

Latina Offshore Holding Limited

Statement of Financial Position

As of September 30, 2022 and December 31, 2021

(In thousands of US dollars)

| Assets | September 2022 | December 2021 |
|---|-----------------------|----------------------|
| | Unaudited | Unaudited |
| Current assets: | | |
| Cash and restricted cash | \$ 6 | \$ 1,340 |
| Due from related parties | 6,527 | 14,841 |
| Other accounts receivable | 1,594 | 558 |
| Prepaid expenses, net | 23 | 45 |
| Total current assets | <u>8,150</u> | <u>16,784</u> |
| Non-current assets: | | |
| Investment in subsidiary | 167,774 | 172,434 |
| Deferred income taxes | 3,464 | 3,126 |
| Total non-current assets | <u>171,238</u> | <u>175,560</u> |
| Total assets | <u>\$ 179,388</u> | <u>\$ 192,344</u> |
| Liabilities and Stockholders' equity | | |
| Current liabilities: | | |
| Current portion of long-term debt | \$ 55,700 | \$ 52,898 |
| Trade accounts payable | - | 30 |
| Due to related parties | 36,234 | 38,105 |
| Other accounts payable and accrued liabilities | 257 | 273 |
| Interest payable | 2,715 | 1,156 |
| Total current liabilities | <u>94,906</u> | <u>92,462</u> |
| Stockholders' equity: | | |
| Capital stock | 227,727 | 227,727 |
| Deficit | (143,245) | (127,845) |
| Total stockholders' equity | <u>84,482</u> | <u>99,882</u> |
| Total stockholders' equity and liabilities | <u>\$ 179,388</u> | <u>\$ 192,344</u> |

Latina Offshore Holding Limited

Statements of Operations

For the nine months ended September 30, 2022 and for the year end December 31, 2021

(In thousands of US dollars)

| | September 2022 | December 2021 |
|-----------------------------|----------------|---------------|
| | Unaudited | Unaudited |
| Continuing operations: | | |
| Operating cost | \$ 136 | \$ 82 |
| Loss profit | (136) | (82) |
| Others expenses, net | 5,093 | - |
| Interest expenses, net | 5,837 | 7,131 |
| Exchange loss, net | 12 | 8 |
| Participation in subsidiary | 4,660 | 10,560 |
| Loss before income taxes | (15,738) | (17,781) |
| Deferred income tax benefit | (338) | 3,340 |
| Net loss | \$ (15,400) | \$ (21,121) |

Latina Offshore Holding Limited

Statement of Cash Flows

For the nine months ended September 30, 2022 and for the year end December 31, 2021

(In thousands of US dollars)

| | September 2022 | December 2021 |
|--|----------------|-----------------|
| | Unaudited | Unaudited |
| Cash flows from operating activities: | | |
| Net loss | \$ (15,400) | \$ (21,121) |
| Adjustments for: | | |
| Deferred income tax benefit | (338) | 3,340 |
| Amortization of bond issuance costs | 186 | 190 |
| Participation in subsidiary | 4,660 | 10,560 |
| Exchange loss | 12 | 8 |
| Interest expense | 5,651 | 6,942 |
| | <u>(5,229)</u> | <u>(81)</u> |
| Changes in working capital: | | |
| (Increase) decrease in: | | |
| Due from related parties | 8,314 | (2,417) |
| Other accounts receivable | (1,036) | (217) |
| Prepaid expenses | 21 | (9) |
| Increase (decrease) in: | | |
| Trade accounts payable | (30) | 1 |
| Due to related parties | (3,140) | 10,291 |
| Other accounts payable and accrued liabilities | (165) | (78) |
| Net cash flows by operating activities | <u>(1,265)</u> | <u>7,490</u> |
| Cash flows from financing activities: | | |
| Payments of long term-debt | 2,684 | (363) |
| Bonds issuance costs | (68) | (184) |
| Interest paid | (2,684) | (5,609) |
| Net cash flows in financing activities | <u>(68)</u> | <u>(6,156)</u> |
| Net change in cash | (1,333) | 1,334 |
| Cash at the beginning of the year | 1,340 | 6 |
| Cash at end of the year | <u>\$ 6</u> | <u>\$ 1,340</u> |