

## Latina Offshore Limited and Subsidiaries

# Consolidated Statements of Financial Position

As of September 30, 2021 and December 31, 2020

(In thousands of US dollars)

### Assets

	September 2021	December 2020
	Unaudited	Audited
Current assets:		
Cash and restricted cash	\$ 10,302	\$ 10,295
Due from related parties	53,985	51,397
Other accounts receivable	2,849	1,925
Prepaid expenses, net	51	97
Total current assets	<u>67,187</u>	<u>63,714</u>
Non-current assets:		
Jack ups and equipment, net	308,229	324,064
Deferred income taxes	24,151	19,451
Total non-current assets	<u>332,380</u>	<u>343,515</u>
Total assets	<u>\$ 399,567</u>	<u>\$ 407,229</u>

### Liabilities and Stockholders' equity

Current liabilities:		
Due to related parties	\$ 14,669	10,164
Trade accounts payable	1	69
Other accounts payables and accrued liabilities	8,005	7,129
Interest payable	5,772	5,822
Total current liabilities	<u>28,447</u>	<u>23,184</u>
Non-current liabilities:		
Long-term debt	280,933	285,350
Total liabilities	<u>309,380</u>	<u>308,534</u>
Stockholders' equity:		
Capital stock	180,712	180,712
Deficit	(90,525)	(82,017)
Total stockholders' equity	<u>90,187</u>	<u>98,695</u>
Total stockholders' equity and liabilities	<u>\$ 399,567</u>	<u>\$ 407,229</u>

**Latina Offshore Limited and Subsidiaries**  
**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	December 2020
	Unaudited	Audited
Continuing operations:		
Operating leases income	\$ 27,100	\$ 40,898
Operating cost	264	296
Depreciation of assets under operating leases	19,409	29,170
Gross profit	<u>7,427</u>	<u>11,432</u>
Others expenses, net	-	(15)
Interest expenses, net	20,711	27,302
Exchange (gain) loss, net	(76)	(83)
Loss before income taxes	<u>(13,208)</u>	<u>(15,772)</u>
Deferred income tax	<u>(4,701)</u>	<u>(3,329)</u>
Consolidated net loss	<u>\$ (8,507)</u>	<u>\$ (12,443)</u>

## Latina Offshore Limited and Subsidiaries

# 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)

	September 2021	December 2020
	Unaudited	Audited
Cash flows from operating activities:		
Consolidated net loss	\$ (8,507)	\$ (12,443)
Adjustments for:		
Deferred income tax benefit	(4,701)	(3,329)
Depreciation	19,409	29,170
Amortization of bond issuance costs	982	1,113
Exchange loss	(76)	(83)
Interest income	(303)	(1,306)
Interest expenses	20,032	27,495
	<u>26,836</u>	<u>40,617</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	(2,285)	(7,528)
Other accounts receivable	(924)	679
Prepaid expenses	46	326
Increase (decrease) in:		
Trade accounts payable	(68)	69
Due to related parties	4,505	4,558
Other accounts payable and accrued liabilities	952	(253)
Net cash flows by operating activities	<u>29,062</u>	<u>38,468</u>
Cash flows from investing activities:		
Purchase of Jack-ups and equipment	<u>(3,573)</u>	<u>(7,034)</u>
Net cash flows by investing activities	(3,573)	(7,034)
Cash flows from financing activities:		
Payments of long term-debt	(5,322)	(10,669)
Bonds issuance costs	(96)	(786)
Interest income	0	39
Interest paid	(20,064)	(27,216)
Net cash flows in financing activities	<u>(25,482)</u>	<u>(38,632)</u>
Net change in cash and restricted cash	7	(7,198)
Cash and restricted cash at the beginning of the year	10,295	17,493
Cash and restricted cash at end of the year	<u>\$ 10,302</u>	<u>\$ 10,295</u>