

Latina Offshore Limited and Subsidiaries

Consolidated Statements of Financial Position

As of September 30, 2015 and December 31, 2014

(In thousands of US dollars)

Assets	September 2015	December 2014
	(Unaudited)	(Audited)
Current assets:		
Cash and restricted cash	\$ 5,063	\$ 34,618
Due from related parties	52,116	4,891
Other accounts receivables	-	350
Prepaid expenses, net	<u>1,772</u>	<u>1,525</u>
Total current assets	<u>58,951</u>	<u>41,384</u>
Non-current assets:		
Machinery and equipment, net	<u>459,462</u>	<u>478,092</u>
Total assets	<u>\$ 518,413</u>	<u>\$ 519,476</u>
 Equity and Liabilities		
Current liabilities:		
Current portion of long-term debt	\$ 30,000	\$ 23,750
Trade accounts payables	2,292	1,145
Other accounts payables and accrued liabilities	2,775	3,249
Interest payable	<u>7,239</u>	<u>15,531</u>
Total current liabilities	<u>42,306</u>	<u>43,675</u>
Non-current liabilities:		
Long-term debt	293,604	322,882
Deferred income taxes	<u>12,247</u>	<u>8,109</u>
Total non-current liabilities	<u>305,851</u>	<u>330,991</u>
Total liabilities	<u>348,157</u>	<u>374,666</u>
Stockholders' equity:		
Capital stock	180,712	150,812
Accumulated deficit	<u>(10,456)</u>	<u>(6,002)</u>
Total stockholders' equity	<u>170,256</u>	<u>144,810</u>
Total stockholders' equity and liabilities	<u>\$ 518,413</u>	<u>\$ 519,476</u>

Latina Offshore Limited and Subsidiaries

Consolidated Statements of Losses

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

(In thousands of US dollars)

	September 2015	December 2014
	(Unaudited)	(Audited)
Continuing operations:		
Operating leases income	\$ 58,422	\$ 56,710
Operating cost	2,155	3,516
Depreciation of assets under operating leases	26,424	23,328
Gross profit	29,843	29,866
Administrative expenses	4,179	5,250
Others expenses (incomes), net	112	(1,603)
Interest expense	25,437	24,221
Interest income	-	(2)
Exchange loss (gain), net	129	(107)
(Loss) Profit before tax	(14)	2,107
Income tax expense	4,440	8,109
Consolidated net loss	\$ (4,454)	\$ (6,002)

Latina Offshore Limited and Subsidiaries

Consolidated Statement of Cash Flows

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

(In thousands of US dollars)

	September 2015	December 2014
	(Unaudited)	(Audited)
Cash flows from operating activities		
Consolidated net loss	\$ (4,454)	\$ (6,002)
Adjustments for:		
Income tax recognized in results	4,440	8,109
Depreciation	26,424	23,328
Amortization of prepaid expenses	-	2,264
Interest expense	25,437	24,221
	51,847	51,920
Movements in working capital:		
(Increase) decrease in:		
Due from related parties	(47,225)	(4,772)
Other accounts receivables	350	(350)
Prepaid expenses	(247)	(3,789)
Increase (decrease) in:		
Trade accounts payables	1,147	1,145
Due to related parties	-	(620)
Other accounts payables and accrued liabilities	(775)	3,248
Net cash flows generated by operating activities	5,097	46,782
Cash flows from investing activities:		
Purchase of machinery and equipment	(7,795)	(40,320)
Net cash flows used in investing activities	(7,795)	(40,320)
Cash flows from financing activities:		
Proceeds from long-term debt	(23,028)	-
Interest paid	(33,729)	(31,674)
Issuance of common stock	29,900	-
Net cash flows provided by financing activities	(26,857)	(31,674)
Net (decrease) increase in cash and restricted cash	(29,555)	(25,212)
Cash and restricted cash at the beginning of the year	34,618	59,830
Cash and restricted cash at end of the year	\$ 5,063	\$ 34,618