

Latina Offshore 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	\$ 10,355	\$ 14,206
Due from related parties	281,420	285,133
Other accounts receivable	72	67
Prepaid expenses, net	20	83
Total current assets	<u>291,867</u>	<u>299,489</u>
Non-current assets:		
Investment in subsidiary	82,903	88,980
Deferred income taxes	3,467	3,144
Total non-current assets	<u>86,370</u>	<u>92,124</u>
Total assets	<u>\$ 378,237</u>	<u>\$ 391,613</u>

Liabilities and Stockholders' equity

Current liabilities:		
Current portion of long-term debt	\$ 277,285	280,978
Due to related parties	5,255	13,628
Trade accounts payable	-	30
Other accounts payables and accrued liabilities	2,285	1,999
Interest payable	5,585	5,694
Total current liabilities	<u>290,410</u>	<u>302,329</u>
Stockholders' equity:		
Capital stock	180,712	180,712
Deficit	(92,885)	(91,428)
Total stockholders' equity	<u>87,827</u>	<u>89,284</u>
Total stockholders' equity and liabilities	<u>\$ 378,237</u>	<u>\$ 391,613</u>

Latina Offshore 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:		
Results of subsidiaries	\$ (6,077)	\$ (8,854)
Operating cost	148	237
Loss profit	<u>(6,225)</u>	<u>(9,091)</u>
Others (gain) expenses, net	(5,150)	-
Interest expenses, net	635	1,018
Exchange loss (gain), net	70	(7)
Loss before income taxes	<u>(1,780)</u>	<u>(10,102)</u>
Deferred income tax benefit	<u>(323)</u>	<u>(691)</u>
Net loss	<u>\$ (1,457)</u>	<u>\$ (9,411)</u>

Latina Offshore 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	\$ (1,457)	\$ (9,411)
Adjustments for:		
Deferred income tax benefit	(323)	(691)
Amortization of bond issuance costs	970	1,232
Results of subsidiaries	6,077	8,854
Exchange loss	70	(7)
Interest income	(19,878)	(26,730)
Interest expenses	19,543	26,515
	<u>5,002</u>	<u>(238)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	23,523	33,247
Other accounts receivable	(5)	36
Prepaid expenses	63	(26)
Increase (decrease) in:		
Trade accounts payable	(30)	1
Due to related parties	(8,374)	2,752
Other accounts payable and accrued liabilities	216	397
Net cash flows by operating activities	<u>20,395</u>	<u>36,169</u>
Cash flows from financing activities:		
Payments of long term-debt	(4,468)	(5,502)
Bonds issuance costs	(196)	(103)
Interest income	68	0
Interest paid	(19,650)	(26,644)
Net cash flows in financing activities	<u>(24,246)</u>	<u>(32,249)</u>
Net change in cash and restricted cash	(3,851)	3,920
Cash and restricted cash at the beginning of the year	14,206	10,286
Cash and restricted cash at end of the year	<u>\$ 10,355</u>	<u>\$ 14,206</u>