Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Financial Position

As of December 31, 2017 and 2016
(In thousands of US dollars)

Assets	December 2017 (Unaudited)	December 2016 (Audited)
Current assets:		
Cash	$ 13	$ 15
Constructora y Perforadora Latina S.A. de C.V (related party)	543	
Other accounts receivables	3,340	4,671
Prepaid expenses, net	90	143
Total current assets	3,986	4,829
Non-current assets:		
Modular rig and equipment, net	103,790	110,441
Deferred income tax	5	1
Total non-current assets	103,795	110,442
Total assets	$ 107,781	$ 115,271

Equity and Liabilities		
Current liabilities:		
Trade accounts payables	$ -	$ 73
Constructora y Perforadora Latina S.A. de C.V (related party)	7,853	9,797
Rodelva Servicios Administrativos S.A. de C.V. (related party)	-	1,330
Latina Offshore Holding Limited (related party)	9,276	12,155
Other accounts payables and accrued liabilities	546	1,099
Total current liabilities	17,675	24,454
Non-current liabilities:		
Deferred income tax	1,950	4,784
Total non-current liabilities	1,950	4,784
Total liabilities	19,625	29,238
Stockholders' equity:		
Capital stock	88,500	88,500
Accumulated results	(344)	(2,467)
Total stockholders' equity	88,156	86,033
Total stockholders' equity and liabilities	$ 107,781	$ 115,271

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Losses

For the years ended December 31, 2017 and 2016
(In thousands of US dollars)

	December 2017 (Unaudited)	December 2016 (Audited)
Continuing operations:		
Operating leases income	$ 10,585	$ 5,400
Operating cost	658	271
Depreciation of assets under operating leases	10,833	4,253
Gross profit	(906)	876
Administrative expenses	-	305
Others expenses	(30)	(36)
Interest expense	-	1,099
Interest income	(97)	-
Exchange loss (gain), net	(64)	(816)
Loss before tax	(715)	(324)
Income tax	(2,838)	2,870
Consolidated net result	$ 2,123	$ (2,546)

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Cash Flows

For the years ended December 31, 2017 and 2016
(In thousands of US dollars)

	December 2017	December 2016
Cash flows from operating activities:	(Unaudited)	(Audited)
Consolidated net profit (loss)	$ 2,123	$ (2,546)
Adjustments for:		
Depreciation of assets under operating leases	10,833	4,253
Interest expense	-	1,099
Interest gain	(97)	-
Exchange loss (gain), net	(64)	(816)
Income tax recognized in results	(2,838)	2,870
	9,957	4,860
Movements in working capital:		
(Increase) decrease in:		
Other accounts receivables	1,331	(2,945)
Due from related parties	(543)	-
Prepaid expenses	53	(143)
Increase (decrease) in:		
Trade accounts payables	(73)	(135)
Due to related parties	(6,153)	(3,213)
Other accounts payables and accrued liabilities	(488)	1,076
Net cash flows by operating activities	4,084	(500)
Cash flows from investing activities:		
Purchase of machinery and equipment	(4,183)	(16,063)
Net cash flows in investing activities	(4,183)	(16,063)
Cash flows from financing activities:		
Payments to long-term debt	-	(42,400)
Interest paid	-	(4,537)
Interest again	97	-
Contribution for future capital increases	-	63,500
Net cash flows by financing activities	97	16,563
Net change in cash	(2)	0
Cash at the beginning of the year	15	15
Cash at end of the year	$ 13	$ 15