	10-Q 11/9/2020

Performance and return ratio pages display no values for the fiscal period ended 3/31/2020 and adjusted figures for 6/30/2020 as results were superseded and reclassified, respectively.

QUARTERLY LEVERAGE RATIOS

Shareholders' equity collapsed due to asset impairment charges and steep overall net losses

Debt to tangible net worth shifted materially higher, indicating all loanable collateral was exhausted

Leverage Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	9/30/2020	6/30/2020	3/31/2020	12/31/2019	9/30/2019
Total debt \$	\$2,068,692	\$1,910,967	\$1,899,050	\$1,978,651	\$2,077,191
% change	8.25%	0.63%	-4.02%	-4.74%	-5.55%
Stockholders' equity \$	(\$144,777)	\$231,340	\$784,049	\$1,314,592	\$3,123,104
% change	-162.58%	-70.49%	-40.36%	-57.91%	-13.43%
Total debt to equity ratio	n/a	8.26	2.42	1.51	0.67
% change	n/a	241.04%	60.93%	126.30%	9.09%
Tangible net worth \$	(\$144,777)	\$231,340	\$784,049	\$1,314,592	\$3,123,104
% change	-162.58%	-70.49%	-40.36%	-57.91%	-13.43%
Total debt to tangible net worth	n/a	8.26	2.42	1.51	0.67
% change	n/a	241.04%	60.93%	126.30%	9.09%
Total assets \$	\$2,375,559	\$2,580,257	\$3,264,287	\$3,882,819	\$5,837,098
% change	-7.93%	-20.96%	-15.93%	-33.48%	-9.72%
Total debt to assets ratio	0.87	0.74	0.58	0.51	0.36
% change	17.58%	27.29%	14.17%	43.19%	4.61%
Tangible assets \$	\$2,375,559	\$2,580,257	\$3,264,287	\$3,882,819	\$5,837,098
% change	-7.93%	-20.96%	-15.93%	-33.48%	-9.72%
Short-term debt \$	\$656	\$649	\$688	\$631	\$622
% change	1.08%	-5.67%	9.03%	1.45%	1.14%
Short-term debt % of total debt	0.03%	0.03%	0.04%	0.03%	0.03%
% change	-6.76%	-6.08%	13.48%	6.69%	6.79%
Short-term debt % of working capital	-0.62%	-0.37%	-0.47%	-0.43%	-0.37%
% change	-68.67%	21.74%	-8.38%	-18.41%	-13.28%
Total liabilities \$	\$2,520,336	\$2,348,917	\$2,480,238	\$2,568,227	\$2,713,994
% change	7.30%	-5.29%	-3.43%	-5.37%	-5.04%
Total liabilities to equity ratio	n/a	10.15	3.16	1.95	0.87
% change	n/a	220.97%	61.93%	124.81%	9.68%
Total liabilities to tangible net worth ratio	n/a	10.15	3.16	1.95	0.87
% change	n/a	220.97%	61.93%	124.81%	9.68%
Source:			10-Q 5/8/2020	10-K 2/27/2020	10-Q/A 2/27/2020

Debt to assets fell into the bottom decile ranking of all oil and gas E&P industry peers

QUARTERLY LIQUIDITY RATIOS AND RATES OF RETURN

Working capital persistently negative

Meager cash, quick, and current ratios

Liquidity Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	9/30/2020	6/30/2020	3/31/2020	12/31/2019	9/30/2019
Current assets \$	\$216,339	\$151,901	\$301,882	\$305,877	\$304,337
% change	42.42%	-49.68%	-1.31%	0.51%	-11.40%
% of short-term debt	32,978.51%	23,405.39%	43,878.20%	48,474.96%	48,928.78%
Current liabilities \$	\$321,936	\$328,120	\$448,081	\$451,198	\$473,935
% change	-1.88%	-26.77%	-0.69%	-4.80%	-11.16%
Working capital \$	(\$105,597)	(\$176,219)	(\$146,199)	(\$145,321)	(\$169,598)
% change	40.08%	-20.53%	-0.60%	14.31%	10.72%
% of sales (annualized)	-19.39%	-18.14%	n/a	-12.92%	-12.41%
Cash \$	\$51,043	\$2,817	\$1,633	\$6,060	\$10,124
% change	1,711.96%	72.50%	-73.05%	-40.14%	-51.27%
% of short-term debt	7,780.95%	434.05%	237.35%	960.38%	1,627.65%
Cash ratio	0.16	0.01	0.00	0.01	0.02
% change	1,744.19%	138.89%	-73.13%	-37.38%	-44.99%
Quick assets \$	\$158,907	\$87,851	\$118,279	\$175,245	\$164,108
% change	80.88%	-25.73%	-32.51%	6.79%	-17.57%
% of short-term debt	24,223.63%	13,536.36%	17,191.72%	27,772.58%	26,383.92%
Quick ratio	0.49	0.27	0.26	0.39	0.35
% change	84.39%	1.40%	-32.03%	12.16%	-7.21%
Current ratio	0.67	0.46	0.67	0.68	0.64
% change	45.17%	-31.29%	-0.62%	5.58%	-0.28%
Source:	10-Q 11/9/2020	10-Q 8/7/2020	10-Q 5/8/2020	10-K 2/27/2020	10-Q/A 2/27/2020

Unable to generate any positive returns

Rate of Return - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 9/30/2020	6 mos 6/30/2020	3 mos 3/31/2020	3 mos 12/31/2019	3 mos 9/30/2019
Return on equity	-164.68%	-137.57%	n/a	-58.11%	-13.44%
% change	n/a	n/a	n/a	-332.38%	-292.66%
Return on net tangible equity	-164.68%	-137.57%	0.00%	-58.11%	-13.44%
% change	n/a	n/a	100.00%	-332.38%	-292.66%
Return on total assets	-15.37%	-36.91%	0.00%	-37.34%	-7.88%
% change	n/a	n/a	100.00%	-373.79%	-312.85%
Return on tangible assets	-15.37%	-36.91%	0.00%	-37.34%	-7.88%
% change	n/a	n/a	100.00%	-373.79%	-312.85%
Source:	10-Q 11/9/2020	10-Q 11/9/2020	10-Q 11/9/2020	10-K 2/27/2020	10-Q 11/9/2020

Performance and return ratio pages display no values for the fiscal period ended 3/31/2020 and adjusted figures for 6/30/2020 as results were superseded and reclassified, respectively.

YEAR OVER YEAR STATEMENT OF CASH FLOWS

Net losses increased from property impairments

Decline in cash from operating activities

Statement of Cash Flows - Year-over-Year - Standardized - Year

(Thousands of U.S. Dollars)

Period Ended	9 mos 9/30/2020	9 mos 9/30/2019	9 mos 9/30/2018	9 mos 9/30/2017	9 mos 9/30/2016
			Reclassified 9/30/2019	Restated 9/30/2018	
Cash Flows from Operating Activities:					
Net income	(\$1,459,569)	(\$187,604)	\$296,559	\$278,626	(\$739,339)
Depreciation/depletion	194,369	406,654	352,848	254,887	183,414
Deferred taxes	7,290	(323,378)	(69)	0	17,211
Non-cash Items	1,482,489	627,734	(40,033)	(98,708)	819,510
Changes in working capital	(24,578)	93,949	21,492	56,928	(35,521)
Total cash from operating activities	200,001	617,355	630,797	491,733	245,275
Cash Flows from Investing Activities:					
Capital expenditures	(338,570)	(651,229)	(784,238)	(2,145,487)	(461,259)
Other investing cash flow items, total	47,874	12,581	229,652	(35,993)	41,002
Total cash from investing activities	(290,696)	(638,648)	(554,586)	(2,181,480)	(420,257)
Cash Flows from Financing Activities:					
Financing cash flow items	(868)	(211)	(772)	(8,261)	(241)
Issuance/retirement of stock, net	0	(30,689)	(109,997)	(5,364)	411,711
Issuance/retirement of debt, net	136,546	10,020	59,572	367,768	14,814
Total cash from financing activities	135,678	(20,880)	(51,197)	354,143	426,284
Net change in cash	44,983	(42,173)	25,014	(1,335,604)	251,302
Net cash-beginning balance	6,060	52,297	99,557	1,460,875	112,974
Net cash-ending balance	\$10,043	\$10,124	\$124,571	\$125,271	\$364,276
Supplemental Disclosures:					
Cash interest paid		\$85,272	\$75,045	\$50,826	\$35,193
Cash taxes paid, supplemental		\$1,794	\$0	\$0	\$0
Source:	Q/A 7/2020	Q/A 11/1/2019	10-Q 11/1/2018	10-Q 11/1/2018	10-Q 11/3/2016

Sizable net debt issuance throughout 2020

NEWS ALERTS: A TIMELINE OF CONCERNING NEWS ITEMS

<p>Gulfport Energy's Q3 2019 filing indicated that natural gas average realized prices declined by 29% year-over-year even after including derivative gains, which caused a substantial decrease in net revenue in spite of a net increase in production volumes. Subsequently, the Company disclosed a material weakness that resulted in a significant erroneous calculation of its impairment charges for the three and nine months ended Sept. 30, 2019.</p>		
11/01/2019	CRMZ News Service	GULFPORT ENERGY CORP: a Form 10-Q has been filed with the SEC
<p>CreditRiskMonitor's FRISK® score downgraded Gulfport Energy to a "1," indicating elevated financial stress and bankruptcy risk. This reduction in the score was primarily triggered by subscriber crowdsourcing concerns, which were derived from aggregated research patterns from a diverse group of senior risk professionals.</p>		
11/27/2019	CRMZ News Service	Gulfport Energy Corporation: FRISK® score downgraded to "1"
<p>Q4 2019 earnings filing reported a massive ceiling test impairment charge totaling more than \$2 billion for FY19 primarily by consequence of a decline in commodity prices. The company would also report continued free cash losses despite capex declining to a paltry 14.2% of net PP&E.</p>		
2/29/2020	CRMZ News Service	GULFPORT ENERGY CORP: a Form 10-K has been filed with the SEC
<p>Moody's Investors Service downgrades Gulfport notes to Caa2 from B3, maintained a negative outlook, and cut the company's liquidity rating from SGL-3 to SGL-4. More specifically, Moody's warned that the company may not be in compliance with covenants should natural gas prices remain at prevailing market prices until the end of 2020.</p>		
03/02/2020	CRMZ News Service	Moody's downgrades Gulfport's notes to Caa2
<p>Between March and November of 2020, Gulfport's management provided negative guidance as a result of COVID-19 and eventually the Company would skip an interest payment on its senior unsecured notes and later file for Chapter 11 bankruptcy. The proposed plan would involve restructuring \$1.25 billion in debt, among other factors. According to the Q3 2020 report, outstanding accounts payable and other accrued liabilities totaled more than \$295 million.</p>		
11/13/2020	GlobeNewswire	Gulfport Enters into RSA for Pre-Arranged Plan of Reorganization to Reduce Debt by Approximately \$1.25 Billion and Significantly Improve its Cost Structure

ABOUT THIS REPORT/CONTACT CREDITRISKMONITOR®



CreditRiskMonitor® is a financial risk analysis and news service that helps credit, supply chain and financial professionals stay ahead of and manage risk quickly, accurately and cost effectively. More than 35% of the Fortune 1000, plus over a thousand other large corporations worldwide, rely on our financial risk coverage of over 57,000 global public companies.

CreditRiskMonitor® Bankruptcy Case Studies provide post-filing analyses of public company bankruptcies. Our case studies educate subscribers about methods they can apply to assess bankruptcy risk using CreditRiskMonitor's proprietary FRISK® score, robust financial database and timely news alerts.

[Request a Personalized Demo and Risk Assessment](#)

[Read more Bankruptcy Case Studies, High Risk Reports and other resources](#)

Contact us at:
845.230.3000

[creditriskmonitor.com/contact-us](https://www.creditriskmonitor.com/contact-us)