

Latina Offshore Holding Limited and Subsidiaries

Consolidated Statements 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	\$ 30,376	\$ 36,493
Due from related parties	41,764	21,632
Other accounts receivables	3,986	350
Prepaid expenses, net	<u>218</u>	<u>1,525</u>
Total current assets	76,344	60,000
Non-current assets:		
Machinery and equipment, net	<u>529,909</u>	<u>531,802</u>
Total assets	<u>\$ 606,253</u>	<u>\$ 591,802</u>
Equity and Liabilities		
Current liabilities:		
Current portion of long-term debt	\$ 30,000	\$ 23,750
Trade accounts payables	446	1,172
Due to related parties	-	261
Other accounts payables and accrued liabilities	<u>17,250</u>	<u>20,178</u>
Total current liabilities	47,696	45,361
Non-current liabilities:		
Long-term debt	382,928	394,834
Deferred income taxes	<u>7,619</u>	<u>7,958</u>
Total non-current liabilities	<u>390,547</u>	<u>402,792</u>
Total liabilities	<u>438,243</u>	<u>448,153</u>
Stockholders' equity:		
Capital stock	180,712	150,812
Loss of the year	<u>(12,702)</u>	<u>(7,163)</u>
Total stockholders' equity	<u>168,010</u>	<u>143,649</u>
Total stockholders' equity and liabilities	<u>\$ 606,253</u>	<u>\$ 591,802</u>

Latina Offshore Holding Limited and Subsidiaries

Consolidated Statements of Losses

For the period from January 2015 to June 30, 2015 and for the year ended December 31, 2014
(In thousands of US dollars)

	June 2015 (Unaudited)	December 2014 (Audited)
Continuing operations:		
Operating leases income	\$ 37,354	\$ 56,710
Operating cost	1,577	3,516
Depreciation of assets under operating leases	<u>17,616</u>	<u>23,328</u>
Gross profit	18,161	29,866
Administrative expenses	2,904	5,375
Others expenses, net	114	114
Interest expense	20,838	25,184
Interest income	-	(791)
Exchange loss (gain), net	<u>183</u>	<u>(107)</u>
(Loss) Profit before tax	(5,878)	91
Income tax expense	<u>(339)</u>	<u>7,254</u>
Consolidated net loss	<u>\$ (5,539)</u>	<u>\$ (7,163)</u>

Latina Offshore Holding Limited and Subsidiaries

Consolidated Statements of Cash Flows

For the period from January 2015 to June 30, 2015 and for the year ended December 31, 2014

(In thousands of US dollars)

	June 2015 (Unaudited)	December 2014 (Audited)
Cash flows from operating activities		
Consolidated net loss	\$ (5,539)	\$ (7,163)
Adjustments for:		
Income tax recognized in results	(339)	7,254
Depreciation	17,616	23,328
Amortization of prepaid expenses	1,307	2,264
Interest income	-	(791)
Interest expense	<u>20,838</u>	<u>25,184</u>
	33,883	50,076
Movements in working capital:		
(Increase) decrease in:		
Due from related parties	(20,131)	(4,402)
Other accounts receivables	(3,636)	(350)
Prepaid expenses	-	(3,789)
Increase (decrease) in:		
Trade accounts payables	(726)	1,172
Due to related parties	(261)	(359)
Other accounts payables and accrued liabilities	<u>(2,541)</u>	<u>4,882</u>
Net cash flows generated by operating activities	<u>6,588</u>	<u>47,230</u>
Cash flows from investing activities:		
Loan to parent company	-	(27,400)
Payments from parent company	-	11,080
Purchase of machinery and equipment	<u>(15,723)</u>	<u>(91,182)</u>
Net cash flows used in investing activities	<u>(15,723)</u>	<u>(107,502)</u>
Cash flows from financing activities:		
Proceeds from long-term debt	(5,656)	75,000
Bonds issuance cost	(3,093)	(3,430)
Interest paid	(18,133)	(34,635)
Issuance of common stock	<u>29,900</u>	<u>-</u>
Net cash flows provided by financing activities	<u>3,018</u>	<u>36,935</u>
Net (decrease) increase in cash and restricted cash	(6,117)	(23,337)
Cash and restricted cash at the beginning of the year	<u>36,493</u>	<u>59,830</u>
Cash and restricted cash at end of the year	<u>\$ 30,376</u>	<u>\$ 36,493</u>