

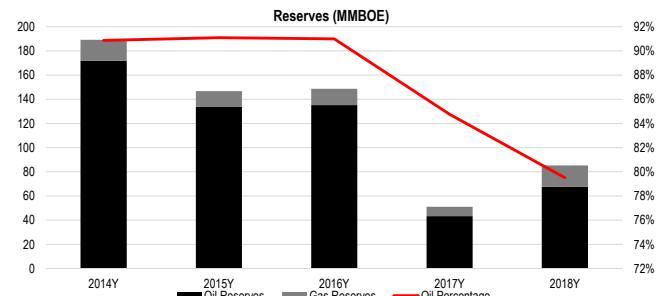
Halcon Resources Corp

Ticker: HK

Halcon Resources Corporation operates as an oil and gas energy company. The Company acquires, produces, explores, and develops onshore liquid rich assets. Halcon Resources serves customers in the United States.

1000 Louisiana Street Suite 6700 Houston, TX 77002 United States

#N/A Field Not Applicable CEO New York
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STOCK

Stock Price (as of: 04/08/2019)

Price	1.44	1 Month Return	5.11%
52 Week High / Low	5.89 / 1.17	6 Month Return	-68.76%
Market Cap	230.78	1 Year Return	-71.82%
Enterprise Value	839.28	YTD Return	-15.29%

VALUATION METRICS

	2017Y	2018Y	2019YE	2020YE	2021YE
P/E	-	2.4x	-	16.7x	4.0x
EV/EBIT	1.5x	8.4x	31.6x	15.4x	-
EV/EBITDA	1.3x	4.7x	5.5x	4.6x	-
P/S	2.5x	1.1x	0.7x	0.5x	-
P/B	1.1x	0.2x	0.2x	0.2x	-
Div Yield	0.0%	0.0%	-	-	-
EBITDA	845	179	178	216	320

52-WEEK STOCK PERFORMANCE



FINANCIAL STATEMENTS

Income Statement	2014Y	2015Y	2016Y	2017Y	2018Y
Revenue	1,161	990	751	396	235
Operating Profit (Loss)	-46	-2,305	-937	733	100
Pretax Income (Loss)	315	-1,914	-471	531	142
Income Before XO	316	-1,923	-467	536	46
Net Income	316	-1,923	-467	536	46
Basic EPS Before Abnormal Items	1.64	-1.46	1.09	-0.51	0.71
Basic EPS	3.40	-18.66	-4.60	3.67	0.29
Diluted EPS Before Abnormal Item	1.60	-1.46	1.09	-0.51	0.70
Diluted EPS	2.95	-18.66	-4.60	3.65	0.29
Dividends Per Share	0.00	0.00	0.00	0.00	0.00
EBITDA	493	-1,933	-763	845	179
Balance Sheet	2014Y	2015Y	2016Y	2017Y	2018Y
Total Current Assets	703	557	161	472	145
Total Long-Term Assets	5,732	2,902	1,159	1,172	1,939
Total Assets	6,434	3,459	1,320	1,644	2,084
Total Current Liabilities	745	295	208	150	162
Total Long-Term Liabilities	3,800	2,927	999	421	725
Total Liabilities	4,545	3,222	1,207	572	887
Total Shareholders' Equity	1,889	236	113	1,072	1,197
Shares Outstanding	85.56	122.52	92.99	149.38	160.61
Cash Flow	2014Y	2015Y	2016Y	2017Y	2018Y
Net Income	316	-1,923	-467	536	46
Cash From Operating Activities	668	467	278	115	67
Cash From Investing Activities	-1,271	-667	-291	599	-706
Cash From Financing Activities	644	164	4	-289	262
Net Changes in Cash	41	-36	-8	424	-377
Free Cash Flow	-899	-203	-11	-1,314	-859
Free Cash Flow Per Basic Share	-10.82	-1.89	-0.10	-9.90	-5.47
Free Cash Flow Per Diluted Share	-8.29	-1.89	-0.10	-9.84	-5.46
Cash Flow Per Share	8.03	4.34	2.50	0.86	0.43

PRODUCTION & COSTS

Production	2014Y	2015Y	2016Y	2017Y	2018Y
Oil (MMBL/Day)	35.0	32.9	28.4	20.6	9.7
NGL (MMBL/Day)	3.0	4.0	4.4	3.4	2.1
Gas (MMCF/Day)	24.1	27.7	26.2	20.4	12.6
Total (MBOE/Day)	42.1	41.5	37.2	27.4	13.9
Costs (\$/BOE)	2014Y	2015Y	2016Y	2017Y	2018Y
Production (LOE & Prod Tax)	15.40	10.06	10.49	11.39	9.15
G&A	7.58	5.79	9.22	11.10	12.23

RESERVES

Reserve Volumes (MMBOE)	2014Y	2015Y	2016Y	2017Y	2018Y
Starting Reserves	135.97	189.14	146.80	148.61	51.12
Changes	53.17	-42.33	1.81	-97.50	34.09
Ending Reserves	189.14	146.80	148.61	51.12	85.21
Total Reserves	171.86	133.73	135.24	43.33	67.75
Oil Reserves	17.28	13.07	13.37	7.79	17.46
Gas Reserves	91%	91%	91%	85%	80%
Oil Percentage	91%	91%	91%	85%	80%
Reserves Metrics	2014Y	2015Y	2016Y	2017Y	2018Y
3-Yr F&D per BOE	24.97	33.19	30.37	31.22	10.98
Production Replacement	553%	-179%	114%	461%	700%

DRILLING ACTIVITY

New Wells	2014Y	2015Y	2016Y	2017Y	2018Y
Exploration	0	0	0	0	0
Developed	47	31	22	21	15
Dry	0	0	0	0	0
Productive Wells	300	327	357	31	87
Oil	86	43	37	2	10
Gas					
Acreage (Thousands)					
Developed	289	294	286	24	30
Undeveloped	506	375	171	117	43

RATIOS

Profitability	2014Y	2015Y	2016Y	2017Y	2018Y
Return on Assets	5.36	-38.87	-19.56	36.15	2.47
Return on Equity	19.68	--	--	--	4.05
Return on Capital	--	--	--	--	--
Gross Margin	33.57	47.80	63.14	48.78	50.89
EBITDA Margin	42.46	-195.33	-101.67	213.58	76.36
Operating Margin	-3.96	-232.87	-124.82	185.28	42.77
Profit Margin	27.22	-194.24	-62.24	135.37	19.56
Liquidity	2014Y	2015Y	2016Y	2017Y	2018Y
Quick Ratio	0.20	0.62	0.71	3.06	0.51
Current Ratio	0.94	1.89	0.77	3.14	0.89
Cash Ratio	0.06	0.03	0.00	2.82	0.29
Total Debt/Total Capital	66.48	92.40	89.54	27.62	33.87
Cash & Equiv/Current Asset	6.22	1.44	0.01	89.89	32.40
CFO/Total Debt	0.18	0.16	0.29	0.28	0.11
Working Capital	-42	261	-47	321	-17
Net Debt/EBITDA	7.51	--	--	-0.02	3.16

CREDIT

S&P	CCC+	Outlook	NEG
Moody's	--	Outlook	NEG
Fitch	--	Outlook	--

MAJOR SHAREHOLDERS

Holder Name	Portfolio Name	Source	Amt Held	% Out	Latest Chg	File Dt	Inst Type	Country	Metro Area
Ares Management LLC	Ares Management LLC	13F	20,955,865	13.04	-	12/31/2018	Private Equity	United States	Los Angeles/Pasadena
Wilks Brothers LLC	Wilks Brothers LLC	13F	15,718,609	9.78	6,791,579	12/31/2018	Corporation	United States	Dallas/Ft. Worth
<u>State Street Corp</u>	<u>n/a</u>	<u>ULT-AGG</u>	<u>14,888,510</u>	<u>9.27</u>	<u>-</u>	<u>12/31/2018</u>	<u>Investment Advisor</u>	<u>United States</u>	<u>Boston</u>
Oaktree Capital Grou	n/a	ULT-AGG	11,500,000	7.16	10,230,000	12/31/2018	Holding Company	United States	Los Angeles/Pasadena
BlackRock Inv	n/a	13G	9,695,000	6.03	-	12/31/2018	Investment Advisor	United States	New York City/Southern CT/Northern NJ
<u>Fir Tree Capital Man</u>	<u>n/a</u>	<u>13D</u>	<u>8,390,167</u>	<u>5.22</u>	<u>-</u>	<u>2/4/2019</u>	<u>Hedge Fund Manager</u>	<u>United States</u>	<u>New York City/Southern CT/Northern NJ</u>
Dimensional Fund Adv	n/a	13G	8,159,837	5.08	-	12/31/2018	Investment Advisor	United States	Austin
LSP Investment Advis	LSP Investment Advis	13F	8,039,931	5	4,578,499	12/31/2018	Investment Advisor	United States	New York City/Southern CT/Northern NJ
Schneider Capital Ma	Schneider Capital Ma	13F	8,029,855	5	75,410	12/31/2018	Investment Advisor	United States	Philadelphia
Luminus Management L	Luminus Management L	13F	7,810,213	4.86	4,263,584	12/31/2018	Hedge Fund Manager	United States	New York City/Southern CT/Northern NJ
Franklin Resources I	n/a	13D	7,026,728	4.37	(3,837,693)	5/22/2018	Investment Advisor	United States	San Francisco/San Jose
<u>Brigade Capital Mana</u>	<u>Brigade Capital Mana</u>	<u>13F</u>	<u>5,818,385</u>	<u>3.62</u>	<u>798,915</u>	<u>12/31/2018</u>	<u>Hedge Fund Manager</u>	<u>United States</u>	<u>New York City/Southern CT/Northern NJ</u>
MSD Capital Manageme	n/a	ULT-AGG	4,140,000	2.58	-	12/31/2018	Investment Advisor	United States	New York City/Southern CT/Northern NJ
JPMorgan Chase & Co	n/a	ULT-AGG	3,999,729	2.49	12,907	12/31/2018	Investment Advisor	United States	New York City/Southern CT/Northern NJ
UBS AG	n/a	ULT-AGG	3,484,434	2.17	907,278	12/31/2018	Investment Advisor	Switzerland	Zurich
Vanguard Group Inc/T	n/a	ULT-AGG	3,130,194	1.95	(3,524,346)	12/31/2018	Investment Advisor	United States	Philadelphia
Meghalaya Partners L	Meghalaya Partners L	13F	3,063,000	1.91	(88,230)	12/31/2018	Hedge Fund Manager	United States	New York City/Southern CT/Northern NJ
Sound Point Capital	Sound Point Capital	13F	2,831,580	1.76	650,000	12/31/2018	Investment Advisor	United States	New York City/Southern CT/Northern NJ
Tyrus Capital SAM	Tyrus Capital SAM	13F	2,758,000	1.72	-	12/31/2018	Hedge Fund Manager	Monaco	Unclassified
Nokomis Capital LLC	Nokomis Capital LLC	13F	2,548,241	1.59	13,309	12/31/2018	Hedge Fund Manager	United States	Dallas/Ft. Worth

ANALYST COVERAGE & RECOMMENDATIONS

Firm Name	Analyst	Recommendation	Weighting	Δ	Target Price	Date	Date	BARR	1 Yr Rtn
Roth Capital Partners	JOHN WHITE	buy	5	M	\$3.50	Not Provided	2/11/2019	5	-72.25
Morningstar, Inc	DAVID MEATS	buy	5	M	\$4.50	Not Provided	2/7/2019	3	-19.23
<u>Capital One Securities, Inc.</u>	<u>BRIAN VELIE</u>	<u>underweight</u>	<u>1</u>	<u>M</u>	<u>\$3.00</u>	<u>Not Provided</u>	<u>2/6/2019</u>	<u>6</u>	<u>-90.32</u>
Coker & Palmer	DAVID BEARD	not rated		M	\$4.00	12 month	2/5/2019		
Seaport Global Securities	MIKE KELLY	neutral	3	M	Not Provided	1/29/2019	4		-65.64
Imperial Capital LLC	JASON WANGLER	outperform	5	M	\$3.00	Not Provided	1/24/2019	5	-72.25
Johnson Rice & Co	RONALD E MILLS	buy	5	M	\$7.00	Not Provided	12/14/2018	5	-72.25
J.P. Morgan	MICHAEL GLICK	underweight	1	D	Not Provided	12/7/2018			
<u>ISS-EVA</u>	<u>ANTHONY CAMPAGNA</u>	<u>underweight</u>	<u>1</u>	<u>D</u>	<u>Not Provided</u>	<u>11/28/2018</u>	<u>1</u>		<u>6.76</u>
Scotia Howard Weil Inc	PHILIP STUART	restricted		M	Not Provided		8/1/2018		

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