FreightCar America, Inc.
Consolidated Balance Sheets
(In thousands, except for share data)

	December 31, 2024	December 31, 2023
Assets		
Current assets		
Cash, cash equivalents and restricted cash equivalents	$ 44,450	$ 40,560
Accounts receivable, net of allowance for credit losses of $47 and $18 respectively	12,506	6,408
VAT receivable	3,851	2,926
Inventories, net	75,281	125,022
Assets held for sale	629	—
Related party asset	959	638
Prepaid expenses and other current assets	7,355	4,867
Total current assets	145,031	180,421
Property, plant and equipment, net	30,107	31,258
Railcars available for lease, net	—	2,842
Right of use asset operating lease	2,423	2,826
Right of use asset finance lease	45,081	40,277
Other long-term assets	1,574	1,835
Total assets	$ 224,216	$ 259,459
Liabilities, Mezzanine Equity and Stockholders' Deficit		
Current liabilities		
Accounts and contractual payables	$ 49,574	$ 84,477
Related party accounts payable	2,693	2,478
Accrued payroll and other employee costs	6,286	5,738
Accrued warranty	2,389	1,602
Deferred revenue	8,556	5,686
Current portion of long-term debt	2,875	29,415
Lease liability finance lease, current	1,256	1,378
Other current liabilities	7,196	6,647
Total current liabilities	80,825	137,361
Long-term debt, net of current portion	105,540	—
Warrant liability	136,319	36,801
Accrued pension costs	1,073	1,046
Lease liability operating lease, long-term	2,645	3,164
Lease liability finance lease, long-term	46,678	41,273
Other long-term liabilities	1,409	2,562
Total liabilities	374,489	222,207
Commitments and contingencies		
Mezzanine equity		
Series C Preferred stock, $0.01 par value, 85,412 shares authorized, 0 and 85,412 shares issued and outstanding at December 31, 2024 and December 31, 2023, respectively. Liquidation value $0 and $95,048 at December 31, 2024 and December 31, 2023, respectively.	—	83,458
Stockholders' deficit		
Preferred stock, $0.01 par value, 2,500,000 shares authorized (100,000 shares each designated as Series A voting and Series B non-voting, 0 shares issued and outstanding at December 31, 2024 and December 31, 2023)	—	—
Common stock, $0.01 par value, 50,000,000 shares authorized, 18,960,608 and 17,903,437 shares issued and outstanding at December 31, 2024 and December 31, 2023, respectively	221	210
Additional paid-in capital	69,424	94,087
Accumulated other comprehensive income	721	2,365
Accumulated deficit	(220,619)	(142,848)
Total stockholders' deficit	(150,273)	(46,206)
Total liabilities, mezzanine equity and stockholders' equity	$ 224,216	$ 259,459

FreightCar America, Inc.
Consolidated Statements of Operations
(In thousands, except for share and per share data)

	Three Months Ended December 31,		Year Ended December 31,	
	2024	2023	2024	2023
Revenues	$ 137,696	$ 126,604	$ 559,425	$ 358,093
Cost of sales	116,683	114,506	492,383	316,330
Gross profit	21,013	12,098	67,042	41,763
Selling, general and administrative expenses	9,374	7,739	32,915	27,489
Impairment on leased railcars	—	4,091	—	4,091
Gain on sale of railcars available for lease	—	—	—	(622)
Loss on pension settlement	—	—	—	313
Litigation settlement	—	—	(3,214)	—
Operating income	11,639	268	37,341	10,492
Interest expense	(1,035)	(2,043)	(6,850)	(15,031)
Loss on change in fair market value of Warrant Liability	26,063	(360)	(99,518)	(2,229)
Loss on extinguishment of debt	—	—	—	(14,880)
Other expense	467	(107)	(952)	(440)
Loss before income taxes	37,134	(2,242)	(69,979)	(22,088)
Income tax provision	2,511	614	5,838	1,501
Net loss	$ 34,623	$ (2,856)	$ (75,817)	$ (23,589)
Net loss per common share – basic	$ 0.86	$ (0.24)	$ (3.12)	$ (1.18)
Net loss per common share – diluted	$ 1.01	$ (0.24)	$ (3.12)	$ (1.18)
Weighted average common shares outstanding – basic	31,380,084	29,546,566	30,726,916	28,366,457
Weighted average common shares outstanding - diluted	33,016,397	29,546,566	30,726,916	28,366,457

FreightCar America, Inc.
Consolidated Statements of Cash Flows
(In thousands)

	Year Ended December 31,	
	2024	2023
Cash flows from operating activities		
Net loss	$ (75,817)	$ (23,589)
Adjustments to reconcile net loss to net cash flows provided by operating activities:		
Depreciation and amortization	5,763	4,606
Non-cash lease expense on right-of-use assets	3,013	2,742
Loss on change in fair market value for Warrant liability	99,518	2,229
Impairment on leased railcars	—	4,091
Loss on pension settlement	—	313
Stock-based compensation recognized	3,110	1,240
Non-cash interest expense	2,266	10,116
Loss on extinguishment of debt	—	14,880
Other non-cash items, net	(1,718)	138
Changes in operating assets and liabilities:		
Accounts receivable	(6,098)	3,163
VAT receivable	(784)	1,426
Inventories	54,962	(60,912)
Accounts and contractual payables	(38,363)	39,943
Income taxes payable, net	(559)	245
Lease liability	(3,577)	(3,150)
Other assets and liabilities	2,959	7,288
Net cash flows provided by operating activities	44,933	4,769
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,019)	(12,722)
Proceeds from sale of railcars available for lease, net of selling costs	—	8,356
Net cash flows used in investing activities	(5,019)	(4,366)
Cash flows from financing activities		
Proceeds from issuance of preferred shares, net of issuance costs	—	13,254
Redemption of preferred shares	(85,412)	—
Dividends paid	(27,863)	—
Proceeds from issuance of long-term debt	115,000	—
Deferred financing costs	(6,149)	(353)
Borrowings on revolving line of credit	26,972	149,811
Repayments on revolving line of credit	(56,387)	(139,348)
Employee stock settlement	(40)	(106)
Payment for stock appreciation rights exercised	—	(6)
Financing lease payments	(2,145)	(1,007)
Net cash flows (used in) provided by financing activities	(36,024)	2,245
Net increase in cash and cash equivalents	3,890	2,648
Cash, cash equivalents and restricted cash equivalents at beginning of period	40,560	37,912
Cash, cash equivalents and restricted cash equivalents at end of period	$ 44,450	$ 40,560
Supplemental cash flow information		
Interest paid	$ 4,584	$ 4,951
Income taxes paid	$ 5,901	$ 2,097

Non-GAAP Financial Measures

FreightCar America, Inc.
Reconciliation of Income (Loss) before income taxes to EBITDA[1]and Adjusted EBITDA[2]
(In thousands)
(Unaudited)

	Three Months Ended December 31,		Year Ended December 31,	
	2024	2023	2024	2023
Income (loss) before income taxes	$ 37,134	$ (2,242)	$ (69,979)	$ (22,088)
Depreciation & Amortization	1,511	1,416	5,763	4,606
Interest Expense, net	1,035	2,043	6,850	15,031
EBITDA	39,680	1,217	(57,366)	(2,451)
Change in Fair Value of Warrant[a]	(26,063)	360	99,518	2,229
Impairment on leased railcars[b]	-	4,091	-	4,091
Loss on Debt Extinguishment[c]	-	-	-	14,880
Loss on Pension Settlement[d]	-	-	-	313
Litigation Settlement[e]	-	-	(3,214)	-
Gain on Sale of Railcars Available for Lease[f]	-	-	-	(622)
Stock Based Compensation	780	716	3,110	1,240
Other, net	(467)	107	952	440
Adjusted EBITDA	$ 13,930	$ 6,491	$ 43,000	$ 20,120

FreightCar America, Inc.
Reconciliation of Net income (loss) and Adjusted net income (loss)[3]
(Unaudited)

	Three Months Ended December 31,		Year Ended December 31,	
	2024	2023	2024	2023
Net income (loss)	$ 34,623	$ (2,856)	$ (75,817)	$ (23,589)
Change in Fair Value of Warrant[a]	(26,063)	360	99,518	2,229
Impairment on leased railcars[b]	-	4,091	-	4,091
Loss on Debt Extinguishment[c]	-	-	-	14,880
Loss on Pension Settlement[d]	-	-	-	313
Litigation Settlement[e]	-	-	(3,214)	-
Gain on Sale of Railcars Available for Lease[f]	-	-	-	(622)
Stock Based Compensation	780	716	3,110	1,240
Other, net	(467)	107	952	440
Total non-GAAP adjustments	(25,750)	5,274	100,366	22,571
Income tax impact on non-GAAP adjustments[g]	-	(686)	-	-
Adjusted net income (loss)	$ 7,967	$ 1,732	$ 24,549	$ (1,018)

(1) Adjusted net income (loss) represents net (loss) income before the following charges:

a) This adjustment removes the non-cash expense (income) associated with the change in fair market value of the Company's warrant liability.
b) During the fourth quarter of 2023, the Company recorded a non-cash impairment charge on its leased railcar fleet.
c) During the second quarter of 2023, the Company recorded a non-cash loss on debt extinguishment of its term loan.
d) During the third quarter of 2023, the Company recorded a non-cash loss on pension settlement.
e) During the second quarter of 2024, the Company recorded a litigation settlement related to a dispute with a former lessee of our railcars.
f) During the second quarter of 2023, the Company recorded a gain on sale of railcars available for lease related to its leased railcar fleet.
g) Income tax impact on non-GAAP adjustments represents the tax impact of the presented adjustments on the Company's income tax provision calculation.

FreightCar America, Inc.
Reconciliation of EPS and Adjusted EPS[1]
(Unaudited)

	Three Months Ended December 31,		Year Ended December 31,	
	2024	2023	2024	2023
EPS	$ 1.01	$ (0.24)	$ (3.12)	$ (1.18)
Change in Fair Value of Warrant[a]	(0.79)	0.01	3.24	0.08
Impairment on leased railcars[b]	-	0.14	-	0.14
Loss on Debt Extinguishment[c]	-	-	-	0.52
Loss on Pension Settlement[d]	-	-	-	0.01
Litigation Settlement[e]	-	-	(0.10)	-
Gain on Sale of Railcars Available for Lease[f]	-	-	-	(0.02)
Stock Based Compensation	0.02	0.02	0.10	0.04
Other, net	(0.01)	-	0.03	0.02
Total non-GAAP adjustments pre-tax per-share	(0.78)	0.17	3.27	0.79
Income tax impact on non-GAAP adjustments per share[g]	(0.02)	(0.09)	-	-
Adjusted EPS	$ 0.21	$ (0.16)	$ 0.15	$ (0.78)

(1) Adjusted EPS represents basic and diluted EPS before the following charges:

a) This adjustment removes the non-cash expense (income) associated with the change in fair market value of the Company's warrant liability.
b) During the fourth quarter of 2023, the Company recorded a non-cash impairment charge on its leased railcar fleet.
c) During the second quarter of 2023, the Company recorded a non-cash loss on debt extinguishment of its term loan.
d) During the third quarter of 2023, the Company recorded a non-cash loss on pension settlement.
e) During the second quarter of 2024, the Company recorded a gain on sale of railcars available for lease related to its leased railcar fleet.
f) During the second quarter of 2023, the Company recorded a litigation settlement related to a dispute with a former lessee of our railcars.
g) Income tax impact on non-GAAP adjustments per share represents the tax impact of the presented adjustments on the Company's income tax provision calculation.

FreightCar America, Inc.
Reconciliation of Cash flows provided by operating activities, Free cash flow and Adjusted free cash flow[1]
(Unaudited)

	Year Ended December 31,	
	2024	2023
Cash flows provided by operating activities	$ 44,933	$ 4,769
Purchase of property, plant and equipment	(5,019)	(12,722)
Free cash flow	39,914	(7,953)
Accrued dividends on Series C Preferred stock[a]	(18,227)	(9,636)
Adjusted free cash flow	$ 21,687	$ (17,589)

(1) Free cash flow represents the amount by which Cash flows provided by operating activities exceeds capital expenditures. Adjusted free cash flow represents the amount by which Free cash flow exceeds the following items:

a) Represents Series C Preferred stock dividends accrued during the period. All accrued preferred share dividends were paid concurrent with redemption of the preferred shares outstanding on December 31, 2024.