## La Covadonga Limited Statements of Financial Position

As of December 31, 2021 and 2020

(In thousands of US dollars)

Assets	December 2021 Unaudited		December 2020 Audited	
Current assets:				
Cash	\$	252	\$	2
Due from related parties		15,577		24,029
Other accounts receivable		321		819
Prepaid expenses, net		21		20
Total current assets		16,171		24,870
Non-current assets:				
Jack ups and equipment, net		146,474		156,349
Deferred income taxes		12,675		9,604
Total non-current assets		159,149		165,953
Total assets	\$	175,320	\$	190,823
Liabilities and Stockholders' equity				
Liabilities and Stockholders' equity				
Liabilities and Stockholders' equity				
	\$	21	\$	20
Current liabilities:	\$	21 3,004	\$	20 3,530
Current liabilities: Trade accounts payable	\$		\$	
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities	\$	3,004	\$	3,530
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities	\$	3,004	\$	3,530
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities Non-current liabilities:	\$	3,004 3,025	\$	3,530 3,550
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities Non-current liabilities: Due to related parties	\$	3,004 3,025 137,878	\$	3,530 3,550 148,056
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities Non-current liabilities: Due to related parties Total non-current liabilities	\$	3,004 3,025 137,878 137,878	\$	3,530 3,550 148,056 148,056
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities Non-current liabilities: Due to related parties Total non-current liabilities Total	\$	3,004 3,025 137,878 137,878	\$	3,530 3,550 148,056 148,056
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities Non-current liabilities: Due to related parties Total non-current liabilities Total Stockholders' equity:	\$	3,004 3,025 137,878 137,878 137,878 140,903	\$	3,530 3,550 148,056 148,056 151,606
Current liabilities: Trade accounts payable Other accounts payable and accrued liabilities Total current liabilities Non-current liabilities: Due to related parties Total non-current liabilities Total Stockholders' equity: Capital stock	\$	3,004 3,025 137,878 137,878 140,903 78,100	\$	3,530 3,550 148,056 148,056 151,606 78,100

## La Covadonga Limited Statements of Operations

For the years ended December 31, 2021 and 2020 (In thousands of US dollars)

	December 2021		December 2020		
Continuing operations:	Unaudited			Audited	
Operating lease revenues	\$	18,250	\$	24,124	
Operating cost		51		54	
Depreciation of assets under operating leases		11,988		14,460	
Gross profit		6,211		9,610	
Interest expenses, net		14,101		14,235	
Exchange (gain) loss, net		(20)		(2)	
Loss before income taxes		(7,870)		(4,623)	
Deferred income tax		(3,070)		(808)	
Net loss	\$	(4,800)	\$	(3,815)	

## La Covadonga Limited Statements of Cash Flows

For the years ended December 31, 2021 and 2020 (In thousands of US dollars)

Cash flows from operating activitiesUnauditedAuditedNet loss\$ $(4,800)$ \$ $(3,815)$ Adjustments for: $(3,070)$ (808)Deferred income tax benefit $(3,070)$ (808)Depreciation $11,988$ $14,460$ Exchange loss (gain), net $(20)$ $(2)$ Interest expense $14,101$ $142,235$ Interest expense $14,101$ $142,235$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ Increase (decrease) in: $1$ $26$ Trade accounts payable $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities: $16,464$ $16,208$ Cash flows from investing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $250$ $(73)$ Cash at the beginning of the year $2$ $75$ Cash at end of the year $2$ $2$	December 2021		ecember 2021	December 2020			
Net loss\$ $(4,800)$ \$ $(3,815)$ Adjustments for: Deferred income tax benefit $(3,070)$ $(808)$ Depreciation $11,988$ $14,460$ Exchange loss (gain), net $(20)$ $(2)$ Interest expense $14,101$ $14,235$ Interest expense $14,101$ $14,235$ Interest expense $14,101$ $14,235$ Underse in working capital: (Increase) decrease in: Due from related parties $8,452$ $(8,086)$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ Increase (decrease) in: Trade accounts payable $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities: Purchase of equipment Net cash flows by investing activities: $(2,113)$ $(2,046)$ Cash flows from financing activities: Interest paid Net cash flows in financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(250)$ $(73)$ Cash at the beginning of the year $2$ $75$	Cash flows from operating activities	Unaudited			Audited		
Deferred income tax benefit $(3,070)$ $(808)$ Depreciation11,98814,460Exchange loss (gain), net $(20)$ $(2)$ Interest expense $14,101$ $14,235$ Interest expense $14,101$ $14,235$ Is,199 $24,070$ Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties $8,452$ $(8,086)$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ Increase (decrease) in: Trade accounts payable $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities: $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$		\$	(4,800)	\$	(3,815)		
Depreciation11,98814,460Exchange loss (gain), net(20)(2)Interest expense $14,101$ $14,235$ Interest expense $14,101$ $14,235$ (Increase) decrease in: $18,199$ $24,070$ Other accounts receivable $498$ $542$ Prepaid expenses(1)(1)Increase (decrease) in: $1$ $26$ Trade accounts payable $1$ $26$ Due to related parties(10,178)(921)Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities: $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Adjustments for:						
Exchange loss (gain), net(20)(2)Interest expense $14,101$ $14,235$ Interest expense $14,101$ $14,235$ Is,199 $24,070$ Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties $8,452$ ( $8,086$ ) Other accounts receivable $498$ $542$ Prepaid expenses( $1$ )( $1$ )Increase (decrease) in: Trade accounts payable $1$ $26$ Due to related parties( $10,178$ )( $921$ ) Other accounts payable and accrued liabilities( $507$ )Other accounts payable and accrued liabilities( $507$ ) $578$ Net cash flows by operating activities:Purchase of equipment Net cash flows by investing activities:( $2,113$ )( $2,046$ )Cash flows from financing activities:( $14,101$ )( $14,235$ ) ( $14,101$ )( $14,235$ )Net cash flows in financing activities( $14,101$ )( $14,235$ )Net change in cash Cash at the beginning of the year $250$ ( $73$ )	Deferred income tax benefit		(3,070)		(808)		
Interest expense $14,101$ $14,235$ Interest expense $18,199$ $24,070$ Changes in working capital: (Increase) decrease in: Due from related parties $8,452$ $(8,086)$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ Increase (decrease) in: Trade accounts payable $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities: $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities: $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Depreciation		11,988		14,460		
Image: Instant StateImage: Image: Image	Exchange loss (gain), net		(20)		(2)		
Changes in working capital: (Increase) decrease in: Due from related parties $8,452$ $(8,086)$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ Increase (decrease) in: Trade accounts payable $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: Purchase of equipment Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: Interest paid Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash Cash at the beginning of the year $250$ $(73)$	Interest expense		14,101		14,235		
(Increase) decrease in:Due from related parties $8,452$ $(8,086)$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ $(1)$ Increase (decrease) in: $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$			18,199		24,070		
Due from related parties $8,452$ $(8,086)$ Other accounts receivable $498$ $542$ Prepaid expenses $(1)$ $(1)$ Increase (decrease) in: $1$ $26$ Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Changes in working capital:						
Other accounts receivable $498$ $542$ Prepaid expenses(1)(1)Increase (decrease) in:126Trade accounts payable126Due to related parties(10,178)(921)Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities16,46416,208Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(250)$ $(73)$ Cash at the beginning of the year $2$ $75$	(Increase) decrease in:						
Prepaid expenses(1)(1)Increase (decrease) in:126Trade accounts payable126Due to related parties(10,178)(921)Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities16,46416,208Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Due from related parties		8,452		(8,086)		
Increase (decrease) in:126Trade accounts payable126Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Other accounts receivable		498		542		
Trade accounts payable126Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Purchase of equipment $(2,113)$ $(2,046)$ Net cash flows by investing activities: $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Prepaid expenses		(1)		(1)		
Due to related parties $(10,178)$ $(921)$ Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Purchase of equipment $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Interest paid $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Increase (decrease) in:						
Other accounts payable and accrued liabilities $(507)$ $578$ Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: $(2,113)$ $(2,046)$ Purchase of equipment $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Trade accounts payable		1		26		
Net cash flows by operating activities $16,464$ $16,208$ Cash flows from investing activities: Purchase of equipment Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: Interest paid Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash Cash at the beginning of the year $250$ $(73)$	Due to related parties		(10,178)		(921)		
Cash flows from investing activities: Purchase of equipment Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: Interest paid Net cash flows in financing activities $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash Cash at the beginning of the year $250$ $2$	Other accounts payable and accrued liabilities		(507)		578		
Purchase of equipment $(2,113)$ $(2,046)$ Net cash flows by investing activities $(2,113)$ $(2,046)$ Cash flows from financing activities: $(14,101)$ $(14,235)$ Interest paid $(14,101)$ $(14,235)$ Net cash flows in financing activities $(14,101)$ $(14,235)$ Net change in cash $250$ $(73)$ Cash at the beginning of the year $2$ $75$	Net cash flows by operating activities		16,464		16,208		
Net cash flows by investing activities(2,113)(2,046)Cash flows from financing activities: Interest paid Net cash flows in financing activities(14,101)(14,235)Net change in cash Cash at the beginning of the year250(73) 2	Cash flows from investing activities:						
Cash flows from financing activities:(14,101)(14,235)Interest paid(14,101)(14,235)Net cash flows in financing activities(14,101)(14,235)Net change in cash250(73)Cash at the beginning of the year275	Purchase of equipment		(2,113)		(2,046)		
Interest paid(14,101)(14,235)Net cash flows in financing activities(14,101)(14,235)Net change in cash250(73)Cash at the beginning of the year275	Net cash flows by investing activities		(2,113)		(2,046)		
Interest paid(14,101)(14,235)Net cash flows in financing activities(14,101)(14,235)Net change in cash250(73)Cash at the beginning of the year275	Cash flows from financing activities:						
Net cash flows in financing activities(14,101)(14,235)Net change in cash250(73)Cash at the beginning of the year275	-		(14,101)		(14,235)		
Cash at the beginning of the year 2 75	*		<u> </u>	_	· · · · · · · · · · · · · · · · · · ·		
Cash at the beginning of the year275	Net change in cash		250		(73)		
			2				
	Cash at end of the year	\$	252	\$	2		