

Latina Offshore Limited and Subsidiaries

Consolidated Statements of Financial Position

As of December 31, 2024 and 2023

(In thousands of US dollars)

Assets

	December 2024	December 2023
	Unaudited	Audited
Current assets:		
Cash and restricted cash	\$ 37	\$ 48
Due from related parties	117,327	53,208
Other accounts receivable	4,660	5,520
Prepaid expenses, net	162	250
Total current assets	<u>122,186</u>	<u>59,026</u>
Non-current assets:		
Jack ups and equipment, net	250,634	275,283
Deferred income taxes	32,121	48,628
Total non-current assets	<u>282,755</u>	<u>323,911</u>
Total assets	<u>\$ 404,941</u>	<u>\$ 382,937</u>

Liabilities and Partners' equity

Current liabilities:		
Current portion of long-term debt	\$ 8,218	\$ 4,062
Due to related parties	32,410	27,642
Trade accounts payable	131	89
Other accounts payables and accrued liabilities	22,772	13,583
Total current liabilities	<u>63,531</u>	<u>45,376</u>
Non-current liabilities:		
Long-term debt	198,545	201,393
Total liabilities	<u>262,076</u>	<u>246,769</u>
Partners' equity:		
Capital stock	180,712	180,712
Share premium account	35,059	34,685
Accumulated deficit	(72,906)	(79,229)
Total partners' equity	<u>142,865</u>	<u>136,168</u>
Total partners' equity and liabilities	<u>\$ 404,941</u>	<u>\$ 382,937</u>

Latina Offshore Limited and Subsidiaries

Consolidated Statements of Operations

For the years ended December 31, 2024 and 2023

(In thousands of US dollars)

	December 2024	December 2023
	Unaudited	Audited
Continuing operations:		
Revenue from operating lease	\$ 69,184	\$ 54,032
Operating costs	646	641
Depreciation of assets under operating leases	27,901	27,265
Gross profit	<u>40,637</u>	<u>26,126</u>
Others expenses, net	6	15
Interest expense, net	17,758	15,954
Exchange loss (profit), net	43	(110)
Profit before income taxes	<u>22,830</u>	<u>10,267</u>
Deferred loss (income) tax benefit	<u>16,507</u>	<u>(9,278)</u>
Consolidated profit for the year	<u>\$ 6,323</u>	<u>\$ 19,545</u>

Latina Offshore Limited and Subsidiaries

Consolidated Statement of Cash Flows

For the years ended December 31, 2024 and 2023

(In thousands of US dollars)

	December 2024 Unaudited	December 2023 Audited
Cash flows from operating activities:		
Consolidated profit for the year	\$ 6,323	\$ 19,545
Adjustments for:		
Income taxes benefit	16,507	(9,278)
Depreciation	27,901	27,265
Amortization of bond issuance costs	414	1,483
Benefit from amortized cost of debt	-	(5,646)
Exchange loss (gain)	43	(110)
Interest income	(1,181)	6
Interest expense	18,525	20,117
	<u>68,532</u>	<u>53,382</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(62,940)	(3,940)
Other accounts receivable	860	(1,705)
Prepaid expenses	88	(173)
Increase (decrease) in:		
Trade accounts payable	43	12
Due to related parties	2,650	14,132
Other accounts payable and accrued liabilities	9,144	1,233
Net cash flows by operating activities	<u>18,377</u>	<u>62,941</u>
Cash flows from investing activities:		
Purchase of Jack-ups and equipment	(3,252)	(14,753)
Interest income	2	182
Net cash flows by investing activities	<u>(3,250)</u>	<u>(14,571)</u>
Cash flows from financing activities:		
Long-term debt payments	(2,892)	(67,185)
Proceeds from debt	-	35,000
Bond issuance cost	(254)	(5,908)
Interest paid	(11,992)	(20,689)
Net cash flows in financing activities	<u>(15,138)</u>	<u>(58,782)</u>
Net (decrease) increase in cash and restricted cash	(11)	(10,412)
Cash and restricted cash at the beginning of the year	48	10,460
Cash and restricted cash at end of the year	<u>\$ 37</u>	<u>\$ 48</u>