Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Financial Position

As of September 30, 2021 and December 31, 2020 (In thousands of US dollars)

Assets	September 2021 Unaudited		December 2020 Audited	
Current assets:				
Cash	\$	10	\$	6
Due from related parties		3,241		-
Other accounts receivable		391		2,098
Prepaid expenses, net		10		41
Total current assets		3,652		2,145
Non-current assets:				
Modular rig and equipment, net		76,505		83,509
Deferred income taxes		4,312		2,862
Total non-current assets		80,817		86,371
Total assets	\$	84,469	\$	88,516
Liabilities and Stockholders' equity				
Current liabilities:				
Due to related parties	\$	1,136	\$	3,028
Trade accounts payable		-		41
Other accounts payable and accrued liabilities		183		1,148
Total liabilities		1,319		4,217
Stockholders' equity:				
Capital stock		88,500		88,500
Deficit		(5,350)		(4,201)
Total stockholders' equity		83,150		84,299
Total stockholders' equity and liabilities	\$	84,469	\$	88,516

Latina Modular Holding Limited and Subsidiary Consolidated Statements of Operations For the nine months ended September 30, 2021 and for the year end December 31, 2020

(In thousands of US dollars)

	September 2021 Unaudited		December 2020 Audited	
Continuing operations:				
Operating leases revenues	\$	4,914	\$	9,318
Operating cost		40		95
Depreciation of assets under operating leases		7,634		10,357
Loss profit		(2,760)		(1,134)
Interest income		(171)		(204)
Exchange gain, net		(0)		(5)
Loss before income taxes		(2,589)		(925)
Deferred income tax		(1,440)	_	457
Consolidated net result	\$	(1,149)	\$	(1,382)

Latina Modular Holding Limited and Subsidiary Consolidated Statement of Cash Flows

For the nine months ended September 30, 2021 and for the year end December 31, 2020

(In thousands of US dollars)

Cash flows from operating activities: Unaudited Audited Consolidated net profit \$ (1,149) \$ (1,382) Adjustments for:		September 2021		December 2020	
Adjustments for: 7,634 10,357 Interest gain (171) (204) Exchange (gain) loss (0) (5) Deferred income tax benefit (1,451) 457 Ago (Interest) 4,863 9,223 Changes in working capital: (Increase) decrease in: (1,451) - Due from related parties (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: 1 41 Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net eash flows by operating activities: 974) (242) Total flows from investing activities: (629) (777) Cash flows from financing activities: (629) (777) Cash flows from financing activities: (629) (777) Cash flows from financing	Cash flows from operating activities:	1	U naudited	Audited	
Depreciation 7,634 10,357 Interest gain (171) (204) Exchange (gain) loss (0) (5) Deferred income tax benefit (1,451) 457 4,863 9,223 Changes in working capital: (Increase) decrease in: Due from related parties (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: 1 4 Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities (974) (242) Net cash flows from investing activities: (629) (777) Cash flows from financing activities: (629) (777) Cash flows from financing activities: 171 204 Net cash flows by financing activities 171 204 <td>Consolidated net profit</td> <td>\$</td> <td>(1,149)</td> <td>\$</td> <td>(1,382)</td>	Consolidated net profit	\$	(1,149)	\$	(1,382)
Interest gain (171) (204) Exchange (gain) loss (0) (5) Deferred income tax benefit (1,451) 457 4,863 9,223 Changes in working capital: (Increase) decrease in: *** Due from related parties (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: *** *** Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: *** *** Purchase of equipment (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: *** 171 204 Net cash flows by financing activities 171	Adjustments for:				
Exchange (gain) loss (0) (5) Deferred income tax benefit (1,451) 457 4,863 9,223 Changes in working capital: (Increase) decrease in: Use from related parties Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities: (629) (777) Cash flows from investing activities: (629) (777) Net cash flows in investing activities: (629) (777) Cash flows from financing activities: 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Depreciation		7,634		10,357
Deferred income tax benefit (1,451) 457 4,863 9,223 Changes in working capital: (Increase) decrease in: Due from related parties (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities (974) (242) Net cash flows from investing activities: (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: (629) (777) Cash flows from financing activities: 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Interest gain		(171)		(204)
Changes in working capital: (Increase) decrease in: (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: (41) 41 Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities:	Exchange (gain) loss		(0)		(5)
Changes in working capital: (Increase) decrease in: (3,241) - Due from related parties (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Deferred income tax benefit		(1,451)		457
(Increase) decrease in: (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4			4,863		9,223
Due from related parties (3,241) - Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Changes in working capital:				
Other accounts receivable 1,707 1,092 Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	(Increase) decrease in:				
Prepaid expenses 30 (1) Increase (decrease) in: Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Due from related parties		(3,241)		-
Increase (decrease) in: (41) 41 Trade accounts payable (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Other accounts receivable		1,707		1,092
Trade accounts payable (41) 41 Due to related parties (1,893) (9,538) Income tax 11 (0) Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Prepaid expenses		30		(1)
Due to related parties(1,893)(9,538)Income tax11(0)Other accounts payable and accrued liabilities(974)(242)Net cash flows by operating activities462575Cash flows from investing activities:Total cash flows in investing activities(629)(777)Purchase of equipment(629)(777)Net cash flows in investing activities(629)(777)Cash flows from financing activities:171204Net cash flows by financing activities171204Net change in cash42Cash at the beginning of the year64	Increase (decrease) in:				
Income tax Other accounts payable and accrued liabilities 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 Net cash flows by financing activities 171 204 Net change in cash Net change in cash Cash at the beginning of the year 6 4 2	Trade accounts payable		(41)		41
Other accounts payable and accrued liabilities (974) (242) Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Due to related parties		(1,893)		(9,538)
Net cash flows by operating activities 462 575 Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 44	Income tax		11		(0)
Cash flows from investing activities: Purchase of equipment (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Other accounts payable and accrued liabilities		(974)		(242)
Purchase of equipment (629) (777) Net cash flows in investing activities (629) (777) Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Net cash flows by operating activities		462		575
Net cash flows in investing activities (629) (777) Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Cash flows from investing activities:				
Cash flows from financing activities: Interest paid 171 204 Net cash flows by financing activities 171 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Purchase of equipment		(629)		(777)
Interest paid171204Net cash flows by financing activities171204Net change in cash42Cash at the beginning of the year64	Net cash flows in investing activities		(629)		(777)
Net cash flows by financing activities171204Net change in cash42Cash at the beginning of the year64	Cash flows from financing activities:				
Net change in cash Cash at the beginning of the year 4 2 4 4 4 4	Interest paid		171		204
Cash at the beginning of the year 6 4	Net cash flows by financing activities		171		204
Cash at the beginning of the year 6 4	Net change in cash		4		2
Cash at end of the year \$		<u>_</u>	6		4
	Cash at end of the year	\$	10	\$	6