### Santa Maria Offshore Limited

## **Statement of Financial Position**

As of March 31, 2019 and December 31, 2018 (In thousands of US dollars)

Assets		March 2019		December 2018	
		Unaudited		Audited	
Current assets:					
Cash	\$	7	\$	11	
Due from related parties		23,089		25,571	
Other accounts receivables		1,857		2,572	
Prepaid expenses, net		734		952	
Total current assets		25,687		29,106	
Non-current assets:					
Jack ups and equipment, net		186,337		188,784	
Deferred income tax		2,484		2,124	
Total non-current assets		188,821		190,908	
Total assets	\$	214,508	\$	220,014	
Liabilities and Stockholders' equity					
Current liabilities:					
Trade accounts payable	\$	990	\$	990	
Due to related parties		144,245		148,070	
Other accounts payables and accrued liabilities		1,866		2,776	
Total current liabilities	_	147,101		151,836	
Stockholders' equity:					
Capital stock		96,000		96,000	
Deficit		(28,593)		(27,822)	
Total stockholders' equity	_	67,407		68,178	
Total stockholders' equity and liabilities	\$	214,508	\$	220,014	

### Santa Maria Offshore Limited

# **Statements of Operations**

For the three months ended March, 2019 and for the year end December 31, 2018 (In thousands of US dollars)

	<b>March 2019</b>		December 2018	
Continuing operations:		Unaudited		Audited
Operating leases revenues	\$	5,490	\$	25,734
Operating cost		247		1,201
Depreciation of assets under operating leases	_	3,387	_	13,161
Gross profit		1,856		11,372
Other expenses, net		-		8
Interest expenses, net		2,993		11,878
Exchange (gain) loss, net	_	(6)	_	14
Loss before income taxes		(1,131)		(528)
Deferred income tax benefit	_	(360)	_	(1,047)
Net result	\$_	(771)	\$_	519

#### Santa Maria Offshore Limited

## **Statement of Cash Flows**

For the three months ended March, 2019 and for the year end December 31, 2018 (In thousands of US dollars)

Cash flows from operating activities         Unaudited         Audited           Net result         \$ (771)         \$ 519           Adjustments for:			March 2019	December 2018	
Adjustments for:       (360)       (1,047)         Deferred income tax benefit       (360)       (1,047)         Depreciation       3,387       13,161         Exchange (gain) loss       (6)       14         Interest expenses       2,993       11,878         5,243       24,525         Changes in working capital:         (Increase) decrease in:       2         Due from related parties       2,482       186         Other accounts receivables       715       651         Prepaid expenses       218       (833)         Increase (decrease) in:       -       990         Trade accounts payable       -       990         Due to related parties       (3,826)       (10,488)         Other accounts payable and accrued liabilities       (903)       1,026         Net cash flows by operating activities       (993)       1,026         Net cash flows by investing activities       (940)       (4,190)         Cash flows from investing activities:       (940)       (4,190)         Cash flows from financing activities:       (2,993)       (11,878)         Net cash flows in financing activities       (2,993)       (11,878)         Net change in cash       (4	Cash flows from operating activities		Unaudited		Audited
Deferred income tax benefit         (360)         (1,047)           Depreciation         3,387         13,161           Exchange (gain) loss         (6)         14           Interest expenses         2,993         11,878           5,243         24,525           Changes in working capital:           (Increase) decrease in:         Use from related parties         2,482         186           Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         3,929         16,057           Cash flows from investing activities:         Purchase of equipment         (940)         (4,190)           Net cash flows by investing activities:         Interest paid         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning	Net result	\$	(771)	\$	519
Depreciation         3,387         13,161           Exchange (gain) loss         (6)         14           Interest expenses         2,993         11,878           5,243         24,525           Changes in working capital:           (Increase) decrease in:           Due from related parties         2,482         186           Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         -         990           Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         3,929         16,057           Cash flows from investing activities:         -         900           Purchase of equipment         (940)         (4,190)           Net cash flows by investing activities         (940)         (4,190)           Cash flows from financing activities:         -         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash <t< td=""><td>Adjustments for:</td><td></td><td></td><td></td><td></td></t<>	Adjustments for:				
Exchange (gain) loss         (6)         14           Interest expenses         2,993         11,878           5,243         24,525           Changes in working capital:           (Increase) decrease in:         Use from related parties         2,482         186           Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         (903)         1,026           Net cash flows by investing activities:         Use from investing activities:           Purchase of equipment         (940)         (4,190)           Net cash flows by investing activities:         Use from financing activities:           Interest paid         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Deferred income tax benefit		(360)		(1,047)
Interest expenses         2,993         11,878           5,243         24,525           Changes in working capital:         (Increase) decrease in:           Due from related parties         2,482         186           Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         318         (833)           Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         (940)         (4,190)           Cash flows from investing activities:         (940)         (4,190)           Net cash flows by investing activities         (940)         (4,190)           Cash flows from financing activities:         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Depreciation		3,387		13,161
5,243         24,525           Changes in working capital:           (Increase) decrease in:         2,482         186           Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         7           Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         (903)         1,026           Net cash flows from investing activities:         Purchase of equipment         (940)         (4,190)           Net cash flows by investing activities:         (940)         (4,190)           Cash flows from financing activities:         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Exchange (gain) loss		(6)		14
Changes in working capital:         (Increase) decrease in:       2,482       186         Due from related parties       2,182       186         Other accounts receivables       715       651         Prepaid expenses       218       (833)         Increase (decrease) in:       -       990         Trade accounts payable       -       990         Due to related parties       (3,826)       (10,488)         Other accounts payable and accrued liabilities       (903)       1,026         Net cash flows by operating activities       (903)       1,026         Net cash flows from investing activities:       (940)       (4,190)         Purchase of equipment       (940)       (4,190)         Net cash flows by investing activities:       (940)       (4,190)         Cash flows from financing activities:       (940)       (11,878)         Net cash flows in financing activities       (2,993)       (11,878)         Net change in cash       (4)       (11)         Cash at the beginning of the year       11       22	Interest expenses	_	2,993	_	
(Increase) decrease in:       2,482       186         Other accounts receivables       715       651         Prepaid expenses       218       (833)         Increase (decrease) in:       -       990         Trade accounts payable       -       990         Due to related parties       (3,826)       (10,488)         Other accounts payable and accrued liabilities       (903)       1,026         Net cash flows by operating activities       (903)       1,026         Cash flows from investing activities:       -       (940)       (4,190)         Net cash flows by investing activities       (940)       (4,190)         Cash flows from financing activities:       (2,993)       (11,878)         Net cash flows in financing activities       (2,993)       (11,878)         Net change in cash       (4)       (11)         Cash at the beginning of the year       11       22			5,243		24,525
Due from related parties         2,482         186           Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         Trade accounts payable         - 990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         3,929         16,057           Cash flows from investing activities:         Purchase of equipment         (940)         (4,190)           Net cash flows by investing activities         (940)         (4,190)           Cash flows from financing activities:         Interest paid         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Changes in working capital:				
Other accounts receivables         715         651           Prepaid expenses         218         (833)           Increase (decrease) in:         -         990           Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         3,929         16,057           Cash flows from investing activities:         (940)         (4,190)           Net cash flows by investing activities         (940)         (4,190)           Cash flows from financing activities:         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	(Increase) decrease in:				
Prepaid expenses         218         (833)           Increase (decrease) in:         990           Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         3,929         16,057           Cash flows from investing activities:         (940)         (4,190)           Net cash flows by investing activities         (940)         (4,190)           Cash flows from financing activities:         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Due from related parties		2,482		186
Increase (decrease) in:         990           Trade accounts payable         -         990           Due to related parties         (3,826)         (10,488)           Other accounts payable and accrued liabilities         (903)         1,026           Net cash flows by operating activities         3,929         16,057           Cash flows from investing activities:         (940)         (4,190)           Net cash flows by investing activities         (940)         (4,190)           Cash flows from financing activities:         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Other accounts receivables		715		651
Trade accounts payable Due to related parties Other accounts payable and accrued liabilities Net cash flows by operating activities  Cash flows from investing activities:  Purchase of equipment Net cash flows by investing activities  Cash flows from financing activities:  Interest paid Net cash flows in financing activities:  Interest paid Net cash flows in financing activities  Net cash flows in financing activities  Net cash flows in financing activities  Net change in cash Cash at the beginning of the year  - 990 (10,488) (10,488) (903) (14,026) (940) (4,190) (4,190) (4,190) (4,190) (4,190) (11,878) (11,878)	Prepaid expenses		218		(833)
Due to related parties (3,826) (10,488) Other accounts payable and accrued liabilities (903) 1,026 Net cash flows by operating activities 3,929 16,057  Cash flows from investing activities: Purchase of equipment (940) (4,190) Net cash flows by investing activities (940) (4,190)  Cash flows from financing activities: Interest paid (2,993) (11,878) Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11) Cash at the beginning of the year 11 22	Increase (decrease) in:				
Other accounts payable and accrued liabilities (903) 1,026 Net cash flows by operating activities 3,929 16,057  Cash flows from investing activities:  Purchase of equipment (940) (4,190) Net cash flows by investing activities (940) (4,190)  Cash flows from financing activities:  Interest paid (2,993) (11,878) Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11) Cash at the beginning of the year 11 22	Trade accounts payable		-		990
Net cash flows by operating activities 3,929 16,057  Cash flows from investing activities:  Purchase of equipment (940) (4,190)  Net cash flows by investing activities (940) (4,190)  Cash flows from financing activities:  Interest paid (2,993) (11,878)  Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11)  Cash at the beginning of the year 11 22	•		(3,826)		(10,488)
Cash flows from investing activities:  Purchase of equipment (940) (4,190)  Net cash flows by investing activities (940) (4,190)  Cash flows from financing activities:  Interest paid (2,993) (11,878)  Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11)  Cash at the beginning of the year 11 22	± 7	_			
Purchase of equipment (940) (4,190) Net cash flows by investing activities (940) (4,190)  Cash flows from financing activities: Interest paid (2,993) (11,878) Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11) Cash at the beginning of the year 11 22	Net cash flows by operating activities		3,929		16,057
Net cash flows by investing activities (940) (4,190)  Cash flows from financing activities:  Interest paid (2,993) (11,878)  Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11)  Cash at the beginning of the year 11 22	Cash flows from investing activities:				
Cash flows from financing activities:  Interest paid (2,993) (11,878)  Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11)  Cash at the beginning of the year 11 22	Purchase of equipment	_	(940)		(4,190)
Interest paid         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Net cash flows by investing activities		(940)		(4,190)
Interest paid         (2,993)         (11,878)           Net cash flows in financing activities         (2,993)         (11,878)           Net change in cash         (4)         (11)           Cash at the beginning of the year         11         22	Cash flows from financing activities:				
Net cash flows in financing activities (2,993) (11,878)  Net change in cash (4) (11)  Cash at the beginning of the year 11 22	_		(2,993)		(11,878)
Cash at the beginning of the year1122	*	_			
Cash at the beginning of the year1122	Net change in cash		(4)		(11)
		\$_	7	\$	