

Latina Offshore Holding Limited

Statement of Financial Position

As of December 31, 2021 and 2020

(In thousands of US dollars)

Assets

	December 2021	December 2020
	Unaudited	Unaudited
Current assets:		
Cash and restricted cash	\$ 1,340	\$ 6
Due from related parties	14,841	12,424
Other accounts receivable	558	341
Prepaid expenses, net	45	35
Total current assets	<u>16,784</u>	<u>12,806</u>
Non-current assets:		
Investment in subsidiary	172,434	182,994
Deferred income taxes	3,126	6,467
Total non-current assets	<u>175,560</u>	<u>189,461</u>
Total assets	<u>\$ 192,344</u>	<u>\$ 202,267</u>

Liabilities and Stockholders' equity

Current liabilities:		
Current portion of long-term debt	\$ 52,898	\$ 53,258
Trade accounts payable	30	29
Due to related parties	38,105	26,475
Other accounts payable and accrued liabilities	273	340
Interest payable	1,156	1,162
Total current liabilities	<u>92,462</u>	<u>81,264</u>
Total liabilities	92,462	81,264
Stockholders' equity:		
Capital stock	227,727	227,727
Deficit	(127,845)	(106,724)
Total stockholders' equity	<u>99,882</u>	<u>121,003</u>
Total stockholders' equity and liabilities	<u>\$ 192,344</u>	<u>\$ 202,267</u>

Latina Offshore Holding Limited

Statements of Operations

For the years ended December 31, 2021 and 2020

(In thousands of US dollars)

	December 2021	December 2020
	Unaudited	Unaudited
Continuing operations:		
Operating cost	\$ <u>82</u>	\$ <u>135</u>
Loss profit	(82)	(135)
Interest expenses, net	7,131	6,448
Exchange loss, net	8	18
Participation in subsidiary	<u>10,560</u>	<u>13,825</u>
Loss before income taxes	(17,781)	(20,426)
Deferred income tax benefit	<u>3,340</u>	<u>(2,284)</u>
Net loss	\$ <u><u>(21,121)</u></u>	\$ <u><u>(18,142)</u></u>

Latina Offshore Holding Limited

Statement of Cash Flows

For the years ended December 31, 2021 and 2020

(In thousands of US dollars)

	December 2021	December 2020
	Unaudited	Unaudited
Cash flows from operating activities:		
Net loss	\$ (21,121)	\$ (18,142)
Adjustments for:		
Deferred income tax benefit	3,340	(2,284)
Amortization of bond issuance costs	190	(30)
Participation in subsidiary	10,560	13,825
Exchange loss	8	18
Interest expense	6,942	6,502
	<u>(81)</u>	<u>(111)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(2,417)	(9,449)
Other accounts receivable	(217)	(124)
Prepaid expenses	(9)	(8)
Increase (decrease) in:		
Trade accounts payable	1	24
Due to related parties	10,291	16,870
Other accounts payable and accrued liabilities	(78)	(270)
Net cash flows by operating activities	<u>7,490</u>	<u>6,932</u>
Cash flows from financing activities:		
Payments of long term-debt	(363)	(1,000)
Bonds issuance costs	(184)	(254)
Interest paid	(5,609)	(5,675)
Net cash flows in financing activities	<u>(6,156)</u>	<u>(6,929)</u>
Net change in cash	1,334	3
Cash at the beginning of the year	<u>6</u>	<u>3</u>
Cash at end of the year	<u>\$ 1,340</u>	<u>\$ 6</u>