

Santa Maria Offshore Limited

Statement of Financial Position

As of December 31, 2019 and 2020

(In thousands of US dollars)

Assets

	December 2020	December 2019
	Unaudited	Audited
Current assets:		
Cash	\$ 7	\$ 39
Due from related parties	28,078	26,656
Other accounts receivables	1,001	1,227
Prepaid expenses, net	<u>20</u>	<u>19</u>
Total current assets	29,106	27,941
Non-current assets:		
Jack ups and equipment, net	167,715	177,436
Deferred income tax	<u>7,393</u>	<u>4,915</u>
Total non-current assets	<u>175,108</u>	<u>182,351</u>
Total assets	<u>\$ 204,214</u>	<u>\$ 210,292</u>

Liabilities and Stockholders' equity

Current liabilities:		
Due to related parties	\$ 1	\$ 1
Trade accounts payable	20	-
Other accounts payables and accrued liabilities	<u>1,987</u>	<u>2,213</u>
Total current liabilities	2,008	2,214
Non-current liabilities:		
Due to related parties	<u>143,590</u>	<u>141,486</u>
Total non-current liabilities	<u>143,590</u>	<u>141,486</u>
Total	145,598	143,700
Stockholders' equity:		
Capital stock	96,000	96,000
Deficit	<u>(37,384)</u>	<u>(29,408)</u>
Total stockholders' equity	<u>58,616</u>	<u>66,592</u>
Total stockholders' equity and liabilities	<u>\$ 204,214</u>	<u>\$ 210,292</u>

Santa Maria Offshore Limited
Statements of Operations

For the years ended December 31, 2019 and 2020

(In thousands of US dollars)

	December 2020	December 2019
	Unaudited	Audited
Continuing operations:		
Operating leases revenues	\$ 16,774	\$ 24,657
Operating cost	60	303
Depreciation of assets under operating leases	<u>14,710</u>	<u>16,234</u>
Gross profit	2,004	8,120
Other income - Net	(2)	-
Interest expenses, net	12,427	12,496
Exchange loss, net	<u>32</u>	<u>2</u>
Loss before income taxes	(10,453)	(4,378)
Deferred income tax	<u>(2,477)</u>	<u>(2,792)</u>
Net result	<u>\$ (7,976)</u>	<u>\$ (1,586)</u>

Santa Maria Offshore Limited

Statement of Cash Flows

For the years ended December 31, 2019 and 2020

(In thousands of US dollars)

	December 2020	December 2019
	Unaudited	Audited
Cash flows from operating activities		
Net result	\$ (7,976)	\$ (1,586)
Adjustments for:		
Deferred income tax benefit	(2,477)	(2,792)
Depreciation	14,710	16,234
Exchange loss	32	2
Interest expenses	12,427	12,496
	<u>16,716</u>	<u>24,354</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(1,423)	(1,085)
Other accounts receivables	226	1,345
Prepaid expenses	(1)	933
Increase (decrease) in:		
Trade accounts payable	20	(990)
Due to related parties	2,104	(6,583)
Other accounts payable and accrued liabilities	(259)	(563)
Net cash flows by operating activities	<u>17,383</u>	<u>17,411</u>
Cash flows from investing activities:		
Purchase of equipment	(4,988)	(4,887)
Net cash flows by investing activities	<u>(4,988)</u>	<u>(4,887)</u>
Cash flows from financing activities:		
Interest paid	(12,427)	(12,496)
Net cash flows in financing activities	<u>(12,427)</u>	<u>(12,496)</u>
Net change in cash	(32)	28
Cash at the beginning of the year	39	11
Cash at end of the year	<u>\$ 7</u>	<u>\$ 39</u>