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Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company
Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

Number of shares of the common stock of the registrant outstanding as of July 31, 2018: 36,125,135 shares.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

EXTERRAN CORPORATION
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (In thousands, except par value and share amounts)
 (unaudited)

| | June 30, 2018 | December 31, 2017 |
|---|------------------|----------------------|
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 18,192 | \$ 49,145 |
| Restricted cash | 546 | 546 |
| Accounts receivable, net of allowance of \$5,829 and \$5,388, respectively | 261,914 | 266,052 |
| Inventory, net (Note 4) | 161,208 | 107,909 |
| Costs and estimated earnings in excess of billings on uncompleted contracts | — | 40,695 |
| Contract assets (Note 2) | 72,374 | — |
| Other current assets | 30,104 | 38,707 |
| Current assets held for sale (Note 6) | — | 15,761 |
| Current assets associated with discontinued operations (Note 3) | 15,029 | 23,751 |
| Total current assets | 559,367 | 542,566 |
| Property, plant and equipment, net (Note 5) | 838,055 | 822,279 |
| Deferred income taxes | 12,477 | 10,550 |
| Intangible and other assets, net | 100,958 | 76,980 |
| Long-term assets held for sale (Note 6) | — | 4,732 |
| Long-term assets associated with discontinued operations (Note 3) | 2,577 | 3,700 |
| Total assets | \$ 1,513,434 | \$ 1,460,807 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Current liabilities: | | |
| Accounts payable, trade | \$ 190,613 | \$ 148,744 |
| Accrued liabilities | 112,512 | 114,336 |
| Deferred revenue | — | 23,902 |
| Billings on uncompleted contracts in excess of costs and estimated earnings | — | 89,565 |
| Contract liabilities (Note 2) | 105,298 | — |
| Current liabilities associated with discontinued operations (Note 3) | 20,705 | 31,971 |
| Total current liabilities | 429,128 | 408,518 |
| Long-term debt (Note 7) | 401,119 | 368,472 |
| Deferred income taxes | 6,206 | 9,746 |
| Long-term deferred revenue | — | 92,485 |
| Long-term contract liabilities (Note 2) | 85,062 | — |
| Other long-term liabilities | 39,073 | 20,272 |
| Long-term liabilities associated with discontinued operations (Note 3) | 5,895 | 6,528 |
| Total liabilities | 966,483 | 906,021 |
| Commitments and contingencies (Note 15) | | |

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| | | |
|--|-------------|-------------|
| Stockholders' equity: | | |
| Preferred stock, \$0.01 par value per share; 50,000,000 shares authorized; zero issued | — | — |
| Common stock, \$0.01 par value per share; 250,000,000 shares authorized; 36,740,016 and 36,193,930 shares issued, respectively | 367 | 362 |
| Additional paid-in capital | 746,780 | 739,164 |
| Accumulated deficit | (228,119) | (223,510) |
| Treasury stock — 618,919 and 453,178 common shares, at cost, respectively | (10,418) | (6,937) |
| Accumulated other comprehensive income | 38,341 | 45,707 |
| Total stockholders' equity | 546,951 | 554,786 |
| Total liabilities and stockholders' equity | \$1,513,434 | \$1,460,807 |

The accompanying notes are an integral part of these unaudited condensed consolidated financial statements.

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CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(In thousands, except per share amounts)

(unaudited)

| | Three Months Ended June 30, | | Six Months Ended June 30, | |
|--|--------------------------------|----------|------------------------------|-----------|
| | 2018 | 2017 | 2018 | 2017 |
| Revenues (Note 2): | | | | |
| Contract operations | \$91,487 | \$95,341 | \$187,980 | \$187,386 |
| Aftermarket services | 32,267 | 24,244 | 58,638 | 46,768 |
| Product sales | 219,717 | 198,116 | 447,236 | 328,972 |
| | 343,471 | 317,701 | 693,854 | 563,126 |
| Costs and expenses: | | | | |
| Cost of sales (excluding depreciation and amortization expense): | | | | |
| Contract operations | 32,372 | 34,691 | 67,757 | 65,489 |
| Aftermarket services | 23,706 | 17,278 | 42,603 | 33,890 |
| Product sales | 191,762 | 178,025 | 392,098 | 297,562 |
| Selling, general and administrative | | | | |