



THE POWDER TRAIL

Issue No. 1 | April 10, 2023



2023 QUARTER ONE

DCS kicked off 2023 with a bang as January set a record of 4.4M pounds of DriFlow pumped in a month; one of many milestones achieved over the last quarter. In this issue, we'll dive deeper into DCS performance, updates and initiatives the team has brewing for the coming year.

As the DriFlow name continues to grow, we want to thank the team for the hard work and dedication across every facet of our business. A big thank you to our clients, as well, for the opportunity to have an impact on your ESG initiatives while delivering high performing solutions to your stimulation chemical needs.

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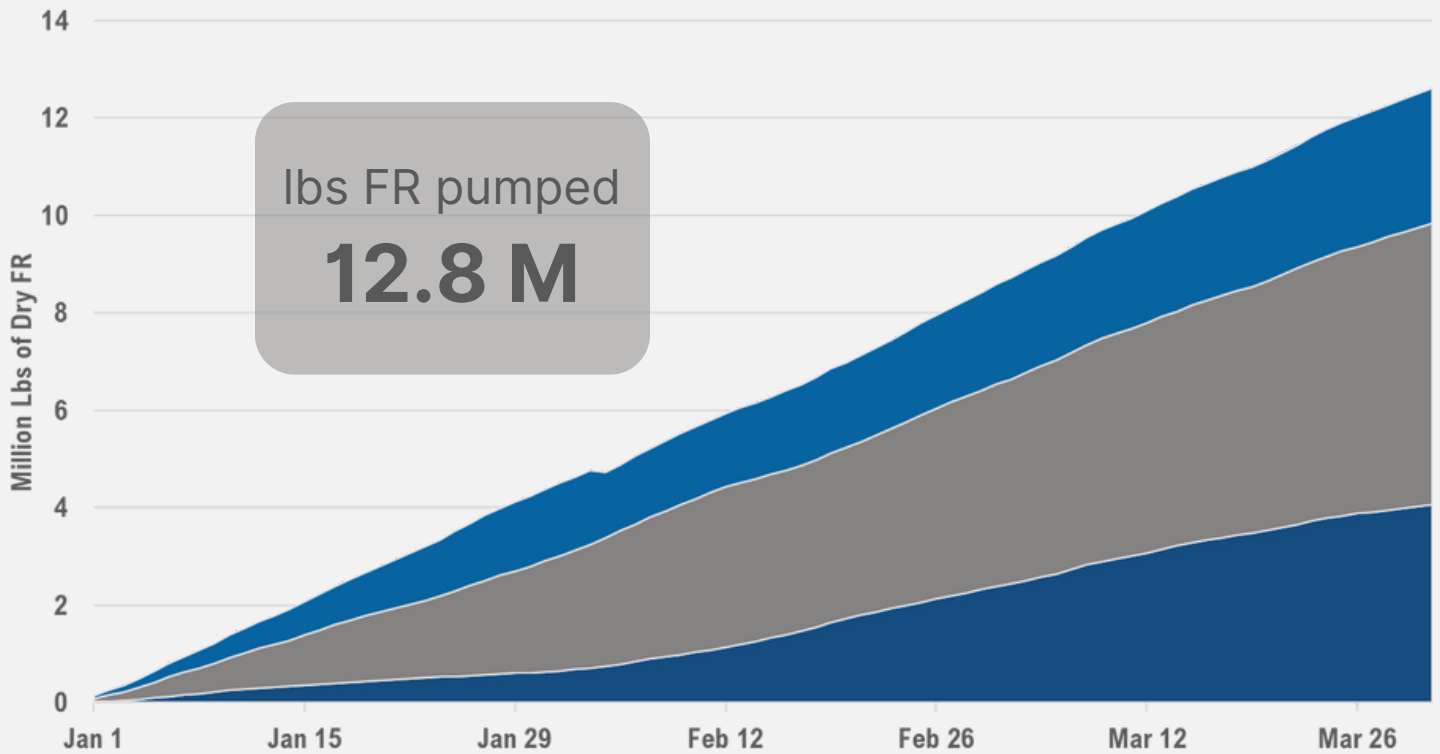
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DRIFLOW PERFORMANCE


2023 QUARTER ONE


Cumulative Powder Consumption



lbs FR pumped
12.8 M

Low TDS Application **78%**

 **DriFlow 4**

 **DriFlow 5**

High TDS Application **22%**

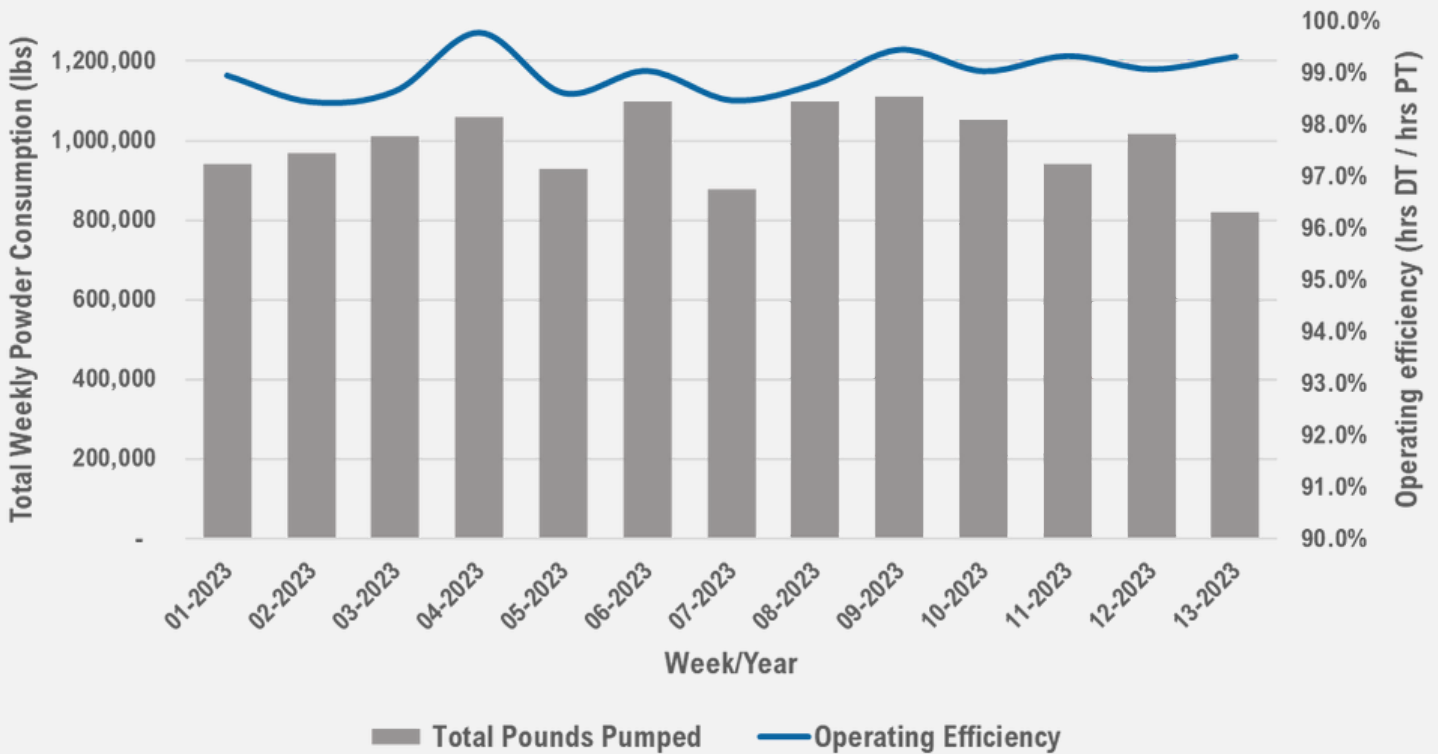
 **DriFlow 10**

The DriFlow suite of dry polyacrylamide friction reducers offers a range of products to support varying water quality environments. DriFlow 4 & 5 serve our clients in the fresh to low TDS range, prevailing in the Haynesville. DriFlow 10 provides a competitive solution for high TDS water common in the Permian basin. Overall, DriFlow has successfully supported frac operations across the Haynesville, Permian and Eagle Ford basins with 12.8M lbs of FR pumped in the first quarter of 2023.

DRIFLOW PERFORMANCE

2023 QUARTER ONE

Powder Consumption & Operating Efficiency



DCS is continuously iterating upon the processes and equipment in place to ensure that DriFlow stays ahead of the competition. From data acquisition & analytics to design innovations, the DCS team is always improving operations to achieve a consistently high operating efficiency. Major contributions to the recent increase in efficiency include the implementation and standardization of the initiatives below:



**Wireless Communication
for Data Transmission**



Threshold Alarming



24/7 Remote Support



**Quick Connect for
Generator Swaps**

Alfredo Gonzales

DriFlow Operator

January EOM



In an effort to lower HSE risk and increase service quality, Alfred Gonzales provided a solution improving upon product quantity estimation methods while eliminating fall risk for field personnel.

"Operating the DriFlow unit keeps me on my toes. Its that energy along with the opportunity for advancement [at DCS] that provide a motivational spark," he commented. Gonzales has been an operator at DCS for 4 months and is most excited "to see where and how [he] can continue to be a part of the growth of DCS."

EMPLOYEE SPOTLIGHT

Taylor Porter's contributions to the company have led to training initiatives that focus on providing a more efficient and engaging learning experience for DCS field personnel.

As a DriFlow operator for nearly 2 years, Porter shared he most enjoys "the family atmosphere" and "knowing everyone at DCS has a great attitude." He added, "Anyone at DCS is willing to help without hesitation to keep me on the right path to being a successful operator."



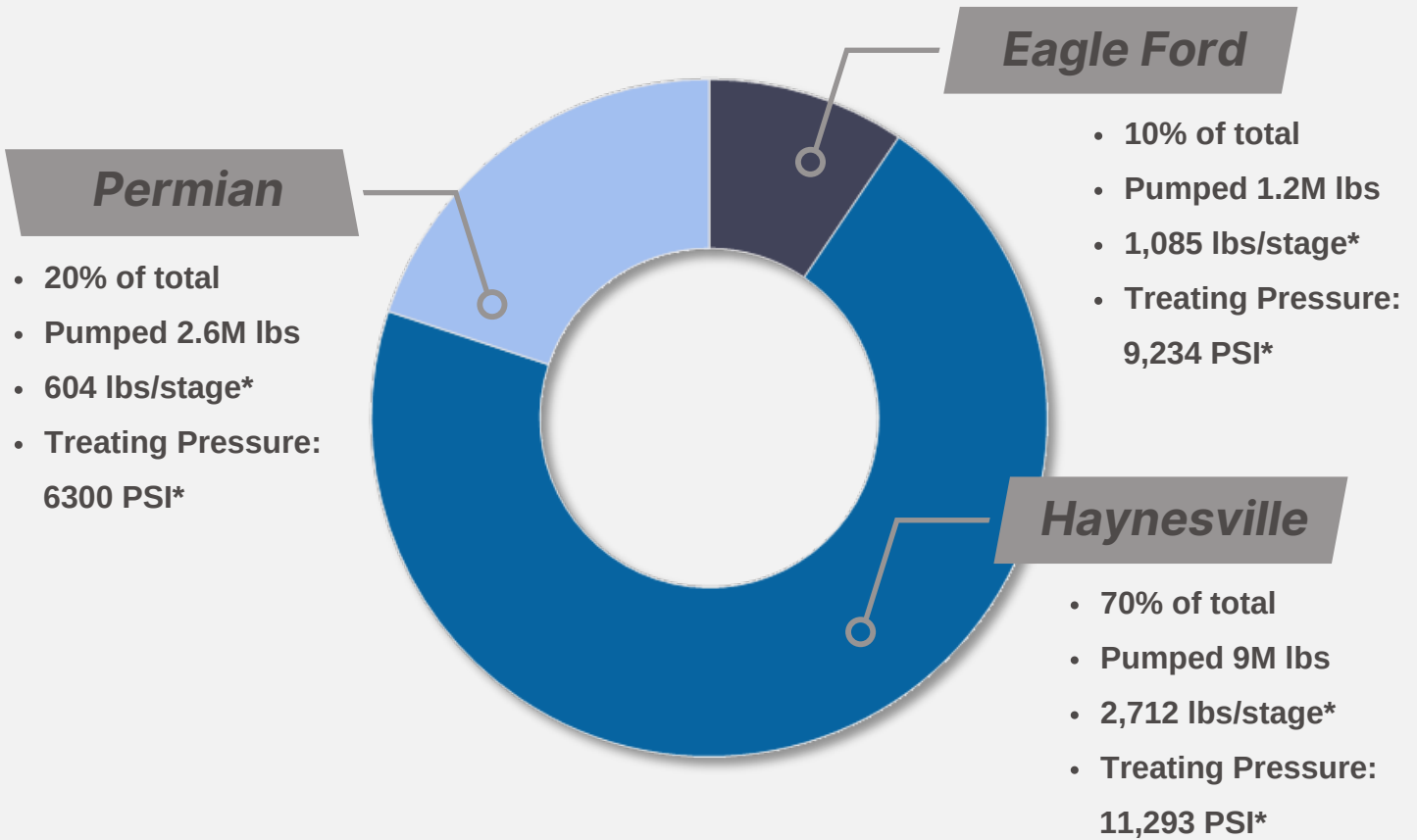
Taylor Porter

DriFlow Operator

January EOM

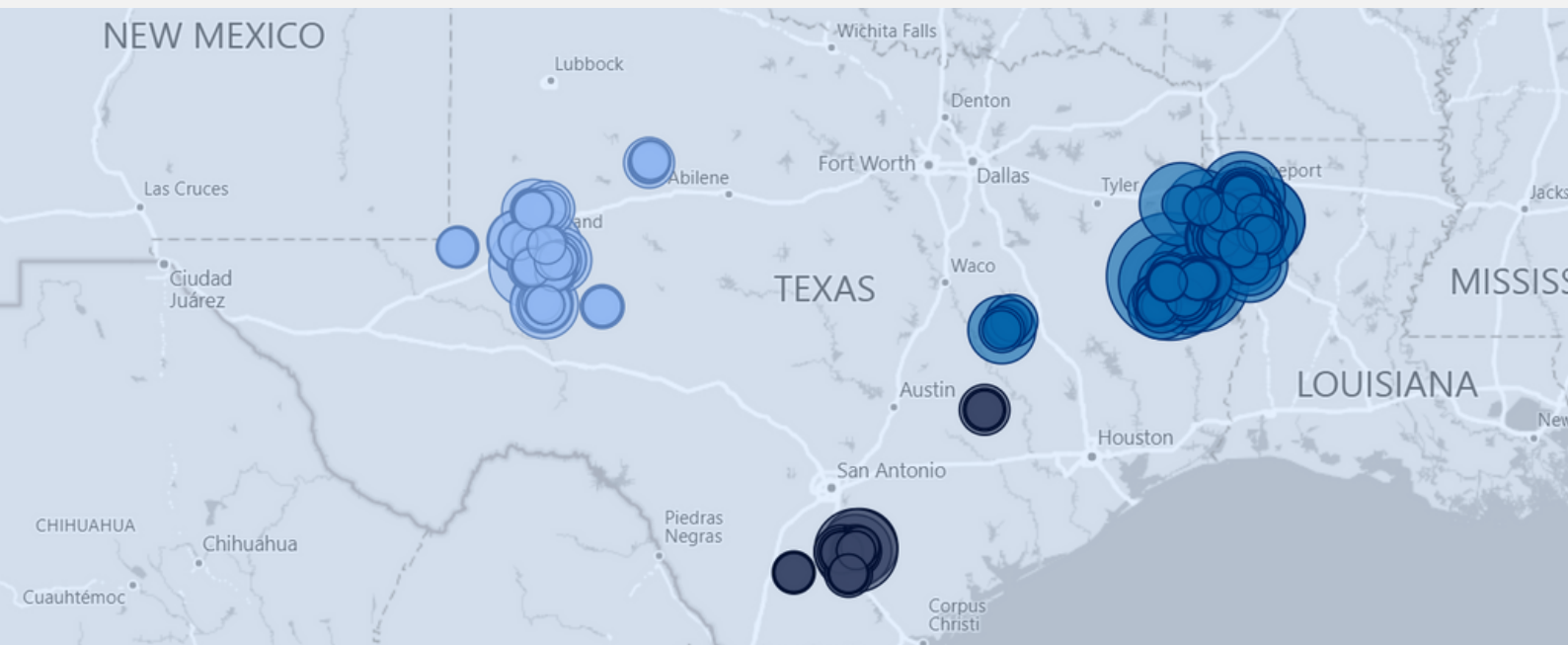
DRIFLOW PERFORMANCE

2023 QUARTER ONE



**Basin average figures*

BASIN BREAKDOWN



EAGLE FORD



A rising star, the Eagle Ford basin has consumed 1.2M pounds of DriFlow in only 3 months. DCS is excited to be growing the south Texas team as additional trials and jobs line up with new clients in the area. The Eagle Ford is served by the DCS Pleasanton facility, where 10% of DriFlow is loaded for delivery.

HAYNESVILLE

The Haynesville basin remains the most active in DriFlow usage. The DCS Marshall facility supplies 75% of the total DriFlow product loaded, a major feat for the 1.5 year old facility. The growing demand for DriFlow has led the team to move into a higher capacity Marshall facility. DCS is thrilled to head into Q2 with continued support from long-time clients and exciting opportunities with new clients in the Haynesville basin.



PERMIAN

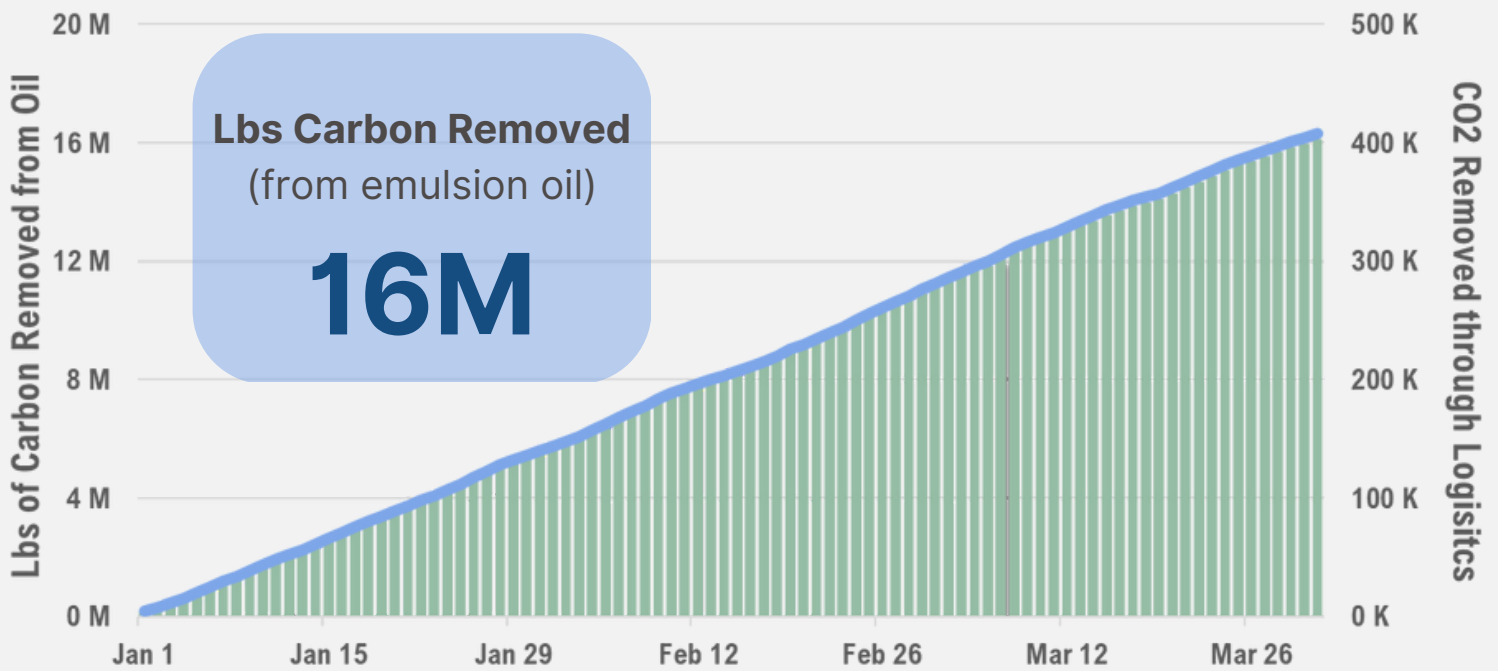
The DCS Midland facility loaded 2.6M pounds of DriFlow in Q1. Given the high TDS water tendency in west Texas, 90% of the total DriFlow 10 and 11 usage can be attributed to Permian clients. DCS continues to see success with dry FR on multiple in-basin trials. The team is looking forward to developing strong relationships with new clients ahead of a growing product line aimed at providing a more cost efficient FR option for Permian operators.

ESG PERFORMANCE

2023 QUARTER ONE

DCS is proud to provide a quality product that cuts down on greenhouse gas emissions, supporting operating companies in achieving their ESG goals. With 100% active product in every trailer load, DCS is able to eliminate carbon from oil used in traditional emulsions and reduce the number of trips to location, cutting down on CO2 emissions in last mile logistics.

Environmental Impact



Lbs Carbon Removed
(from emulsion oil)

16M

Lbs CO2 Saved
(logistics impact)

408K

Trip Miles Saved

91K

Trips Removed

907

David Medina
DriFlow Operator
February EOM



Voicing a need for a company wide forum that brings together all levels of the organization, Medina created a great opportunity for DCS employees to maintain an inclusive team environment and a pathway for communicating company goals, updates and concerns across the organization.

"We are BOLD and we have the drive to excel! We are not only an innovator in the industry, we are efficient at what we do," shared Medina. "DCS has done a great job creating a strong support system for operators on the front line. I am excited to see the opportunities that lie ahead of me," continued Medina, who has been an operator with DCS for 8 months.

EMPLOYEE SPOTLIGHT

To aid operators in training and development, Mack Treadwell provided the idea for an app-based DriFlow repository for training material, SOPs, and other relevant materials for operator success. Designed to be easily accessible on-site, the digital resource will be a go-to for field personnel.

Treadwell has been an operator for 1.6 years and shared that "DCS is a wonderful place to work. Being a part of this company is awesome. I couldn't ask for a better job or coworkers. I'm thankful to have top notch engineers that devote their time to helping us in the field and coming up with ways to make our jobs easier and less stressful."



Mack Treadwell
DriFlow Operator
February EOM

NEWS & UPDATES

Remote Operations Center



As of December 2022, the DriFlow support team has fully transitioned to a 24/7 remote operations center as the nucleus of the DCS support infrastructure.

The Remote Operations Center (ROC) is the first point of contact for all DCS field personnel, resolving 80% of called-in issues with advanced remote asset control and diagnostics. Staffed with experienced and knowledgeable DriFlow field personnel, the ROC provides expert operational support while managing logistics and inventory. High resolution analytics, alarming and quick dispatch ability of equipment and field support through the ROC has resulted in a significant decrease in issue response time & an increase in operational efficiency.

Total Minutes

24,254

Avg Answer Time
(sec)

15.67

Total Calls

12,922

Haynesville Facility Upgrade



DCS Haynesville Facility (Marshall, TX)

DCS is excited to officially be moved into a new Haynesville facility located in Marshall, TX! With expanded inventory capacity and the added ability to blend ancillary chemicals, the Marshall facility now fully supports Haynesville operations.

EMPLOYEE SPOTLIGHT

Chris Smith
DriFlow Operator
March EOM



As a DCS truck driver, Chris Smith understands that one can never be too safe on the road. Therefore, Smith proposed an initiative to have cameras mounted on DCS tractors in an effort to increase safety and manage risk exposure for DCS drivers and those we share the roadways with.

Being a part of the DCS team for 8 months now, Smith shared his experience, saying, "what I enjoy most about working for DCS is the people! I work with a lot of great guys out here and it makes being away from home a lot easier."

FEATURED CORNER



Chem-Ad System on a DriFlow 2 Series Model

Every DriFlow unit is equipped with 4 chem-ad pumps operating on individually controlled flow loops, capable of pumping concentrations as low as 0.02 GPT. The chem-ad system is an added benefit for clients who choose to also pump any DCS ancillary chemicals (biocide, clay control, surfactant, scale inhibitor, etc.) in addition to DriFlow.

NEWS & UPDATES

DriFlow Asset Development

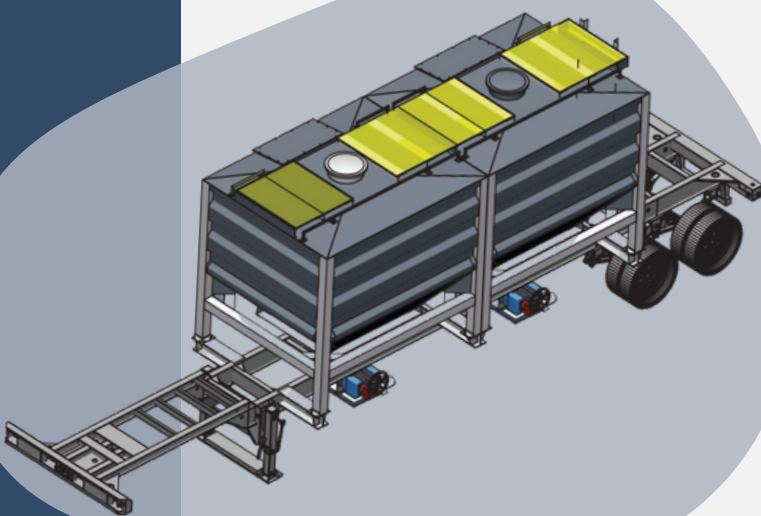


Upgraded DriFlow 3 Series

The DriFlow 3 Series line is expanding by two additional units that are scheduled to roll out Summer 2023. Without losing its notably small footprint, the new series 3 model now holds an operator control cabin above the rear deck for increased operator oversight during operations.

Redesigned Powder Trailer

Moving away from the customary hopper design used for dry FR delivery, the new powder trailer will consist of square permanently mounted hoppers. The design lifts the bottom-mounted feeder system higher off the ground for extra clearance during transportation and the flat trailer tops increase safety for operators in the event they must climb on top of the trailer.



BUSINESS DEVELOPMENT



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