

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Financial Position

As of June 30, 2015 and December 31, 2014

(In thousands of US dollars)

Assets	June 2015 (Unaudited)	December 2014 (Audited)
Current assets:		
Cash and restricted cash	\$ 20	\$ -
Other accounts receivables	\$ 9,146	\$ 36
Total current assets	9,166	36
Non-current assets:		
Machinery and equipment	69,423	53,711
Total assets	<u>\$ 78,589</u>	<u>\$ 53,747</u>
Equity and Liabilities		
Current liabilities:		
Due to related parties	\$ 19,230	\$ 10,020
Other accounts payables and accrued liabilities	3	43
Total current liabilities	19,233	10,063
Non-current liabilities:		
Latina Offshore Holding Limited, parent company	58,673	43,000
Deferred income tax	698	698
Total non-current liabilities	59,371	43,698
Total liabilities	78,604	53,761
Stockholders' equity:		
Capital stock	-	-
Loss of the year	(15)	(14)
Total stockholders' equity	(15)	(14)
Total stockholders' equity and liabilities	<u>\$ 78,589</u>	<u>\$ 53,747</u>

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Losses

For the period from January 2015 to June 30, 2015 and for the period from July 28, 2014 (date of incorporation) to December 31, 2014

(In thousands of US dollars)

	June 2015 (Unaudited)	December 2014 (Audited)
Continuing operations:		
Administrative expenses	\$ <u>1</u>	\$ <u>21</u>
Loss before tax	(1)	(21)
Income tax expense	<u>-</u>	<u>(7)</u>
Consolidated net loss	<u>\$ (1)</u>	<u>\$ (14)</u>

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Cash Flows

For the period from January 2015 to June 30, 2015 and for the period from July 28, 2014 (date of incorporation) to December 31, 2014

(In thousands of US dollars)

	June 2015 (Unaudited)	December 2014 (Audited)
Cash flows from operating activities:		
Consolidated net loss	\$ (1)	\$ (14)
Adjustments for:		
Income tax recognized in results	<u>-</u>	<u>(7)</u>
	(1)	(21)
Movements in working capital:		
(Increase) decrease in:		
Other accounts receivables	(9,110)	(36)
Increase (decrease) in:		
Due to related parties	9,210	9,029
Other accounts payables and accrued liabilities	<u>(40)</u>	<u>43</u>
Net cash flows generated by operating activities	<u>59</u>	<u>9,015</u>
Cash flows from investing activities:		
Purchase of machinery and equipment	<u>(15,712)</u>	<u>(52,015)</u>
Net cash flows used in investing activities	<u>(15,712)</u>	<u>(52,015)</u>
Cash flows from financing activities:		
Proceeds from long-term debt	<u>15,673</u>	<u>43,000</u>
Net cash flows provided by financing activities	<u>15,673</u>	<u>43,000</u>
Net increase in cash	20	-
Cash at the beginning of the year	<u>-</u>	<u>-</u>
Cash at end of the year	<u>\$ 20</u>	<u>\$ -</u>