



NEWS RELEASE

## The Law Offices of Frank R. Cruz Reminds Investors of Looming Deadline in the Class Action Lawsuit Against Covia Holdings Corporation f/k/a Fairmount Santrol Holdings Inc. (CVIAQ)

2/5/2021

Shareholders with losses exceeding \$400,000 are encouraged to contact the firm

LOS ANGELES--(BUSINESS WIRE)-- **The Law Offices of Frank R. Cruz** reminds investors of the upcoming **February 8, 2021** deadline to file a lead plaintiff motion in the case filed on behalf of investors who purchased Covia Holdings Corporation ("Covia" or the "Company") f/k/a Fairmount Santrol Holdings Inc. ("Fairmount Santrol") (OTC: **CVIAQ**) (NYSE: CVIA, FMSA) securities between **March 15, 2016 and June 29, 2020**, inclusive (the "Class Period").

If you are a shareholder who suffered a loss, click **here** to participate.

Covia provides minerals and materials solutions for the industrial and energy markets, including producing proprietary sand for use in fracking.

On March 22, 2019, after the market closed, the Company disclosed that it had "received a subpoena from the SEC seeking information relating to certain value-added proppants marketed and sold by Fairmount Santrol or Covia within the Energy segment since January 1, 2014."

On this news, the Company's share price fell \$0.45, or 7%, to close at \$6.05 per share on March 25, 2019, thereby

injuring investors.

Then, on November 6, 2019, during market hours, Covia disclosed that “the SEC ha[d] requested additional information and subpoenaed certain current and former employees to testify.”

On this news, the Company's share price fell \$0.07, or 4.3%, to close at \$1.56 per share on November 6, 2019, thereby injuring investors further.

Then, on June 29, 2020, after the market closed, the Company announced that it had filed for petitions under Chapter 11 of the U.S. Bankruptcy Code.

On June 30, 2020, the NYSE delisted the Company, stating in relevant part that “the Company is no longer suitable for listing . . . after the Company's June 29, 2020 disclosure that the Company filed voluntary petitions for reorganization under Chapter 11 of the United States Bankruptcy Code.”

On this news, the Company's share price fell \$0.18, or more than 37%, between the closing price on NYSE and resuming trading OTC on July 1, 2020 at \$0.30 per share.

The complaint filed alleges that throughout the Class Period, Defendants made materially false and/or misleading statements, as well as failed to disclose material adverse facts about the Company's business, operations, and prospects. Specifically, Defendants failed to disclose to investors that: (1) Covia's proprietary "value-added" proppants were not necessarily more effective than ordinary sand; (2) Covia's revenues, which were dependent on its proprietary "value-added" proppants, was based on misrepresentations; (3) when Covia insiders raised this issue, defendants did not take meaningful steps to rectify the issue; and (4) as a result, Defendants' statements about its business, operations, and prospects, were materially false and misleading and/or lacked a reasonable basis at all relevant times.

Follow us for updates on Twitter: [twitter.com/FRC\\_LAW](https://twitter.com/FRC_LAW).

If you purchased or otherwise acquired Covia securities during the Class Period, you may move the Court no later than **February 8, 2021** to request appointment as lead plaintiff in this putative class action lawsuit. To be a member of the class action you need not take any action at this time; you may retain counsel of your choice or take no action and remain an absent member of the class action. If you wish to learn more about this class action, or if you have any questions concerning this announcement or your rights or interests with respect to the pending class action lawsuit, please contact Frank R. Cruz, of The Law Offices of Frank R. Cruz, 1999 Avenue of the Stars, Suite 1100, Los Angeles, California 90067 at 310-914-5007, by email to [info@frankcruzlaw.com](mailto:info@frankcruzlaw.com), or visit our website at [www.frankcruzlaw.com](http://www.frankcruzlaw.com). If you inquire by email please include your mailing address, telephone number, and

number of shares purchased.

This press release may be considered Attorney Advertising in some jurisdictions under the applicable law and ethical rules.

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