

## Santa Maria Offshore Limited

# Statement of Financial Position

As of December 31, 2018 and 2017

(In thousands of US dollars)

### Assets

	December 2018	December 2017
	Unaudited	Audited
Current assets:		
Cash	\$ 11	\$ 22
Due from related parties	25,571	25,757
Other accounts receivables	2,572	3,223
Prepaid expenses, net	952	119
Total current assets	<u>29,106</u>	<u>29,121</u>
Non-current assets:		
Jack ups and equipment, net	188,784	197,755
Deferred income tax	2,124	1,077
Total non-current assets	<u>190,908</u>	<u>198,832</u>
Total assets	<u>\$ 220,014</u>	<u>\$ 227,953</u>

### Liabilities and Stockholders' equity

#### Current liabilities:

Trade accounts payable	\$ 990	\$ -
Due to related parties	148,070	158,558
Other accounts payables and accrued liabilities	2,775	1,736
Total current liabilities	<u>151,835</u>	<u>160,294</u>

#### Stockholders' equity:

Capital stock	96,001	96,000
Deficit	(27,822)	(28,341)
Total stockholders' equity	<u>68,179</u>	<u>67,659</u>
Total stockholders' equity and liabilities	<u>\$ 220,014</u>	<u>\$ 227,953</u>

**Santa Maria Offshore Limited**  
**Statements of Operations**

For the years ended December 31, 2018 and 2017

(In thousands of US dollars)

	December 2018	December 2017
	Unaudited	Audited
Continuing operations:		
Operating leases revenues	\$ 25,734	\$ 21,117
Operating cost	1,201	1,235
Depreciation of assets under operating leases	13,161	18,380
	<u>11,372</u>	<u>1,502</u>
Gross profit	11,372	1,502
Other income, net	8	(71)
Interest expenses, net	11,878	11,919
Exchange loss (gain), net	14	(32)
	<u>(528)</u>	<u>(10,314)</u>
Loss before income taxes	(528)	(10,314)
Deferred income tax benefit	<u>(1,047)</u>	<u>(5,226)</u>
Net result	<u>\$ 519</u>	<u>\$ (5,088)</u>

# Santa Maria Offshore Limited

## Statement of Cash Flows

For the years ended December 31, 2018 and 2017

(In thousands of US dollars)

	December 2018	December 2017
	Unaudited	Audited
Cash flows from operating activities		
Net result	\$ 519	\$ (5,088)
Adjustments for:		
Deferred income tax benefit	(1,047)	(5,226)
Depreciation	13,161	18,380
Loss on disposal of equipment	-	(71)
Exchange loss (profit)	14	(32)
Interest expense	11,878	11,919
	<u>24,525</u>	<u>19,882</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	186	(9,705)
Other accounts receivables	651	(945)
Prepaid expenses	(833)	84
Increase (decrease) in:		
Trade accounts payable	990	-
Due to related parties	(22,366)	-
Other accounts payable and accrued liabilities	1,026	1,624
Net cash flows by operating activities	<u>4,179</u>	<u>10,940</u>
Cash flows from investing activities:		
Purchase of equipment	(4,190)	(3,522)
Sale of equipment	-	122
Net cash flows by investing activities	<u>(4,190)</u>	<u>(3,400)</u>
Cash flows from financing activities:		
Long-term debt payments	-	(5,000)
Interest paid	-	(2,541)
Net cash flows in financing activities	<u>-</u>	<u>(7,541)</u>
Net change in cash	(11)	(1)
Cash at the beginning of the year	<u>22</u>	<u>23</u>
Cash at end of the year	<u>\$ 11</u>	<u>\$ 22</u>