

Latina Offshore 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	\$ 30,351	\$ 34,618
Due from related parties	44,477	4,891
Other accounts receivables	332	350
Prepaid expenses, net	<u>218</u>	<u>1,525</u>
Total current assets	75,378	41,384
Non-current assets:		
Machinery and equipment, net	<u>460,486</u>	<u>478,092</u>
Total assets	<u>\$ 535,864</u>	<u>\$ 519,476</u>
Equity and Liabilities		
Current liabilities:		
Current portion of long-term debt	\$ 30,000	\$ 23,750
Trade accounts payables	446	1,145
Other accounts payables and accrued liabilities	<u>16,636</u>	<u>18,780</u>
Total current liabilities	47,082	43,675
Non-current liabilities:		
Long-term debt	308,363	322,882
Deferred income taxes	<u>7,770</u>	<u>8,109</u>
Total non-current liabilities	<u>316,133</u>	<u>330,991</u>
Total liabilities	<u>363,215</u>	<u>374,666</u>
Stockholders' equity:		
Capital stock	180,712	150,812
Loss of the year	<u>(8,063)</u>	<u>(6,002)</u>
Total stockholders' equity	<u>172,649</u>	<u>144,810</u>
Total stockholders' equity and liabilities	<u>\$ 535,864</u>	<u>\$ 519,476</u>

Latina Offshore 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>17,617</u>	<u>23,328</u>
Gross profit	18,160	29,866
Administrative expenses	2,857	5,250
Others income, net	115	(1,603)
Interest expense	17,394	24,221
Interest income	-	(2)
Exchange loss (gain), net	<u>194</u>	<u>(107)</u>
Profit before tax	(2,400)	2,107
Income tax expense	<u>(339)</u>	<u>8,109</u>
Consolidated net loss	<u>\$ (2,061)</u>	<u>\$ (6,002)</u>

Latina Offshore Limited and Subsidiaries

Consolidated Statement 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	\$ (2,061)	\$ (6,002)
Adjustments for:		
Income tax recognized in results	(339)	8,109
Depreciation	17,617	23,328
Amortization of prepaid expenses	-	2,264
Interest expense	<u>17,394</u>	<u>24,221</u>
	32,611	51,920
Movements in working capital:		
(Increase) decrease in:		
Due from related parties	(39,586)	(4,772)
Other accounts receivables	18	(350)
Prepaid expenses	1,307	(3,789)
Increase (decrease) in:		
Trade accounts payables	(699)	1,145
Due to related parties	-	(620)
Other accounts payables and accrued liabilities	<u>(1,755)</u>	<u>3,248</u>
Net cash flows generated by operating activities	<u>(8,104)</u>	<u>46,782</u>
Cash flows from investing activities:		
Purchase of machinery and equipment	<u>(11)</u>	<u>(40,320)</u>
Net cash flows used in investing activities	<u>(11)</u>	<u>(40,320)</u>
Cash flows from financing activities:		
Proceeds from long-term debt	(8,269)	-
Interest paid	(17,783)	(31,674)
Issuance of common stock	<u>29,900</u>	<u>-</u>
Net cash flows provided by financing activities	<u>3,848</u>	<u>(31,674)</u>
Net (decrease) increase in cash and restricted cash	(4,267)	(25,212)
Cash and restricted cash at the beginning of the year	<u>34,618</u>	<u>59,830</u>
Cash and restricted cash at end of the year	<u>\$ 30,351</u>	<u>\$ 34,618</u>