

## Latina Offshore Holding Limited and Subsidiaries

# Consolidated Statements of Financial Position

As of September 30, 2022 and December 31, 2021

(In thousands of US dollars)

<b>Assets</b>	September 2022	December 2021
	Unaudited	Audited
Current assets:		
Cash and restricted cash	\$ 10,388	\$ 15,820
Due from related parties	13,200	15,305
Other accounts receivable	5,945	1,960
Prepaid expenses, net	64	214
Total current assets	<u>29,597</u>	<u>33,299</u>
Non-current assets:		
Jack ups and equipment, net	361,663	379,694
Deferred income taxes	46,232	35,637
Total non-current assets	<u>407,895</u>	<u>415,331</u>
Total assets	<u>\$ 437,492</u>	<u>\$ 448,630</u>
 <b>Liabilities and Stockholders' equity</b>		
Current liabilities:		
Current portion of long-term debt	\$ 341,285	\$ 340,726
Trade accounts payable	-	144
Other accounts payable and accrued liabilities	11,725	7,878
Total current liabilities	<u>353,010</u>	<u>348,748</u>
Stockholders' equity:		
Capital stock	227,727	227,727
Deficit	<u>(143,245)</u>	<u>(127,845)</u>
Total stockholders' equity	<u>84,482</u>	<u>99,882</u>
Total stockholders' equity and liabilities	<u>\$ 437,492</u>	<u>\$ 448,630</u>

# Latina Offshore Holding Limited and Subsidiaries

## Consolidated 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 Unaudited	December 2021 Audited
Continuing operations:		
Operating lease revenues	\$ 27,300	\$ 42,726
Operating cost	400	543
Depreciation of assets under operating leases	<u>27,122</u>	<u>35,880</u>
(Loss) Gross profit	(222)	6,303
Interest expenses, net	25,609	34,299
Exchange loss (gain), net	<u>152</u>	<u>(17)</u>
Loss before income taxes	(25,983)	(27,979)
Deferred income tax	<u>(10,583)</u>	<u>(6,858)</u>
Consolidated net loss	<u>\$ (15,400)</u>	<u>\$ (21,121)</u>

# Latina Offshore Holding Limited and Subsidiaries

## Consolidated Statements 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 Unaudited	December 2021 Audited
<b>Cash flows from operating activities</b>		
Consolidated net loss	\$ (15,400)	\$ (21,121)
Adjustments for:		
Deferred income tax benefit	(10,595)	(6,858)
Depreciation	27,122	35,880
Amortization of bond issuance costs	1,156	1,421
Interest income	(741)	(579)
Exchange loss	152	(17)
Interest expenses	25,194	33,457
	<u>26,888</u>	<u>42,183</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	1,576	8,280
Other accounts receivable	(3,985)	2,404
Prepaid expenses	150	(41)
Increase (decrease) in:		
Trade accounts payable	(144)	5
Due to related parties	-	(40)
Other accounts payable and accrued liabilities	5,253	(872)
Net cash flows by operating activities	<u>29,738</u>	<u>51,919</u>
<b>Cash flows from investing activities:</b>		
Purchase of machinery and equipment	<u>(9,091)</u>	<u>(8,001)</u>
Net cash flows by investing activities	(9,091)	(8,001)
<b>Cash flows from financing activities:</b>		
Payments of long term-debt	(1,784)	(5,865)
Bonds issuance costs	(264)	(288)
Interest paid	<u>(22,334)</u>	<u>(32,253)</u>
Net cash flows in financing activities	<u>(24,382)</u>	<u>(38,406)</u>
Net change in cash and restricted cash	(3,735)	5,512
Cash and restricted cash at the beginning of the year	<u>15,820</u>	<u>10,308</u>
Cash and restricted cash at end of the year	<u>\$ 12,085</u>	<u>\$ 15,820</u>