

Latina Offshore Holding Limited

Statement of Financial Position

As of September 30, 2021 and December 31, 2020

(In thousands of US dollars)

Assets

	September 2021	December 2020
	Unaudited	Unaudited
Current assets:		
Cash and restricted cash	\$ 8	\$ 6
Due from related parties	15,804	12,424
Other accounts receivable	460	341
Prepaid expenses, net	56	35
Total current assets	<u>16,328</u>	<u>12,806</u>
Non-current assets:		
Investment in subsidiary	173,339	182,994
Deferred income taxes	7,389	6,467
Total non-current assets	<u>180,728</u>	<u>189,461</u>
Total assets	<u>\$ 197,056</u>	<u>\$ 202,267</u>

Liabilities and Stockholders' equity

Current liabilities:		
Current portion of long-term debt	\$ -	\$ 53,258
Trade accounts payable	-	29
Due to related parties	35,627	26,475
Other accounts payable and accrued liabilities	232	340
Interest payable	1,173	1,162
Total current liabilities	<u>37,032</u>	<u>81,264</u>
Non-current liabilities:		
Long-term debt	52,898	-
Total non-current liabilities	<u>52,898</u>	<u>-</u>
Total liabilities	89,930	81,264
Stockholders' equity:		
Capital stock	227,727	227,727
Deficit	(120,601)	(106,724)
Total stockholders' equity	<u>107,126</u>	<u>121,003</u>
Total stockholders' equity and liabilities	<u>\$ 197,056</u>	<u>\$ 202,267</u>

Latina Offshore Holding Limited

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	December 2020
	Unaudited	Unaudited
Continuing operations:		
Operating cost	\$ <u>102</u>	\$ <u>135</u>
Loss profit	(102)	(135)
Interest expenses, net	5,037	6,448
Exchange loss, net	6	18
Participation in subsidiary	<u>9,655</u>	<u>13,825</u>
Loss before income taxes	(14,800)	(20,426)
Deferred income tax benefit	<u>(923)</u>	<u>(2,284)</u>
Net loss	\$ <u><u>(13,877)</u></u>	\$ <u><u>(18,142)</u></u>

Latina Offshore Holding Limited

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)

	September 2021 Unaudited	December 2020 Unaudited
Cash flows from operating activities:		
Net loss	\$ (13,877)	\$ (18,142)
Adjustments for:		
Deferred income tax benefit	(923)	(2,284)
Amortization of bond issuance costs	(144)	(30)
Participation in subsidiary	9,655	13,825
Exchange loss	6	18
Interest expense	5,181	6,502
	<u>(102)</u>	<u>(111)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(3,381)	(9,449)
Other accounts receivable	(119)	(124)
Prepaid expenses	(20)	(8)
Increase (decrease) in:		
Trade accounts payable	(29)	24
Due to related parties	8,192	16,870
Other accounts payable and accrued liabilities	(116)	(270)
Net cash flows by operating activities	<u>4,425</u>	<u>6,932</u>
Cash flows from financing activities:		
Payments of long term-debt	(92)	(1,000)
Bonds issuance costs	(123)	(254)
Interest paid	(4,208)	(5,675)
Net cash flows in financing activities	<u>(4,423)</u>	<u>(6,929)</u>
Net change in cash	2	3
Cash at the beginning of the year	<u>6</u>	<u>3</u>
Cash at end of the year	<u>\$ 8</u>	<u>\$ 6</u>