Latina Modular Holding Limited and Subsidiary Consolidated Statement 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	\$	10	\$	6
Due from related parties		5,006		-
Other accounts receivable		433		2,098
Prepaid expenses, net		43		41
Total current assets		5,492		2,145
Non-current assets:				
Modular rig and equipment, net		73,993		83,509
Deferred income taxes		5,348		2,862
Total non-current assets		79,341		86,371
Total assets	\$	84,833	\$	88,516
Liabilities and Stockholders' equity				
Current liabilities:				
Due to related parties	\$	1,212	\$	3,028
Trade accounts payable		43		41
Other accounts payable and accrued liabilities		429		1,148
Total liabilities		1,684		4,217
Stockholders' equity:				
Capital stock		88,500		88,500
Deficit		(5,351)		(4,201)
Total stockholders' equity		83,149		84,299
Total stockholders' equity and liabilities	\$	84,833	\$	88,516

Latina Modular Holding Limited and Subsidiary **Consolidated Statements of Operations** For the years ended December 31, 2021 and 2020

(In thousands of US dollars)

	December 2021 Unaudited		December 2020 Audited	
Continuing operations:				
Operating leases revenues	\$	6,426	\$	9,318
Operating cost		57		95
Depreciation of assets under operating leases		10,155		10,357
Loss profit		(3,786)		(1,134)
Other income - Net		70		-
Interest income		(220)		(204)
Exchange gain, net		0		(5)
Loss before income taxes		(3,636)		(925)
Deferred income tax		(2,487)		457
Consolidated net result	\$	(1,149)	\$	(1,382)

Latina Modular Holding Limited and Subsidiary Consolidated Statement of Cash Flows

For the years ended December 31, 2021 and 2020

(In thousands of US dollars)

Cash flows from operating activities:UnauditedAuditedConsolidated net profit\$ (1,149)\$ (1,382)Adjustments for:10,15510,357Depreciation10,15510,357Interest gain(220)(204)Exchange (gain) loss0(5)Deferred income tax benefit $(2,487)$ 457 Ghanges in working capital: $(1,2487)$ 457 (Increase) decrease in: $(2,487)$ 457 Due from related parties $(5,006)$ $-$ Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: $ (0)$ Trade accounts payable 2 411 Due to related parties $(1,816)$ $(9,538)$ Income tax $ (0)$ Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities: 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (220) 204 Net cash flows by financing activities: 220 204 Net cash flows by financing activities: 220 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 210 5 Cash at the beginning of the year 6 4 2 Cash at end of the year 5 6 4	December 20		ember 2021	December 2020		
Adjustments for:10,15510,357Depreciation10,15510,357Interest gain(220)(204)Exchange (gain) loss0(5)Deferred income tax benefit $(2,487)$ 457 (Increase) decrease in: $(2,487)$ 457 Due from related parties $(5,006)$ -Other accounts receivable $1,665$ $1,092$ Prepaid expenses(2)(1)Increase (decrease) in: $(1,816)$ (9,538)Income tax-(0)Other accounts payable2441Due to related parties $(1,816)$ (9,538)Income tax-(0)Other accounts payable and accrued liabilities (720) (242)Net cash flows by operating activities 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (20) 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 4 2 Cash at the beginning of the year 6 4	Cash flows from operating activities:	τ	Unaudited		Audited	
Depreciation10,15510,357Interest gain(220)(204)Exchange (gain) loss0(5)Deferred income tax benefit $(2,487)$ 457 Ghanges in working capital: $(2,487)$ 457 (Increase) decrease in: 0 $-$ Due from related parties $(5,006)$ $-$ Other accounts receivable $1,665$ $1,092$ Prepaid expenses(2)(1)Increase (decrease) in: $-$ (0)Trade accounts payable241Due to related parties $(1,816)$ $(9,538)$ Income tax $-$ (0)Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities: 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (220) 204 Net cash flows by financing activities: 220 204 Net cash flows by financing activities 4 2 Cash at the beginning of the year 6 4	Consolidated net profit	\$	(1,149)	\$	(1,382)	
Interest gain (220) (204) Exchange (gain) loss0(5)Deferred income tax benefit $(2,487)$ 457 $(6,299)$ $9,223$ Changes in working capital: (Increase) decrease in: Due from related parties $(5,006)$ $-$ Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: Trade accounts payable2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax $ (0)$ Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities: 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (220) 204 Net cash flows by financing activities: 220 204 Net cash flows by financing activities: 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Adjustments for:					
Exchange (gain) loss0(5)Deferred income tax benefit $(2,487)$ 457 $(2,487)$ $6,299$ $9,223$ Changes in working capital: (Increase) decrease in: Due from related parties $(5,006)$ $-$ Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: Trade accounts payable 2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax $ (0)$ Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities 422 575 Cash flows from investing activities: Purchase of equipment Net cash flows in investing activities: (638) (777) Cash flows from financing activities: Interest paid Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 4 2 Cash at the beginning of the year 4 2	Depreciation		10,155		10,357	
Deferred income tax benefit $(2,487)$ 457 Ghanges in working capital: (Increase) decrease in: Due from related parties9,223Other accounts receivable1,6651,092Prepaid expenses(2)(1)Increase (decrease) in: Trade accounts payable241Due to related parties(1,816)(9,538)Income tax-(0)Other accounts payable and accrued liabilities(720)(242)Net cash flows by operating activities:422575Cash flows from investing activities:(638)(777)Net cash flows in investing activities:(638)(777)Cash flows from financing activities:20204Net cash flows by financing activities220204Net cash flows by financing activities42Cash at the beginning of the year42	Interest gain		(220)		(204)	
Changes in working capital: (Increase) decrease in: Due from related parties $(5,006)$ $-$ $(5,006)$ Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: Trade accounts payable 2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax $ (0)$ Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities: 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Cash flows from financing activities: 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Exchange (gain) loss		0		(5)	
Changes in working capital: (Increase) decrease in: Due from related parties $(5,006)$ - Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: Trade accounts payable 2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax $ (0)$ Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities: 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Cash flows from financing activities: 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Deferred income tax benefit		(2,487)		457	
(Increase) decrease in:Due from related parties $(5,006)$ -Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: 2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax- (0) Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Cash flows from financing activities: (220) 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4			6,299		9,223	
Due from related parties $(5,006)$ -Other accounts receivable $1,665$ $1,092$ Prepaid expenses (2) (1) Increase (decrease) in: (2) (1) Trade accounts payable 2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax- (0) Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Cash flows from financing activities: (220) 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Changes in working capital:					
Other accounts receivable $1,665$ $1,092$ Prepaid expenses(2)(1)Increase (decrease) in: (2) (1)Trade accounts payable 2 41 Due to related parties $(1,816)$ $(9,538)$ Income tax $ (0)$ Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Cash flows from financing activities: (220) 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	(Increase) decrease in:					
Prepaid expenses(2)(1)Increase (decrease) in:7Trade accounts payable2Due to related parties(1,816)Income tax-(0)Other accounts payable and accrued liabilities(720)Net cash flows by operating activitiesPurchase of equipment(638)Increase flows from financing activities:Interest paid220Net cash flows by financing activitiesNet cash flows by financing activitiesMet change in cash4Cash at the beginning of the year4	Due from related parties		(5,006)		-	
Increase (decrease) in:Trade accounts payable241Due to related parties $(1,816)$ $(9,538)$ Income tax- (0) Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities422575Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Net cash flows from financing activities: (220) 204 Net cash flows by financing activities: 220 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Other accounts receivable		1,665		1,092	
Trade accounts payable241Due to related parties $(1,816)$ $(9,538)$ Income tax- (0) Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities (638) (777) Cash flows from financing activities: (220) 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Prepaid expenses		(2)		(1)	
Due to related parties $(1,816)$ $(9,538)$ Income tax- (0) Other accounts payable and accrued liabilities (720) (242) Net cash flows by operating activities 422 575 Cash flows from investing activities: (638) (777) Net cash flows in investing activities: (638) (777) Cash flows from financing activities: (638) (777) Cash flows from financing activities: (220) 204 Net cash flows by financing activities 220 204 Net cash flows by financing activities 220 204 Net change in cash 4 2 Cash at the beginning of the year 6 4	Increase (decrease) in:					
Income tax-(0)Other accounts payable and accrued liabilities(720)(242)Net cash flows by operating activities422575Cash flows from investing activities:(638)(777)Purchase of equipment(638)(777)Net cash flows in investing activities(638)(777)Cash flows from financing activities:1220Interest paid220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Trade accounts payable		2		41	
Other accounts payable and accrued liabilities(720)(242)Net cash flows by operating activities422575Cash flows from investing activities:(638)(777)Purchase of equipment(638)(777)Net cash flows in investing activities(638)(777)Cash flows from financing activities:1220Interest paid220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Due to related parties		(1,816)		(9,538)	
Net cash flows by operating activities422575Cash flows from investing activities:(638)(777)Purchase of equipment(638)(777)Net cash flows in investing activities(638)(777)Cash flows from financing activities:(638)220Interest paid220204Net cash flows by financing activities220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Income tax		-		(0)	
Cash flows from investing activities:Purchase of equipment(638)Net cash flows in investing activities(638)Cash flows from financing activities:Interest paid220Net cash flows by financing activitiesNet cash flows by financing activities1Net change in cashCash at the beginning of the year	Other accounts payable and accrued liabilities		(720)		(242)	
Purchase of equipment(638)(777)Net cash flows in investing activities(638)(777)Cash flows from financing activities:(638)(777)Interest paid220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Net cash flows by operating activities		422		575	
Net cash flows in investing activities(638)(777)Cash flows from financing activities:1000 (1000)1000 (1000)Interest paid220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Cash flows from investing activities:					
Cash flows from financing activities:Interest paid220Net cash flows by financing activities220204Net change in cash4Cash at the beginning of the year6	Purchase of equipment		(638)		(777)	
Interest paid220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Net cash flows in investing activities		(638)		(777)	
Interest paid220204Net cash flows by financing activities220204Net change in cash42Cash at the beginning of the year64	Cash flows from financing activities:					
Net change in cash42Cash at the beginning of the year64	-		220		204	
Cash at the beginning of the year 6 4	Net cash flows by financing activities		220	_	204	
Cash at the beginning of the year 6 4	Net change in cash		4		2	
	•		6			
		\$	10	\$	6	