

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

Mexico City, 28 February 2022, 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 31 December 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 drilling wells (exploration, production 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 (exploration), Akal (exploration), and Xanab (production) fields, respectively.

- La Santa Maria finalized activities on the Tekuani field and she was relocated to an exploration field named Akal at the end of the quarter.
- La Covadonga has had a continuous drilling program on the Pokche field that will be furtherly extended and its special survey has been partially provided during its operations.
- The Modular finalized its program on the Xanab field and no further drilling activities will be carried on this field. The Modular was temporary suspended starting December 24<sup>rd</sup>. Latina is actively pursuing before Pemex a new assignment for the Modular and at the time of writing no concrete additional workload has been assigned and we do not know when its activities may start again

## **1. Contracts with Pemex**

Day rates for the Jack-ups of \$95.000 and \$45.000 for the Modular applied from July 1st, 2020, to December 31st, 2021. Day rates were agreed to be restated to the formula based on the Global Jack-ups Index published by Clarkson Research as of January 1st, 2022, however Pemex requested Latina to maintain these rates for another year; from January 1st, 2022, to December 31st, 2022. Latina is discussing with Pemex regarding this request.

Pemex contracts maturity dates are as follows: La Santa Maria maturity dates is March 31st, 2024; La Covadonga maturity dates is March 13th, 2024; and the Modular maturity dates is December 31st, 2022.

## 2. Bond Agreement with the Creditor

As a result of the Modular temporary suspension, the Company requested a waiver for the payment of interests due on January 15<sup>th</sup>, 2022. The maturity date of the USD53,298 Bond is December 31<sup>st</sup>, 2022, in line with the current Pemex contract expiration date, and it is expected that this will be amended based on the outcome of the Pemex discussions and the certainty on the allocation of work.

Also, the USD285,915 Bond maturity date is October 2022, and the Company will be reviewing with the bondholders a potential extension in line with current Pemex contract maturity date and discussions with Pemex related to day rates and expected workload.

## 3. Operations Highlights

	Q4 2021	YTD 2021	Q4 2020	FY 2020
Revenue	10,712	42,726	6,256	50,216
EBITDA	10,575	42,183	6,044	49,703
Interest expenses	8,245	33,457	8,512	33,998
Total debt	334,874	334,874	340,739	340,739

	Efficiency					
	Santa Maria		Covadonga		Modular	
	Earnings	Operational	Earnings	Operational	Earnings	Operational
Q4 2021	100%	100%	100%	99.91%	100%	100%
YTD 2021	100%	99.98%	99.67%	99.34%	100%	99.89%
Q4 2020	0%	0%	100%	99.81%	100%	100%
FY 2020	100%	99.95%	100%	99.82%	99.98%	99.90%

### Revenue

The revenue for Q4 2021 was \$10,712 and it is 71.22% higher than previous year same quarter because La Santa Maria was suspended during 4Q 2020. The bareboat charters were as follows:

	Q4 2021 bareboat rate	Q4 2021 revenues	Q4 2020 bareboat rate	Q4 2020 revenues
La Santa María	50	4,600	-	-
La Covadonga	50	4,600	50	4,600
Modular	18	1,512	18	1,656

	<b>FY 2021 bareboat rate</b>	<b>FY 2021 revenues</b>	<b>FY 2020 bareboat rate</b>	<b>FY 2020 revenues</b>
La Santa María	50	18,050	76.59	16,774
La Covadonga	50	18,250	65.91	24,124
Modular	18	6,426	25.46	9,318

## EBITDA

The Q4 2021 EBITDA amount is \$10,575 and is 74.96% higher than Q4 2020 and is mainly impacted by utilization of La Santa Maria.

## 4. Invoice and factoring

As of 31 December 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 September 2021	\$ 17,480	\$ 2,797	\$ 20,277	\$ 14,430	\$ 2,309	\$ 16,738
Invoice in Q4 2021	17,260	2,762	20,022	-	-	-
Collection in Q4 2021	(17,480)	(2,797)	(20,277)	(14,430)	(2,309)	(16,738)
Balance as of 31 December 2021	17,260	2,762	20,022	-	-	-
Invoice in Q1 2022	5,890	942	6,832	-	-	-
Collection in Q1 2022	(8,615)	(1,378)	(9,994)	-	-	-
Balance as of today	\$ 14,535	\$ 2,326	\$ 16,861	\$ -	\$ -	\$ -
			-			
	Modular- Account receivables					
	Invoices no factored			Invoices factored		
	Lease	VAT	Total	Lease	VAT	Total
Balance as of 30 September 2021	\$ -	\$ -	\$ -	\$ 5,672	\$ 908	\$ 6,579
Invoice in Q4 2021	-	-	-	4,095	655	4,750
Collection in Q4 2021	-	-	-	(5,672)	(908)	(6,579)
Balance as of 31 December 2021	-	-	-	4,095	655	4,750
Invoice in Q1 2022	-	-	-	1,035	166	1,201
Collection in Q1 2022	-	-	-	(2,666)	(427)	(3,093)
Balance as of today	\$ -	\$ -	\$ -	\$ 2,464	\$ 394	\$ 2,858

Accounts Receivables			
Month	Jack ups	Modular	Balance as of today
January 2022	5,890	991	6,881
February 2022	5,320	890	6,210
<b>Subtotal Accrued Receivables</b>	<b>11,210</b>	<b>1,881</b>	<b>13,091</b>
October 2021	3,416	-	3,416
November 2021	6,612	-	6,612
December 2021	6,832	-	6,832
<b>Subtotal Invoiced Receivables</b>	<b>16,861</b>	<b>-</b>	<b>16,861</b>
<b>Total Receivables</b>	<b>28,071</b>	<b>1,881</b>	<b>29,951</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 Q4 2021 was \$21,260 and it is 65.06% higher than previous year same quarter due higher utilization on La Santa Maria since she was suspended in Q4 2020.

#### **EBITDA**

The Q4 2021 EBITDA amount is \$11,243 and is 216.61% higher than Q4 2020 and is impacted by additional revenue due to the higher utilization. Operating expenses increased 10% due to the full utilization of La Santa Maria.

**For the year ended December 31, 2021 and 2020**

**(In thousands of US dollars)**

	<b>Q4 2021</b>			<b>Q4 2020</b>		
	Jack-ups	Modular	Total	Jack-ups	Modular	Total
Operating lease income	17,480	3,780	21,260	8,740	4,140	12,880
Operating expenses:						
Operating cost and expenses	5,585	2,073	7,658	4,740	2,208	6,948
Other expenses (incomes), net	(84)	(41)	(125)	(102)	-	(102)
Corporate expenses	2,208	276	2,484	2,207	276	2,483
Depreciation	6,319	2,522	8,841	9,686	2,700	12,386
Total operating expenses	14,028	4,830	18,858	16,531	5,184	21,715
Operating results	3,452	(1,050)	2,402	(7,791)	(1,044)	(8,835)
EBITDA	<b>9,771</b>	<b>1,472</b>	<b>11,243</b>	<b>1,895</b>	<b>1,656</b>	<b>3,551</b>

	<b>FY 2021</b>			<b>FY 2020</b>		
	Jack-ups	Modular	Total	Jack-ups	Modular	Total
Operating lease income	68,851	16,065	84,916	67,618	19,240	86,858
Operating expenses:						
Operating cost and expenses	21,840	8,630	30,470	20,894	8,868	29,762
Other expenses (incomes), net	(111)	(62)	(173)	(426)	(76)	(502)
Corporate expenses	8,760	1,095	9,855	9,875	1,098	10,973
Depreciation	25,734	10,157	35,891	29,181	10,469	39,650
Total operating expenses	56,223	19,820	76,043	59,524	20,359	79,883
Operating results	12,628	(3,755)	8,873	8,094	(1,119)	6,975
EBITDA	<b>38,362</b>	<b>6,402</b>	<b>44,764</b>	<b>37,275</b>	<b>9,350</b>	<b>46,625</b>