



THE POWDER TRAIL

Issue No. 2 | July 10, 2023



A Message from the CEO

It is hard to believe we are already half way through summer and beginning to turn our attention to school starting, football kicking off and hunting season. As I reflect back on a record setting first half of 2023, I am thankful for all the men and women who have helped make DCS what it is today.

In October 2015, we had an idea and a determination. With oil prices trading in the sub \$30 range, start-up capital was nearly non-existent. Fortunately, we had a client and some friends and family that believed in our vision. Jobs began to trickle in from our client and so did investment capital from friends and family. One by one, former colleagues, college interns and a few industry professionals joined the team, and little by little we innovated, we grew and we kept pushing forward. Fast forward nearly 8 years and DCS has established itself as

the preeminent provider of dry polymer services to the oil and gas industry. It hasn't always been easy, but let's face it, nothing worth a darn in life comes easy. Great things take a lot of work to accomplish. Success requires clear thoughts, determination and a winning attitude. Failure is around every corner, waiting to capture another victim. Competitors are always on your heels, trying to take what you have.

Moral of the story: 150+ world class employees can accomplish great things, succeed despite the obstacles, avoid failure and kick the competitors in the rear end day after day. Here's to the men and women of DCS and the families that support them; we are who we are because of you.

- Wayne Cutrer,
CEO & Co-Founder

TABLE OF CONTENTS

100 Million Pounds Pumped..... 3

DriVisc: DCS Dry Gel..... 3

DriFlow 3.X Series Revamped..... 4

DriFlow Training Program..... 5

DriFlow Feature..... 6

Employee Spotlight..... 7

DriFlow Performance..... 8

Basin Breakdown..... 9

ESG Performance..... 10

Business Development..... 11



NEWS & UPDATES

100 Million Pounds Pumped

Team DCS achieved a huge milestone as we recently crossed the one hundred million pound mark on DriFlow product pumped since beginning our journey with DriFlow four years ago.



DriFlow powder trailer loaded for operations.

A hundred million thanks to all the folks at DCS who keep the wheels rolling and continue to make DCS a standout name in the industry. Our 21-unit DriFlow fleet has been tested, tried, and true across the Haynesville, Permian, Eagleford, Delaware, and Anadarko basins. With 100 million pounds to our name, DCS is proud to provide a stimulation chemical delivery system second to none.

DriVisc: DCS Dry Gel

DCS is thrilled to announce the addition of a new Dri product to its portfolio! Commonly referred to as "dry gel," DriVisc 1 is DCS's first guar product offering. Utilizing the same reliable DriFlow equipment, the team successfully operated its first gel job with a Haynesville operator in June of 2023, with a second unit deployed to a separate operator in July. Operating with the same run-time efficiency that DriFlow is known for, DCS successfully pumped gel in the range of 2 PPT to 20 PPT concentration throughout the duration of the job.

DCS looks forward to serving additional customers with our DriVisc offering, as well as unveiling the newest DriFlow unit iteration with additional guar-specific features. Stay tuned!

DriFlow 3.X Series Revamped

DCS is excited to be expanding the fleet with the first revamped 3.X Series unit hitting the ground running in June. The team is hard at work building three more units for a 24-unit DriFlow fleet by 2024. Equipped with an operator cabin and four chem-ad pumps on a 28 foot trailer, the revamped design stays in line with the DCS mantra of providing operational flexibility without sacrificing performance. The team is looking forward to rolling out the next generation of DriFlow units to clients across our multi-basin operations.



DriFlow Unit 3.4 pumping guar in the Haynesville basin.

DriFlow Training Program



We are thrilled to unveil our latest endeavor, DriFlow University, a comprehensive training program designed to empower our employees with the knowledge and skills necessary for success in their respective roles. At DCS, we believe in investing in our team's growth and DriFlow University is a testament to our commitment to fostering continuous learning and development.



Field operators participating in the Terminology Class.

Kicking off our inaugural training session, the Terminology Class, in late May marked the beginning of an exciting journey for our employees. This class delved into the essential language, concepts, and key terminologies specific to our field. The participants gained a solid foundation that will serve as a springboard for their further exploration and growth within the company. In the coming months, we have an exciting lineup of courses and classes planned where we will cover a wide array of topics to ensure that our employees have access to the resources they need to thrive.

DRIFLOW FEATURE

nSight: Client Data Services



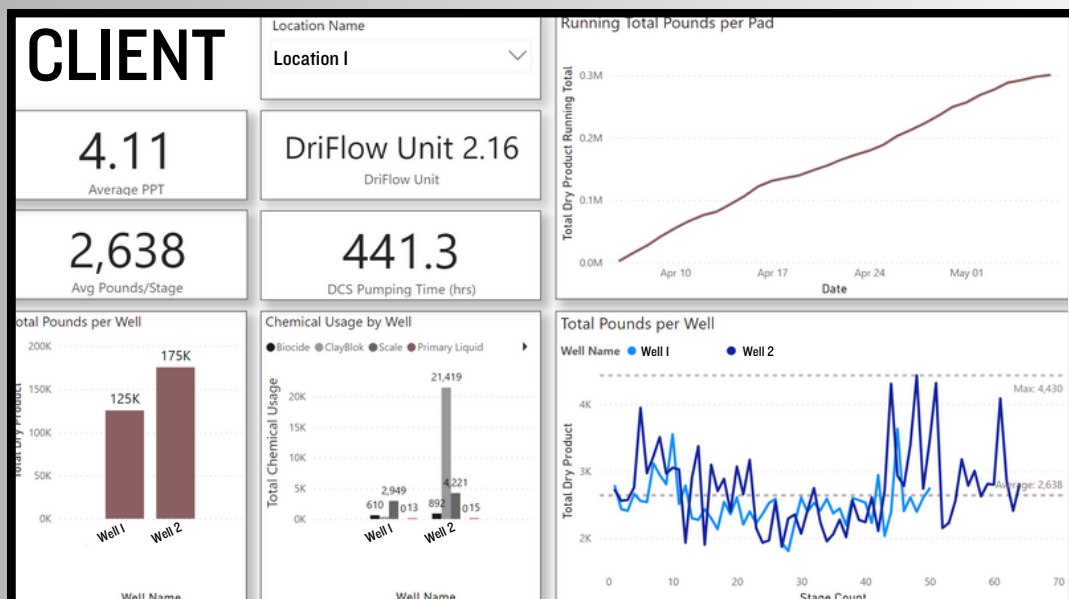
DCS offers a complimentary data analytics service to clients through the DCS nSight portal.

With customizable reports and real-time remote monitoring of the DriFlow unit, nSight provides clients an in depth look at DriFlow operations.

Through the nSight portal, clients gain access to a dashboard containing detailed performance metrics on each job running a DCS dry product, active or completed. The nSight dashboard is a one-stop shop for clients seeking high level overviews down to individual stage performance insights, cost summary reports and any additional custom analysis reports requested by the client.



Real-time remote view of the DriFlow unit.



View of the pad-level analytics included in the nSight client dashboard.

EMPLOYEE SPOTLIGHT



April Employee of the Month

Chris Smith
DriFlow Driver

Back to back employee of the month, Chris Smith continues to bring about positive change and improvements to the organization. Identifying the need for updated signage and branding, Smith has brought forth an initiative to refresh our assets with clear and standard branding, keeping DCS looking sharp. 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."

May Employee of the Month

Kelly Tobin
Field Materials Coordinator

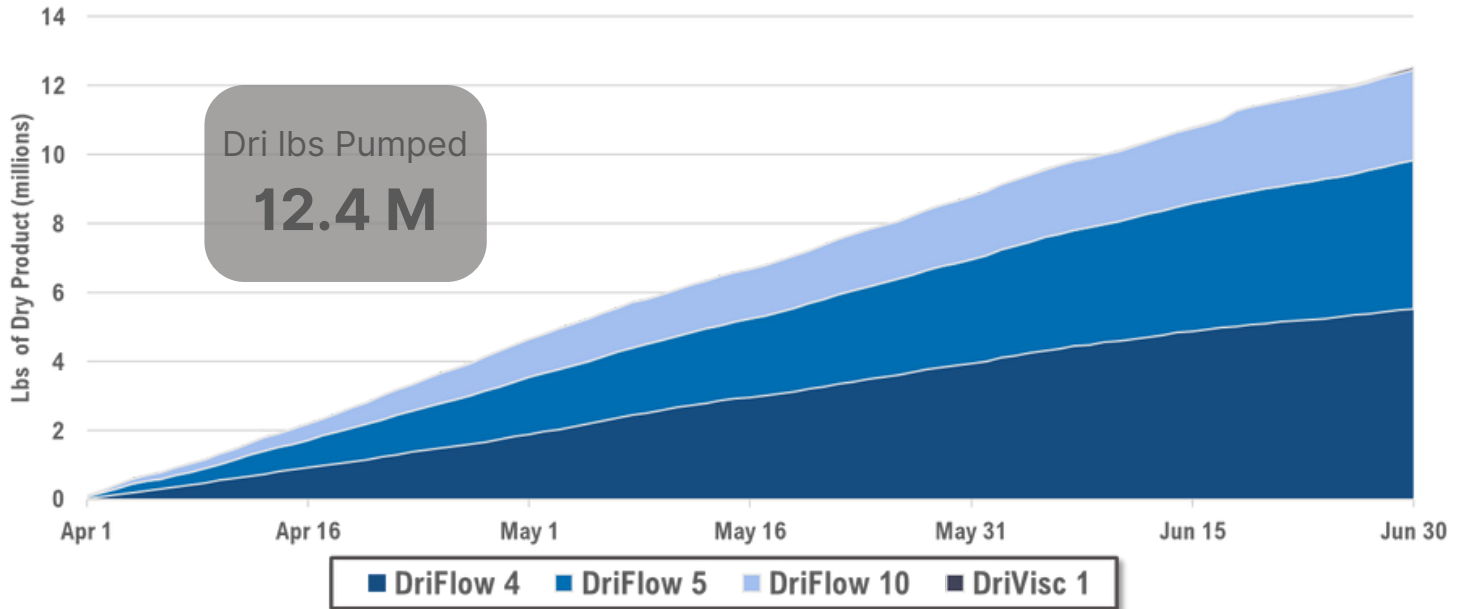


Kelly Tobin is a DCS Field Materials Coordinator in the Permian basin. Tobin has introduced an idea to improve the method of recording and collecting field safety reports. Falling in line with our safety goals at DCS, these new Safety Snapshots will simplify the process of identifying areas of improvement and communicating field feedback. After 6 years on the team, Tobin shared why he enjoys being at DCS, saying "everyone communicates well and goes above and beyond to make this company better everyday. Nobody is out of reach if you need anything."

DRIFLOW PERFORMANCE

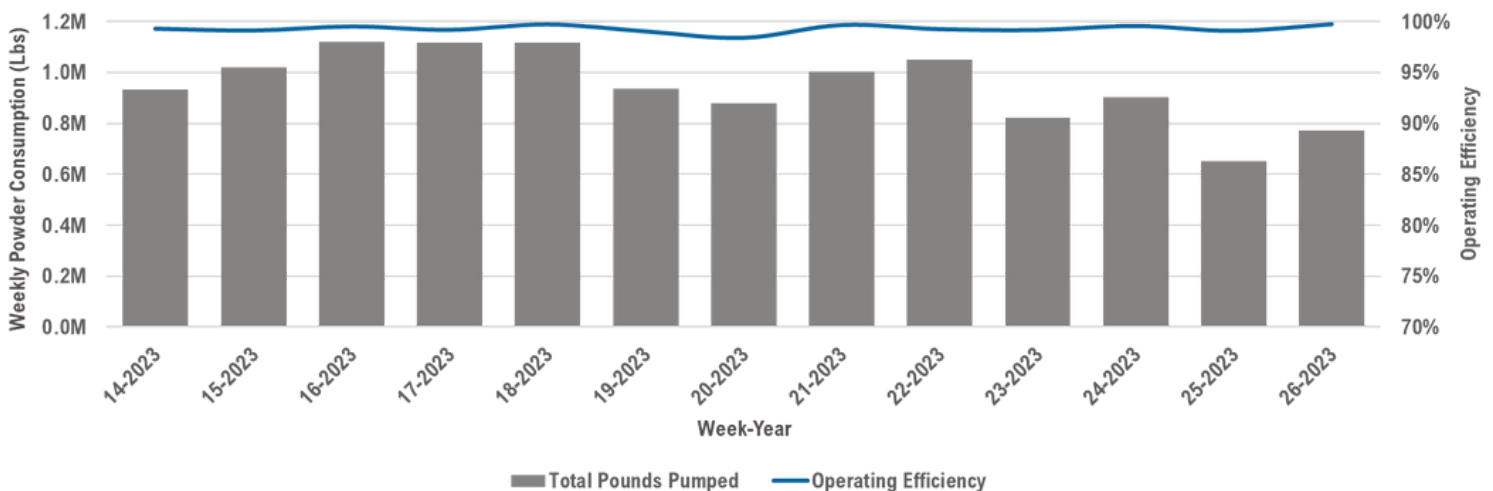
2023 QUARTER TWO

Cumulative Powder Consumption



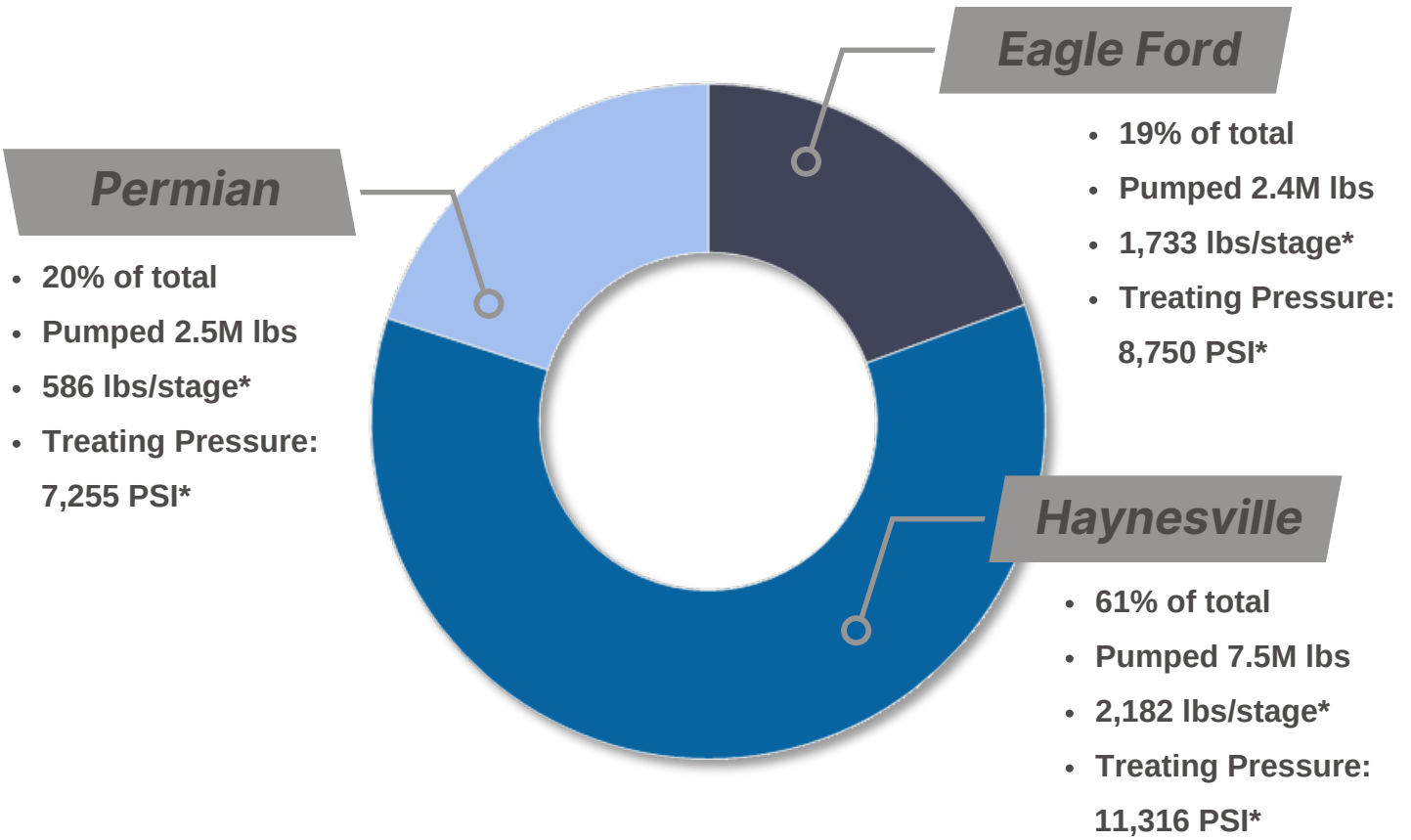
DCS wrapped up Q2 with 12.4M pounds of dry product pumped, averaging 950k pounds weekly while maintaining a +98% operating efficiency. The Dri suite of chemicals has expanded to include a dry gel offering in addition to the selection of dry polyacrylamide friction reducers. DriVisc 1 is the latest DCS product to debut on the stimulation chemical market. In June alone, DCS has pumped 75k pounds of DriVisc 1 with the same system that delivers DriFlow.

Powder Consumption & Operating Efficiency



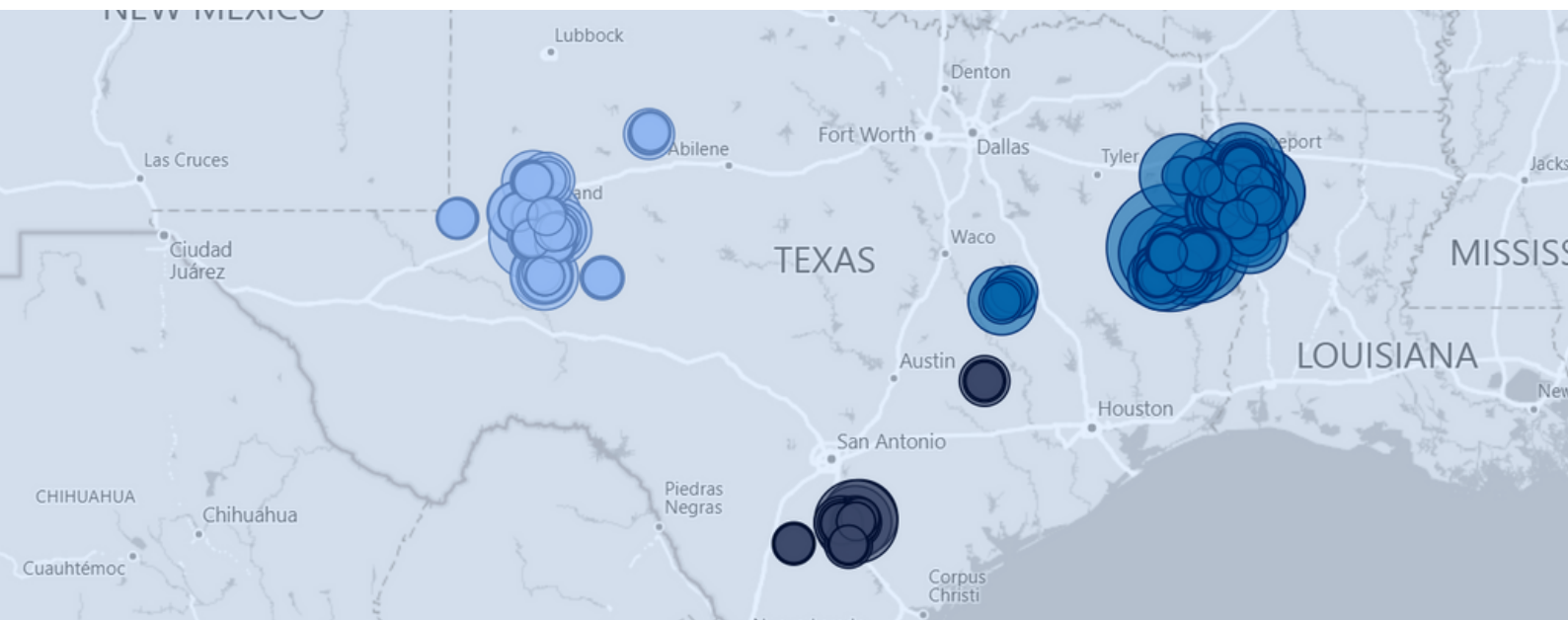
DRIFLOW PERFORMANCE

2023 QUARTER TWO



**Basin average figures*

BASIN BREAKDOWN

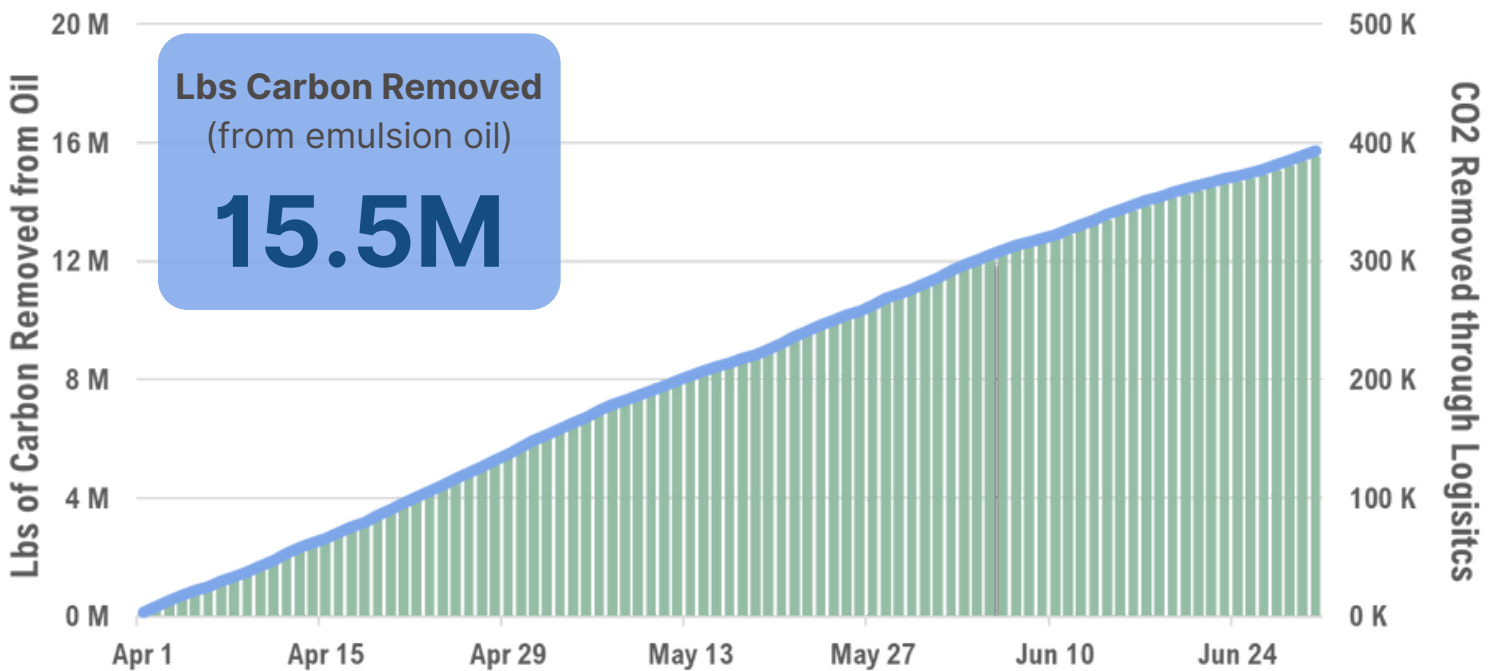


ESG PERFORMANCE

2023 QUARTER TWO

DCS is proud to provide quality product and service that cuts down on carbon emissions to support our clients 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 CO2 Saved
(logistics impact)

393K

Trip Miles Saved

87K

Trips Removed

873

BUSINESS DEVELOPMENT



Donnie Golleher
VP of Sales
donnie@stimchems.com



Tracey Girouard
Business Development -
Houston
tracey@stimchems.com



AJ Berry
Business Development -
Midland
aj@stimchems.com

CLIENT SUPPORT



Andrew Bailey
Director of Client Support
andrew@stimchems.com



Deseree Rios
Sales Engineer
deseree@stimchems.com



DCS

1 Cowboys Way Suite 572, Frisco, TX 75034

469-466-1100 | info@stimchems.com | downholechem.com