



CORE SCIENTIFIC

Third Quarter

Fiscal 2024 Earnings

Presentation

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Denise Sterling, CFO

November 6, 2024



FORWARD-LOOKING STATEMENTS

This presentation contains “forward-looking statements” within the meaning of the “safe harbor” provisions of the Private Securities Litigation Reform Act of 1995, including but not limited to, statements regarding projections, estimates and forecasts of revenue and other financial and performance metrics, projections of market opportunity and expectations, the Company’s ability to scale, and grow its business and execute on its growth plans and hosting contracts, source clean and renewable energy, the advantages, and expected growth, and anticipated future revenue of the Company, and the Company’s ability to source and retain talent. You can identify forward-looking statements by the fact that they do not relate strictly to historical or current facts. These statements may include words such as “aim,” “estimate,” “plan,” “project,” “forecast,” “goal,” “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. All forward looking statements are subject to risks and uncertainties that may cause actual results to differ materially, including: our ability to earn digital assets profitably and to attract customers for our digital asset and high performance compute hosting capabilities; our ability to perform under our existing colocation agreements, our ability to maintain our competitive position in our existing operating segments, the impact of increases in total network hash rate; our ability to raise additional capital to continue our expansion efforts or other operations; our need for significant electric power and the limited availability of power resources; the potential failure in our critical systems, facilities or services we provide; the physical risks and regulatory changes relating to climate change; our vulnerability to physical security breaches, which could disrupt our operations; a potential slowdown in market and economic conditions, particularly those impacting high performance computing, the blockchain industry and the blockchain hosting market; the identification of material weaknesses in our internal control over financial reporting; price volatility of digital assets and bitcoin in particular; potential changes in the interpretive positions of the SEC or its staff with respect to digital asset mining firms; the increasing likelihood that U.S. federal and state legislatures and regulatory agencies will enact laws and regulations to regulate digital assets and digital asset intermediaries; increasing scrutiny and changing expectations with respect to our ESG policies; the effectiveness of our compliance and risk management methods. Any such forward-looking statements represent management’s estimates and beliefs as of the date of this presentation. While we may elect to update such forward-looking statements at some point in the future, we disclaim any obligation to do so, even if subsequent events cause our views to change. Year over year comparisons are based on the combined results of Core Scientific and its acquired entities.

Although the Company believes that in making such forward-looking statements its expectations are based upon reasonable assumptions, such statements may be influenced by factors that could cause actual outcomes and results to be materially different from those projected. The Company cannot assure you that the assumptions upon which these statements are based will prove to have been correct. Additional important factors that may affect the Company’s business, results of operations and financial position are described from time to time in the Company’s Annual Report on Form 10-K for the year ended December 31, 2023, Quarterly Reports on Form 10-Q and the Company’s other filings with the Securities and Exchange Commission. The Company does not undertake any obligation to update or revise any forward-looking statement, whether as a result of new information, future events or otherwise, except as may be required by applicable law.

NON-GAAP FINANCIAL MEASURES

This presentation also contains non-GAAP financial measures as defined by the SEC rules, including Adjusted EBITDA and adjusted earnings (loss) per diluted share. The Company believes that these non-GAAP measures of financial results provide useful information to management and investors regarding certain financial and business trends relating to the Company's financial condition and results of operations. The Company's management uses certain of these non-GAAP measures to compare the Company's performance to that of prior periods for trend analyses and for budgeting and planning purposes. The Company urges investors not to rely on any single financial measure to evaluate its business.

Core Scientific is well positioned for continued growth and market leadership, delivering digital infrastructure at scale

Total >1,200 contracted MW of powered infrastructure

HPC Hosting | ~800 MW

570 MW Critical IT Load/ 230 MW supporting load @ PUE of ~1.4



Approximately 500 MW contracted to CoreWeave for delivery 2025 - 2026



More than 130 MW available to contract



Pursuing growth through existing site expansions and new site acquisitions



Seeking to diversify clients through new site acquisitions

Bitcoin Mining | ~400 MW

PUE of ~1.0



Optimizing operations at two sites with favorable power costs

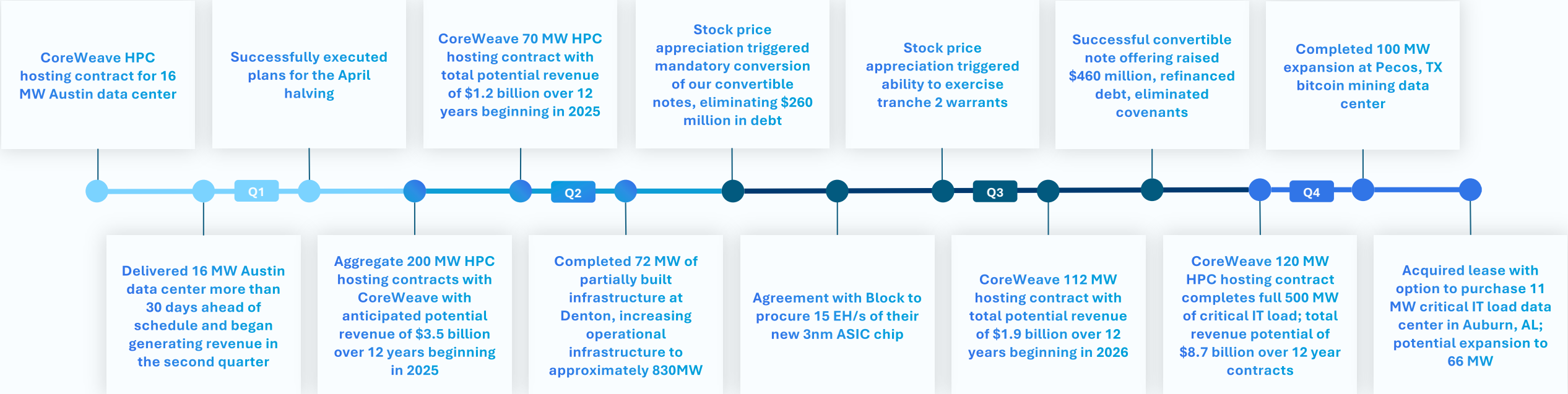


Planning 2025 miner refresh and hash rate expansion with Block 3nm ASIC chips

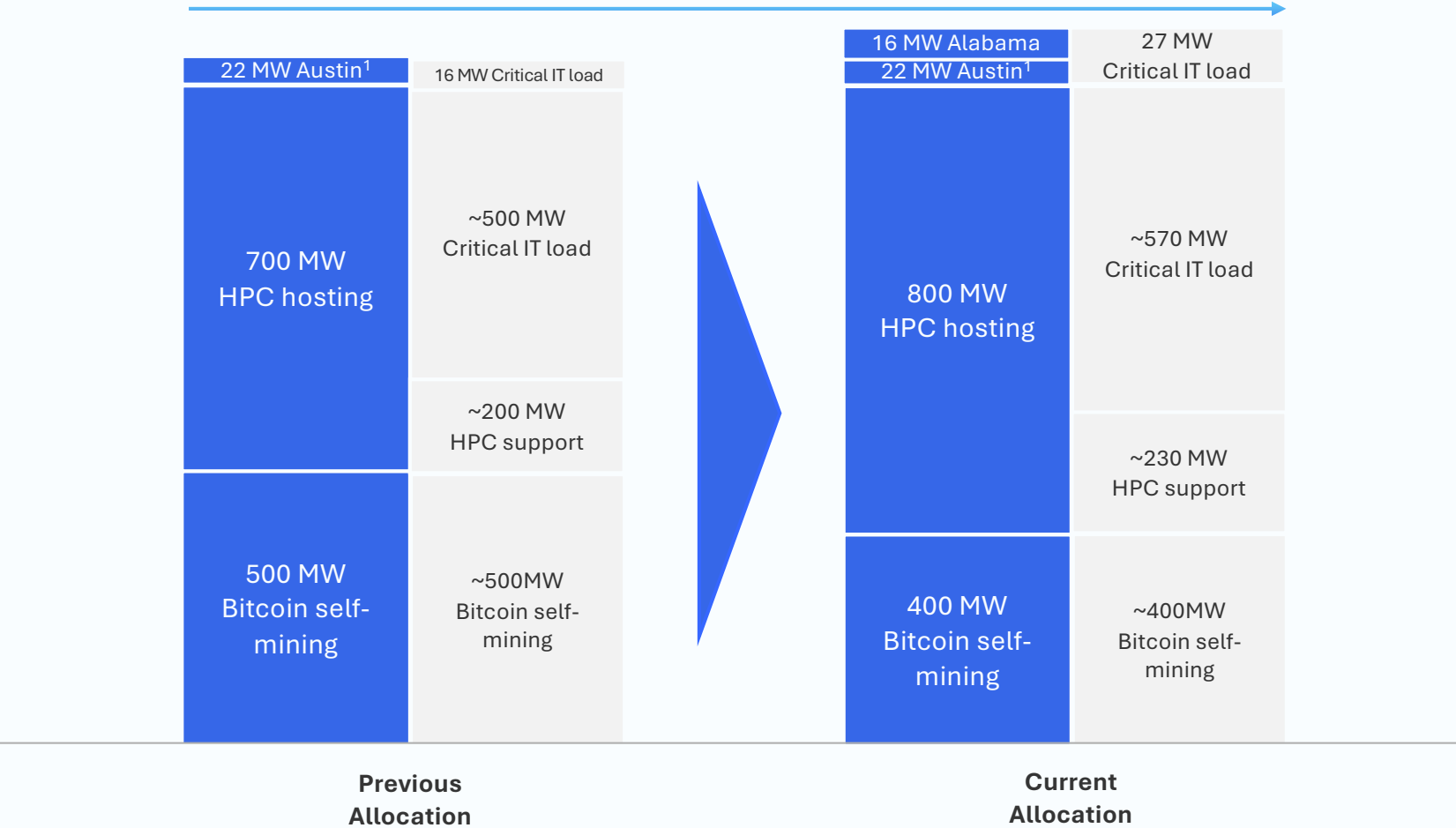


Well positioned for an increase in hash price

Accomplishments this year



Reallocated 100 MW of infrastructure from bitcoin mining to HPC hosting



- + New **land expansion and power** opportunities enabled reallocation
- + Provides for an **additional 100 gross MW or ~70 MW of critical IT load** for HPC hosting

¹ 16 MW previously identified for Austin data center reflected critical IT load

2024 snapshot

Strategic (YTD)



- Signed aggregate ~500 MW HPC hosting contracts with anticipated potential revenue of \$8.7 billion over 12-year contracts
- Refinanced debt, added cash to balance sheet and eliminated covenants with \$460 million convertible note offering
- Added 100 MW of infrastructure at Pecos, TX bitcoin mining data center

Operational (Q3)



- Earned 1,115 bitcoin
- Operated 20.4 EH/s self-mining hash rate
- Migrated all miners from two data centers designated for HPC hosting
- Continued sunset of hosted mining to 11% of total fleet

Financial (Q3)



- \$95 million revenue
- \$455.3 million net loss, mainly driven by non-cash adjustments
- \$10 million adjusted EBITDA
- \$253 million in cash
- Reduced interest rate from as high as 12.5% to 3% for new convertible notes

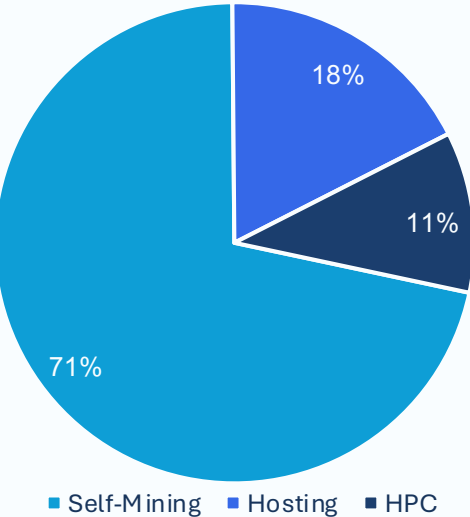
Expanding our portfolio of powered digital infrastructure

Existing gross capacity by site

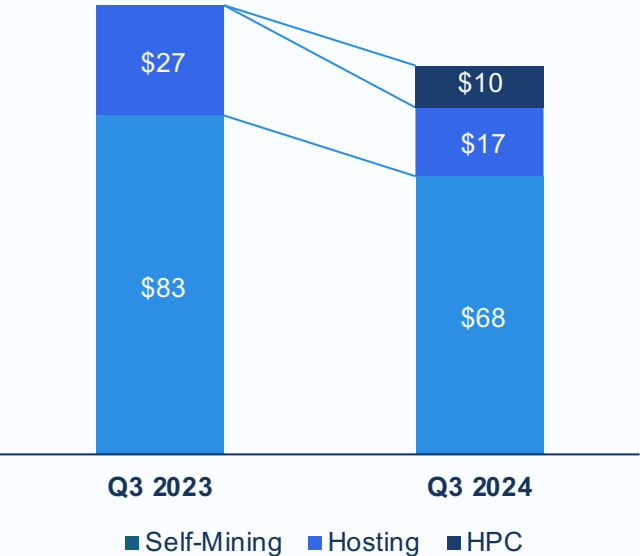


Diversified business poised for growth

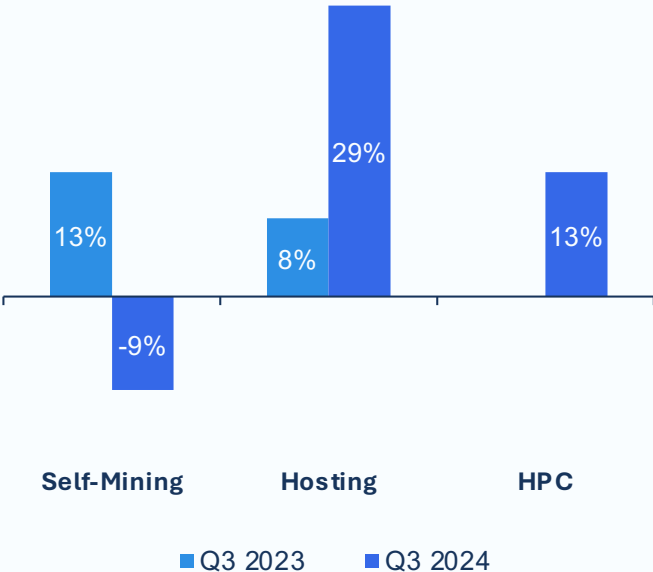
Q3 2024 Revenue Mix
(Unaudited)



Revenue by Segment
(In Millions, Unaudited)



Gross Margin by Segment
(Unaudited)



Refinanced debt, reduced interest rate and removed covenants

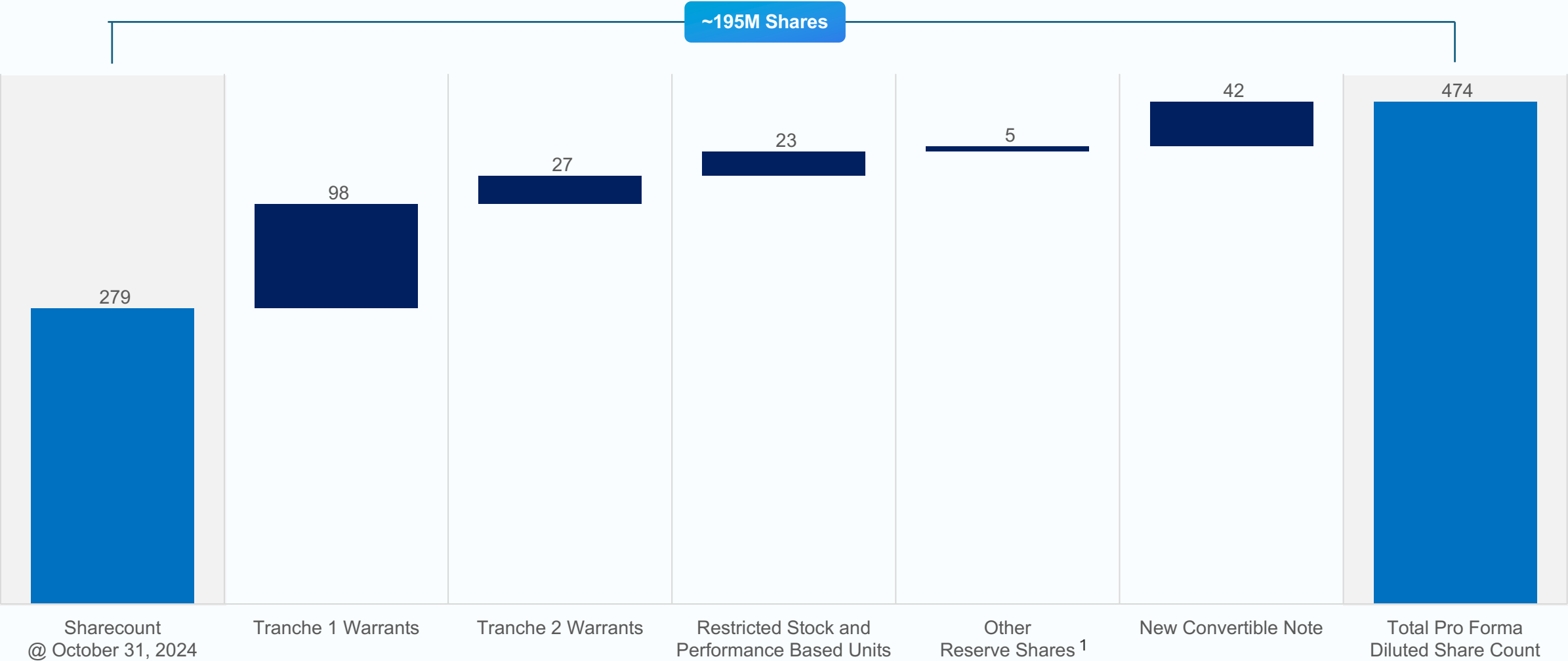


For September 30, 2024, amount represents Notes Payable Current (\$17.9M) and Non-Current (\$474.6M), Finance Lease Liabilities Current (\$2.4M) and Non-Current (\$-M), unamortized discounts – post petition (\$17.0M)

For June 30, 2024, amount represents Notes Payable Current (\$18.4M) and Non-Current (\$526.8M), Finance Lease Liabilities Current (\$2.7M) and Non-Current (\$0.6M), plus unamortized discount and debt issuance costs – post petition (\$3.6M)




Pro forma share count – September 30, 2024

Shares in millions



10 ¹ Represents approximately 4.8 million shares and warrants reserved for distribution to holders of Allowed Claims and Existing Common Interests (as defined in the Company’s Plan of Reorganization). Please refer to the Debtor’s Fourth Amended Joint Chapter 11 Plan of Reorganization of Core Scientific, Inc. dated January 15, 2024, included as Exhibit 99.1 to the Company’s Current Report on Form 8-K dated January 23, 2024.

Cash Cost to self-mine a bitcoin in third quarter 2024

	Third Quarter 2024 Cash Cost Per Bitcoin ¹	Third Quarter 2024 Cash-Based Hash Cost ²
 Direct Power Cost	\$33,946	2.5¢
 Operational Cost³	\$8,405	0.6¢
 Total Direct Cash Cost	\$42,351	3.1¢

¹ Represents our direct, cash costs of power and facilities operations based on our self-mining/hosting mix as of 9/30/24 divided by total bitcoin self-mined in 2024 Q3 of 1,115.

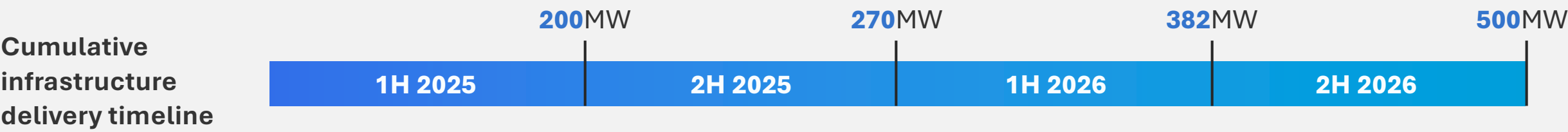
Future changes in power cost, operational cost or self-mining/hosting mix could change the cash cost to mine

² Represents our direct, cash costs of power and facilities operations divided by our self-mining fleet hash rate, in terahash, per day

³ Includes personnel and related costs, software, telecommunications, security, etc. Excludes stock-based compensation and depreciation

CoreWeave transaction summary

~500 MW HPC infrastructure (700 MW gross)	\$8.7 billion potential revenue over contracts' term	\$725 million avg. annual run rate revenue ¹
75% to 80% anticipated profit margin ²	12-year contracts with two 5- year options	Client pays for capex ³ , power and utilities



1. Represents the estimated average annual revenue over the 12-year contract periods

2. Expenses include facilities operations, repairs & maintenance, security, FTEs, insurance, property taxes, etc.

3. Up to \$1.5 million per HPC MW (or approximately \$750 million) of data center build out costs are funded by CoreWeave and credited against hosting payments at no more than 50% of monthly fees until fully repaid. The balance of modification costs relate to items purchased directly by CoreWeave and contributed for use in the facility

Core Scientific is building **one of the largest public data center companies** in the United States

Levering our experience, talent and asset portfolio to launch and grow this business

Pathway to 1.2 GW+ of Critical IT Load by 2027

16 MW Austin HPC Data Center	500 MW Contracted with CoreWeave	11 MW Alabama HPC Data Center	~300 MW of additional power available at existing sites	400 MW of potential additional power available at new sites
~ \$22 Million ¹ annual revenue run rate	\$8.7 Billion ¹ In potential revenue over 12-year contracts	Currently in discussion with multiple potential clients	Pursuing additional power at existing sites for existing or new customers	Evaluating new sites for new customers

13 ¹ Does not include power pass-through

2024 goals and targets



MW HPC critical IT load

16



Bitcoin mining fleet average power price
(cents/kWh)

4.2 - 4.4



2024 **catalysts**

1



Contract remaining 118 MW of infrastructure available for HPC hosting

2



Execute on pipeline of opportunities to increase our infrastructure capacity

3

Diversify HPC hosting clients

Summary

Executing on our diversification strategy to create long term shareholder value | Capturing AI compute market growth | Fortifying our strong bitcoin mining franchise



Leading a new category in digital infrastructure



Building on our assets and our team



Strengthening our earnings power



Expanding our platform for accelerated growth



Balancing our business

Appendix



Summary of new senior unsecured convertible notes

Terms	Description
Principal	<ul style="list-style-type: none"> \$460 million
Interest Rate	<ul style="list-style-type: none"> 3% cash interest
Interest Payments	<ul style="list-style-type: none"> Semi-annually in arrears: March 1st and September 1st
Maturity	<ul style="list-style-type: none"> September 1, 2029
Conversion Rate	<ul style="list-style-type: none"> 30% Conversion Premium Stock Price = \$8.46 Conversion Price = \$11.00 / Share Conversion ratio – initial conversion rate of 90.9256 shares per \$1,000 in principal Underlying shares = 41,825,776
Conversion Terms	<ul style="list-style-type: none"> After December 31, 2024, noteholders may convert if price per share exceeds 130% of the conversion price (\$14.30 / share) for at least 20 non-consecutive trading days during the 30 consecutive trading days ending on, and including, the last trading day of the preceding quarter The company has the right to settle conversion in cash, common stock or a combination of both
Company call feature	<ul style="list-style-type: none"> On or after September 7, 2027, Company has the right to redeem any portion of the Notes if: (i) the price per share exceeds 130% of the conversion price (\$14.30 / share) for 20 non-consecutive trading days and (ii) the Company cannot redeem less than all Notes unless at least \$100 million in principal remains outstanding after the Redemption
Covenants	<ul style="list-style-type: none"> None, except change of control

Debt summary - September 30, 2024

Instrument	New Convertible Note		Secured Convertible Notes		Exit Facility		Secured Note		Miner Equipment		Mechanics Liens (Infrastructure and Construction)		Financing Leases		Other		Total
Interest Rate	3% Cash		6.0% cash / 6.0% PIK, or 10% cash		9.0% cash		12.5% cash		3.0% cash / 10.0% PIK for 2 years, 10.0% cash thereafter		~5% - 5.5%		Various		Secured Facility Mortgage (~5%)		-
June 30, 2024	\$	-	\$	234	\$	61	\$	150	\$	60	\$	43	\$	3	\$	1	\$ 552
Additions and (Paydown)	460		(234)		(61)		(150)		(49)		(4)		(1)		(1)		\$ (40)
September 30, 2024	\$	460	\$	-	\$	-	\$	-	\$	11	\$	39	\$	2	\$	-	\$ 512

Cash cost to mine bitcoin: three and nine months ended September 30, 2024

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2024	2023	2024	2023
Cash Costs per Bitcoin				
Direct power cost per bitcoin self-mined	\$ 33,946	\$ 14,550	\$ 22,099	\$ 12,019
Operational costs per bitcoin self-mined ¹	8,405	3,487	4,742	2,422
Total cost to self-mine one bitcoin ²	\$ 42,351	\$ 18,037	\$ 26,841	\$ 14,441

Cash-Based Hash Cost³				
Direct power cost per terahash, per day	\$ 0.025	\$ 0.033	\$ 0.026	\$ 0.032
Operational costs per terahash, per day ¹	0.006	0.008	0.005	0.006
Total cash-based hash cost ³	\$ 0.031	\$ 0.041	\$ 0.031	\$ 0.038

¹ Includes personnel and related costs, software, telecommunications, security, etc. Amount excludes stock-based compensation and depreciation.

² Represents our direct cash costs of power and operational costs based on our self-mining/hosting mix divided by total bitcoin self-mined during the periods presented.

³ Represents the cash expense of power and facilities operation cost divided by our self-mining fleet hash rate, in terahash, per day.

Consolidated statement of operations: three and nine months ended September 30, 2024

	Three Months Ended September 30,		Period over Period Change		Nine Months Ended September 30,		Period over Period Change	
	2024	2023	Dollar	Percentage	2024	2023	Dollar	Percentage
(\$ Thousands)								
Revenue:	(in thousands, except percentages)							
Digital asset self-mining revenue	\$ 68,138	\$ 83,056	\$ (14,918)	(18)%	\$ 328,840	\$ 278,164	\$ 50,676	18%
Digital asset hosted mining revenue from customers	16,878	27,020	(10,142)	(38)%	71,050	72,245	(1,195)	(2)%
Digital asset hosted mining revenue from related parties	—	2,828	(2,828)	(100)%	—	10,062	(10,062)	(100)%
HPC hosting revenue	10,338	—	10,338	100%	15,857	—	15,857	100%
Total revenue	95,354	112,904	(17,550)	(16)%	415,747	360,471	55,276	15%
Cost of revenue:								
Cost of digital asset self-mining	74,555	72,603	1,952	3%	236,120	212,125	23,995	11%
Cost of digital asset hosted mining services	11,914	24,882	(12,968)	(52)%	49,388	64,187	(14,799)	(23)%
Cost of HPC hosting services	9,041	—	9,041	100%	13,932	—	13,932	100%
Total cost of revenue	95,510	97,485	(1,975)	(2)%	299,440	276,312	23,128	8%
Gross (loss) profit	(156)	15,419	(15,575)	(101)%	116,307	84,159	32,148	38%
Change in fair value of digital assets	(206)	—	(206)	(100)%	(247)	—	(247)	(100)%
Gain from sale of digital assets	—	363	(363)	(100)%	—	2,358	(2,358)	(100)%
Impairment of digital assets	—	(681)	681	100%	—	(2,864)	2,864	100%
Change in fair value of energy derivatives	—	—	—	—%	(2,757)	—	(2,757)	(100)%
Loss on disposal of property, plant and equipment	(509)	(340)	(169)	(50)%	(4,061)	(514)	(3,547)	(690)%
Operating expenses:								
Research and development	2,841	2,253	588	26%	6,814	5,308	1,506	28%
Sales and marketing	3,151	1,041	2,110	203%	7,099	3,133	3,966	127%
General and administrative	34,356	23,511	10,845	46%	74,742	69,671	5,071	7%
Total operating expenses	40,348	26,805	13,543	51%	88,655	78,112	10,543	13%
Operating (loss) income	(41,219)	(12,044)	(29,175)	(242)%	20,587	5,027	15,560	310%
Non-operating (income) expenses, net:								
Loss (gain) on debt extinguishment	317	(374)	691	185%	487	(21,135)	21,622	102%
Interest expense, net	7,072	2,196	4,876	222%	35,934	2,317	33,617	1,451%
Reorganization items, net	—	28,256	(28,256)	(100)%	(111,439)	78,270	(189,709)	(242)%
Change in fair value of warrant and contingent value rights	408,520	—	408,520	100%	1,144,441	—	1,144,441	100%
Other non-operating expense (income), net	(2,003)	(1,090)	(913)	(84)%	144	(3,978)	4,122	104%
Total non-operating expenses, net	413,906	28,988	384,918	1,328%	1,069,567	55,474	1,014,093	1,828%
Loss before income taxes	(455,125)	(41,032)	(414,093)	(1,009)%	(1,048,980)	(50,447)	(998,533)	(1,979)%
Income tax expense	134	114	20	18%	484	347	137	39%
Net loss	\$ (455,259)	\$ (41,146)	\$ (414,113)	(1,006)%	\$ (1,049,464)	\$ (50,794)	\$ (998,670)	(1,966)%

Adjusted EBITDA reconciliation - three and nine months ended September 30, 2024

(\$ Millions)	Three Months Ended September 30, 2024		Nine Months Ended September 30, 2024	
Net loss	\$	(455.3)	\$	(1,049.5)
Interest expense, net		7.1		35.9
Income tax expense		0.1		0.5
Earnings Before Interest and Taxes (EBIT)	\$	(448.1)	\$	(1,013.0)
Depreciation and amortization		28.7		87.2
Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)	\$	(419.4)	\$	(925.9)
Adjustments:				
Stock-based compensation expense		20.3		27.7
Unrealized fair value adjustment on energy derivatives		—		(2.3)
Loss on disposal of property, plant and equipment		0.5		4.1
HPC startup costs		—		4.6
Bankruptcy advisory costs		1.9		2.2
Loss (gain) on debt extinguishment		0.3		0.5
Reorganization items, net		—		(111.4)
Change in fair value of warrant and contingent value rights		408.5		1,144.4
Other non-operating expenses (income), net		(2.0)		0.1
Other		—		0.1
Adjusted Earnings Before Interest, Taxes, Depreciation and Amortization (Adjusted EBITDA)	\$	10.1	\$	144.2
Adjusted EPS – Basic ¹	\$	0.03	\$	0.57
Adjusted EPS – Diluted ¹	\$	0.03	\$	0.57

¹ For the three months ended September 30, 2024, weighted average shares of approximately 292M used in basic EPS and approximately 292M shares for diluted EPS.
For the nine months ended September 30, 2024, weighted average shares of approximately 253M used in basic EPS and approximately 253M shares for diluted EPS.

Segment reporting - three and nine months ended September 30, 2024

	Three Months Ended Sept. 30,		Period over Period Change		Nine Months Ended Sept. 30,		Period over Period Change	
	2024	2023	Dollar	Percentage	2024	2023	Dollar	Percentage
Digital Asset Self-Mining Segment <i>(in thousands, except percentages)</i>								
Digital asset self-mining revenue	\$ 68,138	\$ 83,056	\$ (14,918)	(18)%	\$ 328,840	\$ 278,164	\$ 50,676	18%
Cost of digital asset self-mining	74,555	72,603	1,952	3%	236,120	212,125	23,995	11%
Digital Asset Self-Mining gross (loss) profit	\$ (6,417)	\$ 10,453	\$ (16,870)	(161)%	\$ 92,720	\$ 66,039	\$ 26,681	40%
Digital Asset Self-Mining gross margin	(9)%	13%			28%	24%		
Digital Asset Hosted Mining Segment								
Digital asset hosted mining revenue from customers	\$ 16,878	\$ 29,848	\$ (12,970)	(43)%	\$ 71,050	\$ 82,307	\$ (11,257)	(14)%
Cost of digital asset hosted mining services	11,914	24,882	(12,968)	(52)%	49,388	64,187	(14,799)	(23)%
Digital Asset Hosted Mining gross profit	\$ 4,964	\$ 4,966	\$ (2)	—%	\$ 21,662	\$ 18,120	\$ 3,542	20%
Digital Asset Hosted Mining gross margin	29%	17%			30%	22%		
HPC Hosting Segment								
HPC hosting revenue	\$ 10,338	\$ —	\$ 10,338	NM	\$ 15,857	\$ —	\$ 15,857	NM
Cost of HPC hosting services	9,041	—	9,041	NM	13,932	—	13,932	NM
HPC Hosting gross profit	\$ 1,297	\$ —	\$ 1,297	NM	\$ 1,925	\$ —	\$ 1,925	NM
HPC Hosting gross margin	13%	—%			12%	—%		
Consolidated								
Consolidated total revenue	\$ 95,354	\$ 112,904	\$ (17,550)	(16)%	\$ 415,747	\$ 360,471	\$ 55,276	15%
Consolidated cost of revenue	\$ 95,510	\$ 97,485	\$ (1,975)	(2)%	\$ 299,440	\$ 276,312	\$ 23,128	8%
Consolidated gross (loss) profit	\$ (156)	\$ 15,419	\$ (15,575)	(101)%	\$ 116,307	\$ 84,159	\$ 32,148	38%
Consolidated gross margin	—%	14%			28%	23%		

Balance sheet: as of September 30, 2024

Total Assets

(\$ Thousands)

(\$ Thousands)	September 30, 2024	December 31, 2023
Assets	Unaudited	
Current Assets:		
Cash and cash equivalents	\$ 253,019	\$ 50,409
Restricted cash	783	19,300
Accounts receivable	6,244	1,001
Digital assets	—	2,284
Prepaid expenses and other current assets	17,810	24,022
Total Current Assets	277,856	97,016
Property, plant and equipment, net	550,432	585,431
Operating lease right-of-use assets	74,733	7,844
Other noncurrent assets	18,830	21,865
Total Assets	\$ 921,851	\$ 712,156

Balance sheet: as of September 30, 2024

Total Liabilities and Stockholders’ Deficit

(\$ Thousands)	September 30, 2024	Dec 31, 2023
Liabilities and Stockholders’ Deficit	Unaudited	
Current Liabilities:		
Accounts payable	\$ 6,504	\$ 154,751
Accrued expenses and other current liabilities	31,726	179,636
Deferred revenue	9,944	9,830
Operating lease liabilities, current portion	7,486	77
Finance lease liabilities, current portion	2,380	19,771
Notes payable, current portion	17,941	124,358
Contingent value rights, current portion	533	—
Total Current Liabilities	76,514	488,423
Operating lease liabilities, net of current portion	65,335	1,512
Finance lease liabilities, net of current portion	4	35,745
Convertible and other notes payable, net of current portion	474,596	684,082
Contingent value rights, net of current portion	6,458	—
Warrant liabilities	1,017,299	—
Other noncurrent liabilities	11,040	—
Total liabilities not subject to compromise	1,651,246	1,209,762
Liabilities subject to compromise	—	99,335
Total Liabilities	1,651,246	1,309,097
Stockholders’ Deficit:		
Preferred stock; \$0.00001 par value; 2,000,000 and nil shares authorized at September 30, 2024 and December 31, 2023, respectively; none issued and outstanding at September 30, 2024 and December 31, 2023	—	—
Common stock; \$0.00001 par value; 10,000,000 shares authorized at September 30, 2024 and December 31, 2023; 279,821 and 386,883 shares issued and outstanding at September 30, 2024 and December 31, 2023, respectively	3	36
Additional paid-in capital	2,740,279	1,823,260
Accumulated deficit	(3,469,677)	(2,420,237)
Total Stockholders’ Deficit	(729,395)	(596,941)
Total Liabilities and Stockholders’ Deficit	\$ 921,851	\$ 712,156