

## La Covadonga Limited

# Statements of Financial Position

As of December 31, 2021 and 2022

(In thousands of US dollars)

### Assets

	December 2022	December 2021
	Unaudited	Audited
Current assets:		
Cash	\$ 4	\$ 252
Due from related parties	14,123	15,577
Other accounts receivable	1,172	321
Prepaid expenses, net	23	21
Total current assets	<u>15,322</u>	<u>16,171</u>
Non-current assets:		
Jack ups and equipment, net	140,364	146,474
Deferred income taxes	17,497	12,675
Total non-current assets	<u>157,861</u>	<u>159,149</u>
Total assets	<u>\$ 173,183</u>	<u>\$ 175,320</u>

### Liabilities and Stockholders' equity

Current liabilities:		
Trade accounts payable	\$ 23	\$ 21
Other accounts payable and accrued liabilities	3,797	3,004
Total current liabilities	<u>3,820</u>	<u>3,025</u>
Non-current liabilities:		
Due to related parties	137,728	137,878
Total non-current liabilities	<u>137,728</u>	<u>137,878</u>
Total	141,548	140,903
Stockholders' equity:		
Capital stock	78,100	78,100
Deficit	(46,465)	(43,683)
Total stockholders' equity	<u>31,635</u>	<u>34,417</u>
Total stockholders' equity and liabilities	<u>\$ 173,183</u>	<u>\$ 175,320</u>

## La Covadonga Limited

# Statements of Operations

For the years ended December 31, 2021 and 2022

(In thousands of US dollars)

	December 2022	December 2021
	Unaudited	Audited
Continuing operations:		
Operating lease revenues	\$ 18,250	\$ 18,250
Operating cost	48	51
Depreciation of assets under operating leases	12,228	11,988
Gross profit	<u>5,974</u>	<u>6,211</u>
Interest expenses, net	13,574	14,101
Exchange loss (gain), net	5	(19)
Loss before income taxes	<u>(7,605)</u>	<u>(7,871)</u>
Deferred income tax	<u>(4,823)</u>	<u>(3,071)</u>
Net loss	<u>\$ (2,782)</u>	<u>\$ (4,800)</u>

## La Covadonga Limited

# Statements of Cash Flows

For the years ended December 31, 2021 and 2022

(In thousands of US dollars)

	December 2022	December 2021
	Unaudited	Audited
Cash flows from operating activities		
Net loss	\$ (2,782)	\$ (4,800)
Adjustments for:		
Deferred income tax benefit	(4,823)	(3,071)
Depreciation	12,228	11,988
Exchange loss (gain), net	5	(19)
Interest expense	13,574	14,101
	<u>18,202</u>	<u>18,199</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	1,454	8,452
Other accounts receivable	(851)	498
Prepaid expenses	(2)	(1)
Increase (decrease) in:		
Trade accounts payable	2	1
Due to related parties	(150)	(10,178)
Other accounts payable and accrued liabilities	790	(507)
Net cash flows by operating activities	<u>19,445</u>	<u>16,464</u>
Cash flows from investing activities:		
Purchase of equipment	<u>(6,119)</u>	<u>(2,113)</u>
Net cash flows by investing activities	(6,119)	(2,113)
Cash flows from financing activities:		
Interest paid	<u>(13,574)</u>	<u>(14,101)</u>
Net cash flows in financing activities	<u>(13,574)</u>	<u>(14,101)</u>
Net change in cash	(248)	250
Cash at the beginning of the year	<u>252</u>	<u>2</u>
Cash at end of the year	<u>\$ 4</u>	<u>\$ 252</u>