

**Latina Offshore Holding Limited**  
**Unaudited consolidated financial information**  
**Third quarter results 2021**  
**(In thousands of US dollars)**

Mexico City, 30 November 2021, Latina Offshore Holding Limited (the “Company”), a subsidiary of Constructora y Perforadora Latina, S.A. de C.V. (“Latina”), reports the unaudited consolidated financial results as of 30 September 2021.

The Company, through its subsidiaries, owns two (2) Jack-ups (La Santa Maria and La Covadonga, jointly referred to as the “Jack-ups”) and one (1) modular rig (Modular 01, referred to as the “Modular”). The Jack-ups and the Modular are indirectly leased (as part of services) to Pemex on long-term exploration, drilling and repairing contracts through Latina. La Santa Maria commenced operations on 15 February 2014, La Covadonga on 28 May 2014, and the Modular on 5 July 2016.

During this quarter, La Covadonga, La Santa Maria and the Modular were drilling wells in the Gulf of Mexico; Pokche, Tekuani and Xanab fields, respectively. La Santa Maria finalized activities on the Ixtal field at the end of the second quarter and she was relocated to an exploration field named Tekuani and started drilling activities in September. On the other side, La Covadonga has had a continuous drilling program on the Pokche field that will furtherly extend and its special survey has been partially provided during its operations.

## **1. Contracts with Pemex**

As a result of the pandemic, Latina agreed with Pemex the following conditions:

- i) Day rates for the Jack-ups of \$95.000 and \$45.000 for the Modular from July 1<sup>st</sup>, 2020 to December 31<sup>st</sup>, 2021. As of January 1<sup>st</sup>, 2022, day rates are expected to be restated to the formula based on the Global Jack-ups Index published by Clarkson Research; and
- ii) An extension to the Pemex contracts, as follows: La Santa Maria extended from April 1<sup>st</sup>, 2023, to March 31<sup>st</sup>, 2024; La Covadonga from March 14<sup>th</sup>, 2023 to March 13<sup>th</sup>, 2024; and the Modular from March 16<sup>th</sup>, 2021 to December 31<sup>st</sup>, 2022.

## 2. Amendments to the Bond Agreement with the Creditor

As a result of the agreements with Pemex mentioned before, the Company agreed with the bondholders of the USD53,298 Bond to extend it till December 31<sup>st</sup>, 2022, in line with Pemex contract extension date. Also, the Company is reviewing with the bondholders of the USD285,915 Bond its extension in line with current and potential contract extensions with Pemex, which currently expires on October 2022.

## 3. Operations Highlights

	Q3 2021	YTD 2021	Q3 2020	FY 2020
Revenue	10,856	32,014	8,106	50,216
EBITDA	10,727	31,608	8,090	49,703
Interest expenses	8,420	25,212	8,538	33,998
Total debt	335,325	335,325	340,991	340,739

	Efficiency					
	Santa Maria		Covadonga		Modular	
	Earnings	Operational	Earnings	Operational	Earnings	Operational
Q3 2021	100%	100%	99.65%	99.47%	100%	99.82%
YTD 2021	100%	99.97%	99.56%	99.15%	100%	99.85%
Q3 2020	100%	100%	100%	99.73%	100%	100%
FY 2020	100%	99.95%	100%	99.82%	99.98%	99.90%

### Revenue

The revenue for Q3 2021 was \$10,856 and it is 33.92% higher than previous year same quarter due higher utilization; La Santa Maria was partially suspended during 3Q 2020. The bareboat charters were as follows:

	Q3 2021 bareboat rate	Q3 2021 revenues	Q3 2020 bareboat rate	Q3 2020 revenues
La Santa María	50	4,600	50	1,850
La Covadonga	50	4,600	50	4,600
Modular	18	1,656	18	1,656

	FY 2021 bareboat rate	FY 2021 revenues	FY 2020 bareboat rate	FY 2020 revenues
La Santa María	50	13,450	76.59	16,774
La Covadonga	50	13,650	65.91	24,124
Modular	18	4,914	25.46	9,318

## EBITDA

The Q3 2021 EBITDA amount is \$10,727 and is 32.59% higher than Q3 2020 and is mainly impacted by utilization of La Santa Maria.

### 4. Invoice and factoring

As of 30 September 2021, and up to today, the movement of Latina's invoiced account receivables are as follows:

	Jack-ups- Account receivables					
	Invoices no factored			Invoices factored		
	Lease	VAT	Total	Lease	VAT	Total
Balance as of 30 June 2021	\$ -	\$ -	\$ -	\$ 31,165	\$ 4,986	\$ 36,152
Invoice in Q3 2021	17,480	2,797	20,277	-	-	-
Collection in Q3 2021	-	-	-	(16,736)	(2,678)	(19,414)
Balance as of 30 September 2021	17,480	2,797	20,277	14,430	2,309	16,738
Invoice in Q4 2021	8,615	1,378	9,994	-	-	-
Collection in Q4 2021	(11,590)	(1,854)	(13,444)	(14,430)	(2,309)	(16,738)
Balance as of today	\$ 14,505	\$ 2,321	\$ 16,826	\$ -	\$ -	\$ -
			-			
	Modular- Account receivables					
	Invoices no factored			Invoices factored		
	Lease	VAT	Total	Lease	VAT	Total
Balance as of 30 June 2021	\$ -	\$ -	\$ -	\$ 8,190	\$ 1,310	\$ 9,500
Invoice in Q3 2021	-	-	-	4,140	662	4,802
Collection in Q3 2021	-	-	-	(6,658)	(1,065)	(7,723)
Balance as of 30 September 2021	-	-	-	5,672	908	6,579
Invoice in Q4 2021	1,350	216	1,566	-	-	-
Collection in Q4 2021	-	-	-	(4,277)	(684)	(4,961)
Balance as of today	\$ 1,350	\$ 216	\$ 1,566	\$ 1,395	\$ 223	\$ 1,618

Accounts Receivables			
Month	Jack ups	Modular	Balance as of today
October 2021	2,945	1,395	4,340
November 2021	5,700	1,350	7,050
<b>Subtotal Accrued Receivables</b>	<b>8,645</b>	<b>2,745</b>	<b>11,390</b>
August 2021	6,832	-	6,832
September 2021	6,578	1,566	8,144
October 2021	3,416	-	3,416
<b>Subtotal Invoiced Receivables</b>	<b>16,826</b>	<b>1,566</b>	<b>18,392</b>
<b>Total Receivables</b>	<b>25,471</b>	<b>4,311</b>	<b>29,782</b>

The account receivables payment term are 90 days after issuing the invoices. The invoices factored are a non-recourse factoring.

## 5. Latina's pro-forma consolidated income statement

The following consolidated income statements are included only for additional information, reflecting the offshore business as a project.

### Revenue

The revenue for Q3 2021 was \$21,591 and it is 31.36% higher than previous year same quarter due higher utilization on La Santa Maria; she was partially suspended in Q3 2020.

### EBITDA

The Q3 2021 EBITDA amount is \$11,412 and is 67.18% higher than Q3 2020 and is impacted by additional revenue due to the higher utilization. Operating expenses increased 6% due to the full utilization of La Santa Maria.

**For the nine months ended September 30, 2021 and 2020**

**(In thousands of US dollars)**

	Q3 2021			Q3 2020		
	Jack-ups	Modular	Total	Jack-ups	Modular	Total
Operating lease income	17,451	4,140	21,591	12,296	4,140	16,436
Operating expenses:						
Operating cost and expenses	5,580	2,200	7,780	5,057	2,255	7,312
Other expenses (incomes), net	(77)	(8)	(85)	(147)	(39)	(186)
Corporate expenses	2,208	276	2,484	2,208	276	2,484
Depreciation	6,279	2,544	8,823	7,342	2,610	9,952
Total operating expenses	13,990	5,012	19,002	14,460	5,102	19,562
Operating results	3,461	(872)	2,589	(2,164)	(962)	(3,126)
EBITDA	<b>9,740</b>	<b>1,672</b>	<b>11,412</b>	<b>5,178</b>	<b>1,648</b>	<b>6,826</b>

  

	FY 2021			FY 2020		
	Jack-ups	Modular	Total	Jack-ups	Modular	Total
Operating lease income	51,371	12,285	63,656	67,618	19,240	86,858
Operating expenses:						
Operating cost and expenses	16,255	6,557	22,812	20,894	8,868	29,762
Other expenses (incomes), net	(27)	(21)	(48)	(426)	(76)	(502)
Corporate expenses	6,552	819	7,371	9,875	1,098	10,973
Depreciation	19,415	7,635	27,050	29,181	10,469	39,650
Total operating expenses	42,195	14,990	57,185	59,524	20,359	79,883
Operating results	9,176	(2,705)	6,471	8,094	(1,119)	6,975
EBITDA	<b>28,591</b>	<b>4,930</b>	<b>33,521</b>	<b>37,275</b>	<b>9,350</b>	<b>46,625</b>