

## Latina Offshore Limited and Subsidiaries

# Consolidated Statements of Financial Position

As of September 30, 2022 and December 31, 2021

(In thousands of US dollars)

### Assets

	September 2022	December 2021
	Unaudited	Audited
Current assets:		
Cash and restricted cash	\$ 10,372	\$ 14,470
Due from related parties	44,898	48,404
Other accounts receivable	3,853	972
Prepaid expenses, net	30	125
Total current assets	<u>59,153</u>	<u>63,971</u>
Non-current assets:		
Jack ups and equipment, net	294,592	305,702
Deferred income taxes	33,224	27,162
Total non-current assets	<u>327,816</u>	<u>332,864</u>
Total assets	<u>\$ 386,969</u>	<u>\$ 396,835</u>

### Liabilities and Stockholders' equity

Current liabilities:		
Current portion of long-term debt	\$ 277,285	280,978
Due to related parties	5,251	13,628
Trade accounts payable	-	72
Other accounts payables and accrued liabilities	11,021	7,179
Interest payable	5,585	5,694
Total current liabilities	<u>299,142</u>	<u>301,857</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>\$ 386,969</u>	<u>\$ 391,141</u>

## Latina Offshore 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	December 2021
	Unaudited	Audited
Continuing operations:		
Operating leases income	\$ 27,300	\$ 36,300
Operating cost	221	336
Depreciation of assets under operating leases	19,570	25,725
Gross profit	<u>7,509</u>	<u>10,239</u>
Others (gain) expenses, net	(5,150)	-
Interest expenses, net	20,051	27,388
Exchange loss (gain), net	127	(27)
Loss before income taxes	<u>(7,519)</u>	<u>(17,122)</u>
Deferred income tax	<u>(6,062)</u>	<u>(7,711)</u>
Consolidated net loss	<u>\$ (1,457)</u>	<u>\$ (9,411)</u>

## Latina Offshore Limited and Subsidiaries

# Consolidated 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	Audited
Cash flows from operating activities:		
Consolidated net loss	\$ (1,457)	\$ (9,411)
Adjustments for:		
Deferred income tax benefit	(6,062)	(7,711)
Depreciation	19,570	25,725
Amortization of bond issuance costs	970	1,232
Exchange loss	127	(27)
Interest income	(462)	(359)
Interest expenses	19,543	26,515
	<u>32,229</u>	<u>35,964</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	3,900	3,508
Other accounts receivable	(2,881)	953
Prepaid expenses	95	(28)
Increase (decrease) in:		
Trade accounts payable	(72)	3
Due to related parties	(8,378)	3,464
Other accounts payable and accrued liabilities	3,715	(78)
Net cash flows by operating activities	<u>28,608</u>	<u>43,786</u>
Cash flows from investing activities:		
Purchase of Jack-ups and equipment	(8,460)	(7,363)
Net cash flows by investing activities	<u>(8,460)</u>	<u>(7,363)</u>
Cash flows from financing activities:		
Payments of long term-debt	(4,468)	(5,502)
Bonds issuance costs	(196)	(102)
Interest income	68	-
Interest paid	(19,650)	(26,644)
Net cash flows in financing activities	<u>(24,246)</u>	<u>(32,248)</u>
Net change in cash and restricted cash	(4,098)	4,175
Cash and restricted cash at the beginning of the year	<u>14,470</u>	<u>10,295</u>
Cash and restricted cash at end of the year	<u>\$ 10,372</u>	<u>\$ 14,470</u>