### Latina Modular Holding Limited and Subsidiary

## **Consolidated Statement of Financial Position**

As of June 30, 2019 and December 31, 2018 (In thousands of US dollars)

Assets	June 2019 Unaudited			December 2018 Audited	
Current assets:					
Cash	\$	5	\$	5	
Other accounts receivable		3,082		3,455	
Prepaid expenses, net		23	_	499	
Total current assets		3,110	_	3,959	
Non-current assets:					
Modular rig and equipment, net		97,527		99,745	
Deferred income taxes		941		65	
Total non-current assets		98,468	_	99,810	
Total assets	\$	101,578	\$	103,769	
Liabilities and Stockholders' equity  Current liabilities:					
	\$		\$	510	
Trade accounts payable	\$	15.960	Ф		
Due to related parties		15,869		15,468	
Other accounts payable and accrued liabilities  Deferred income taxes		494		762	
		16.265	-	16.740	
Total liabilities		16,365		16,740	
Stockholders' equity:		00.500		00.500	
Capital stock		88,500		88,500	
Deficit		(3,287)	_	(1,471)	
Total stockholders' equity		85,213	_	87,029	
Total stockholders' equity and liabilities	\$_	101,578	\$ =	103,769	

## Latina Modular Holding Limited and Subsidiary **Consolidated Statements of Operations**For the six months ended June, 2019 and for the year end December 31, 2018

#### (In thousands of US dollars)

	June 2019 Unaudited			December 2018	
			Audited		
Continuing operations:					
Operating leases revenues	\$	1,897	\$	5,971	
Operating cost		161		700	
Depreciation of assets under operating leases		4,470	_	8,538	
Gross loss		(2,734)		(3,267)	
Interest income		(24)		(152)	
Exchange (gain) loss, net		(20)	_	20	
Loss before income taxes		(2,690)		(3,135)	
Deferred income tax benefit		(874)	_	(2,008)	
Consolidated net result	\$	(1,816)	\$_	(1,127)	

# Latina Modular Holding Limited and Subsidiary Consolidated Statement of Cash Flows

For the six months ended June, 2019 and for the year end December 31, 2018

#### (In thousands of US dollars)

Cash flows from operating activities:         Unaudited         Audited           Consolidated net profit         \$ (1,816)         \$ (1,127)           Adjustments for:         \$ (1,816)         \$ (1,127)           Depreciation         4,470         8,538           Interest gain         (24)         (152)           Exchange (gain) loss         (20)         20           Deferred income tax benefit         (874)         (2,010)           Deferred income tax benefit         (874)         (2,010)           Totages in working capital:         \$ (1,736)         5,269           Changes in working capital:           (Increase) decrease in:         \$ (1,120)         (1,15)           Other accounts receivable         373         (115)           Prepaid expenses         476         (409)           Increase (decrease) in:         \$ (510)         499           Due to related parties         402         (1,118)           Income tax         \$ (24)         20           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         (249)         205           Net cash flows in investing activities:         \$ (2,252)         (4,493)		June 2019			December 2018		
Adjustments for:       4,470       8,538         Interest gain       (24)       (152)         Exchange (gain) loss       (20)       20         Deferred income tax benefit       (874)       (2,010)         Changes in working capital:         (Increase) decrease in:       (150)       5,269         Changes in working capital:         (Increase) decrease in:       (1510)       499         Other accounts receivable       373       (115)         Prepaid expenses       476       (409)         Increase (decrease) in:       (510)       499         Due to related parties       402       (1,118)         Income tax       -       2         Other accounts payable and accrued liabilities       (249)       205         Net cash flows by operating activities       2,228       4,333         Cash flows from investing activities:         Purchase of equipment       (2,252)       (4,493)         Net cash flows in investing activities       (2,252)       (4,493)         Cash flows from financing activities:         Interest paid       24       152         Net cash flows by financing activities       24       152	Cash flows from operating activities:	Unaudited			Audited		
Depreciation         4,470         8,538           Interest gain         (24)         (152)           Exchange (gain) loss         (20)         20           Deferred income tax benefit         (874)         (2,010)           1,736         5,269           Changes in working capital:           (Increase) decrease in:         373         (115)           Other accounts receivable         373         (115)           Prepaid expenses         476         (409)           Increase (decrease) in:         (510)         499           Due to related parties         402         (1,118)           Income tax         -         2           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         2,228         4,333           Cash flows from investing activities:         2,228         4,333           Cash flows from investing activities:         (2,252)         (4,493)           Net cash flows in investing activities:         2,252         (4,493)           Cash flows from financing activities:         24         152           Net cash flows by financing activities         24         152           Net change in cash         <	Consolidated net profit	\$	(1,816)	\$	(1,127)		
Interest gain         (24)         (152)           Exchange (gain) loss         (20)         20           Deferred income tax benefit         (874)         (2,010)           1,736         5,269           Changes in working capital:           (Increase) decrease in:         373         (115)           Other accounts receivable         373         (115)           Prepaid expenses         476         (409)           Increase (decrease) in:         373         (115)           Trade accounts payable         (510)         499           Due to related parties         402         (1,118)           Income tax         -         2           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         2,228         4,333           Cash flows from investing activities:         2,228         4,333           Cash flows from investing activities:         (2,252)         (4,493)           Net cash flows in investing activities:         2,252         (4,493)           Net cash flows by financing activities         24         152           Net change in cash         0         (8)           Cash at the beginning of the year	Adjustments for:						
Exchange (gain) loss       (20)       20         Deferred income tax benefit       (874)       (2,010)         1,736       5,269         Changes in working capital:         (Increase) decrease in:       373       (115)         Other accounts receivable       373       (115)         Prepaid expenses       476       (409)         Increase (decrease) in:       373       (115)         Trade accounts payable       (510)       499         Due to related parties       402       (1,118)         Income tax       -       2         Other accounts payable and accrued liabilities       (249)       205         Net cash flows by operating activities       2,228       4,333         Cash flows from investing activities:       2,228       4,333         Cash flows from investing activities:       2       (4,493)         Net cash flows in investing activities       2,252)       (4,493)         Cash flows from financing activities:       24       152         Net cash flows by financing activities       24       152         Net change in cash       0       (8)         Cash at the beginning of the year       5       13	Depreciation		4,470		8,538		
Deferred income tax benefit         (874)         (2,010)           Changes in working capital:         (Increase) decrease in:         373         (115)           Other accounts receivable         373         (115)           Prepaid expenses         476         (409)           Increase (decrease) in:         373         (115)           Trade accounts payable         (510)         499           Due to related parties         402         (1,118)           Income tax         -         2           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         2,228         4,333           Cash flows from investing activities:         2         (4,493)           Purchase of equipment         (2,252)         (4,493)           Net cash flows in investing activities         (2,252)         (4,493)           Cash flows from financing activities:         24         152           Net cash flows by financing activities         24         152           Net change in cash         0         (8)           Cash at the beginning of the year         5         13	Interest gain		(24)		(152)		
Changes in working capital:         1,736         5,269           Changes in working capital:         (Increase) decrease in:	Exchange (gain) loss		(20)		20		
Changes in working capital:         (Increase) decrease in:       373       (115)         Other accounts receivable       373       (115)         Prepaid expenses       476       (409)         Increase (decrease) in:	Deferred income tax benefit		(874)		(2,010)		
(Increase) decrease in:       373       (115)         Other accounts receivable       373       (115)         Prepaid expenses       476       (409)         Increase (decrease) in:       Trade accounts payable       (510)       499         Due to related parties       402       (1,118)         Income tax       -       2         Other accounts payable and accrued liabilities       (249)       205         Net cash flows by operating activities       2,228       4,333         Cash flows from investing activities:       2       (4,493)         Net cash flows in investing activities       (2,252)       (4,493)         Cash flows from financing activities:       24       152         Net cash flows by financing activities       24       152         Net change in cash       0       (8)         Cash at the beginning of the year       5       13			1,736		5,269		
Other accounts receivable       373       (115)         Prepaid expenses       476       (409)         Increase (decrease) in:       Trade accounts payable       (510)       499         Due to related parties       402       (1,118)         Income tax       -       2         Other accounts payable and accrued liabilities       (249)       205         Net cash flows by operating activities       2,228       4,333         Cash flows from investing activities:       Purchase of equipment       (2,252)       (4,493)         Net cash flows in investing activities:       Interest paid       24       152         Net cash flows by financing activities       24       152         Net change in cash       0       (8)         Cash at the beginning of the year       5       13	Changes in working capital:						
Prepaid expenses         476         (409)           Increase (decrease) in:         (510)         499           Trade accounts payable         (510)         499           Due to related parties         402         (1,118)           Income tax         -         2           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         2,228         4,333           Cash flows from investing activities:         (2,252)         (4,493)           Net cash flows in investing activities         (2,252)         (4,493)           Cash flows from financing activities:         24         152           Net cash flows by financing activities         24         152           Net change in cash         0         (8)           Cash at the beginning of the year         5         13	(Increase) decrease in:						
Increase (decrease) in:         (510)         499           Trade accounts payable         (510)         499           Due to related parties         402         (1,118)           Income tax         -         2           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         2,228         4,333           Cash flows from investing activities:         (2,252)         (4,493)           Net cash flows in investing activities         (2,252)         (4,493)           Cash flows from financing activities:         152         152           Net cash flows by financing activities         24         152           Net change in cash         0         (8)           Cash at the beginning of the year         5         13	Other accounts receivable		373		(115)		
Trade accounts payable         (510)         499           Due to related parties         402         (1,118)           Income tax         -         2           Other accounts payable and accrued liabilities         (249)         205           Net cash flows by operating activities         2,228         4,333           Cash flows from investing activities:         -         (2,252)         (4,493)           Net cash flows in investing activities         (2,252)         (4,493)           Cash flows from financing activities:         -         152           Net cash flows by financing activities         24         152           Net change in cash         0         (8)           Cash at the beginning of the year         5         13	Prepaid expenses		476		(409)		
Due to related parties402(1,118)Income tax-2Other accounts payable and accrued liabilities(249)205Net cash flows by operating activities2,2284,333Cash flows from investing activities:(2,252)(4,493)Purchase of equipment(2,252)(4,493)Net cash flows in investing activities(2,252)(4,493)Cash flows from financing activities:152Interest paid24152Net cash flows by financing activities24152Net change in cash0(8)Cash at the beginning of the year513	Increase (decrease) in:						
Income tax Other accounts payable and accrued liabilities (249) Net cash flows by operating activities  Cash flows from investing activities: Purchase of equipment Net cash flows in investing activities  Cash flows from financing activities:  Interest paid Net cash flows by financing activities  Net cash flows by financing activities  Other accounts payable and accrued liabilities  (249) 205  (4,493)  Cash flows from investing activities:  (2,252) (4,493)  Cash flows from financing activities:  Interest paid Other accounts payable and accrued liabilities  (2,252) (4,493)  Cash flows from investing activities  24 152  Net cash flows by financing activities  0 (8) Cash at the beginning of the year	Trade accounts payable		(510)		499		
Other accounts payable and accrued liabilities(249)205Net cash flows by operating activities2,2284,333Cash flows from investing activities:(2,252)(4,493)Purchase of equipment(2,252)(4,493)Net cash flows in investing activities(2,252)(4,493)Cash flows from financing activities:24152Net cash flows by financing activities24152Net change in cash0(8)Cash at the beginning of the year513	Due to related parties		402		(1,118)		
Net cash flows by operating activities 2,228 4,333  Cash flows from investing activities:  Purchase of equipment (2,252) (4,493)  Net cash flows in investing activities (2,252) (4,493)  Cash flows from financing activities:  Interest paid 24 152  Net cash flows by financing activities 24 152  Net change in cash 0 (8)  Cash at the beginning of the year 5 13	Income tax		-		2		
Cash flows from investing activities:  Purchase of equipment (2,252) (4,493)  Net cash flows in investing activities (2,252) (4,493)  Cash flows from financing activities:  Interest paid 24 152  Net cash flows by financing activities 24 152  Net change in cash 0 (8)  Cash at the beginning of the year 5 13	Other accounts payable and accrued liabilities		(249)	_	205		
Purchase of equipment (2,252) (4,493) Net cash flows in investing activities (2,252) (4,493)  Cash flows from financing activities: Interest paid 24 152 Net cash flows by financing activities 24 152  Net change in cash 0 (8) Cash at the beginning of the year 5 13	Net cash flows by operating activities		2,228	-	4,333		
Net cash flows in investing activities (2,252) (4,493)  Cash flows from financing activities:  Interest paid 24 152  Net cash flows by financing activities 24 152  Net change in cash 0 (8)  Cash at the beginning of the year 5 13	Cash flows from investing activities:						
Cash flows from financing activities:  Interest paid Net cash flows by financing activities  Net change in cash Cash at the beginning of the year  Cash at the beginning activities  24 152 0 (8)	Purchase of equipment		(2,252)		(4,493)		
Interest paid24152Net cash flows by financing activities24152Net change in cash0(8)Cash at the beginning of the year513	Net cash flows in investing activities		(2,252)	-	(4,493)		
Net cash flows by financing activities24152Net change in cash0(8)Cash at the beginning of the year513	Cash flows from financing activities:						
Net change in cash Cash at the beginning of the year  0 (8) 5 13	Interest paid		24		152		
Cash at the beginning of the year55	Net cash flows by financing activities		24		152		
Cash at the beginning of the year55	Net change in cash		0		(8)		
Cash at end of the year \$\\ 5\\ \$\\ 5			5		13		
	Cash at end of the year	\$		\$	5		