## Latina Offshore Holding Limited

## **Statement of Financial Position**

As of December 31, 2021 and 2022 (In thousands of US dollars)

Assets	December 2022 Unaudited			December 2021 Unaudited	
Current assets:					
Cash and restricted cash	\$	6	\$	1,340	
Due from related parties		14,825		14,841	
Other accounts receivable		1,033		558	
Prepaid expenses, net		35		45	
Total current assets		15,899		16,784	
Non-current assets:					
Investment in subsidiary		154,293		172,434	
Deferred income taxes		4		3,126	
Total non-current assets		154,297		175,560	
Total assets	\$	170,196	\$	192,344	
Liabilities and Stockholders' equity					
Current liabilities:					
Current portion of long-term debt	\$	55,745	\$	53,027	
Trade accounts payable		31		30	
Due to related parties		38,610		38,105	
Other accounts payable and accrued liabilities		386		273	
Interest payable		3,947		1,027	
Total current liabilities		98,719		92,462	
Stockholders' equity:					
Capital stock		227,727		227,727	
Deficit		(156,250)		(127,845)	
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Total stockholders' equity		71,477		99,882	

## Latina Offshore Holding Limited **Statements of Operations** For the years ended December 31, 2021 and 2022

(In thousands of US dollars)

	December 2022		December 2021		
	Unaudited			Unaudited	
Continuing operations:					
Operating cost	\$	155	\$	82	
Loss profit		(155)		(82)	
Others expenses, net		(816)		-	
Interest expenses, net		7,786		7,131	
Exchange loss, net		16		8	
Participation in subsidiary		18,141		10,560	
Loss before income taxes		(25,282)		(17,781)	
Deferred income tax benefit		3,123	_	3,340	
Net loss	\$	(28,405)	\$	(21,121)	

## Latina Offshore Holding Limited Statement of Cash Flows

For the years ended December 31, 2021 and 2022

(In thousands of US dollars)

UnauditedUnauditedCash flows from operating activities:\$ (28,405)\$ (21,121)Adjustments for:3,1233,340Deferred income tax benefit3,1233,340Amortization of bord issuance costs231190Participation in subsidiary18,14110,560Exchange loss168Interest expense $7,556$ $6,942$ Changes in working capital:(Increase) decrease in: $662$ (81)Due from related parties15 $(2,417)$ Other accounts receivable(475)(217)Prepaid expenses10(9)Increase (decrease) in:11Trade accounts payable11Due to related parties(1,192)10,291Other accounts payable and accrued liabilities(11)(78)Net cash flows from financing activities:(231)(184)Interest paid(2,954)(5,609)Net cash flows in financing activities(466)(6,156)Net change in cash(1,334)1,334Cash at the beginning of the year1,3406	(in thousands of 0.5 donars)					
Cash flows from operating activities: Net loss\$ $(28,405)$ \$ $(21,121)$ Adjustments for: Deferred income tax benefit3,1233,340Amortization of bond issuance costs231190Participation in subsidiary18,14110,560Exchange loss168Interest expense7,5566,942(Increase) decrease in: Due from related parties15 $(2,417)$ Other accounts receivable(475) $(217)$ Prepaid expenses10(9)Increase (decrease) in: Trade accounts payable11Trade accounts payable and accrued liabilities111 $(78)$ Net cash flows from financing activities: Payments of long term-debt2,719 $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid Net cash flows in financing activities $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash Cash at the beginning of the year $(1,334)$ $1,334$		December 2022			December 2021	
Net loss\$ $(28,405)$ \$ $(21,121)$ Adjustments for:Deferred income tax benefit $3,123$ $3,340$ Amortization of bond issuance costs $231$ $190$ Participation in subsidiary $18,141$ $10,560$ Exchange loss $16$ $8$ Interest expense $7,556$ $6,942$ (Increase) decrease in: $662$ (81)Due from related partics $15$ $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses $10$ $(9)$ Increase (decrease) in: $1$ $1$ Trade accounts payable $1$ $1$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows from financing activities: $(2,954)$ $(5,609)$ Payments of long term-debt $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$		Unaudited			Unaudited	
Adjustments for: Deferred income tax benefit $3,123$ $3,340$ Amortization of bond issuance costs $231$ $190$ Participation in subsidiary $18,141$ $10,560$ Exchange loss $16$ $8$ Interest expense $7,556$ $6,942$ 662 $(81)$ Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties $15$ $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses $10$ $(9)$ Increase (decrease) in: Trade accounts payable $1$ $1$ Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities: $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$						
Deferred income tax benefit $3,123$ $3,340$ Amortization of bond issuance costs $231$ $190$ Participation in subsidiary $18,141$ $10,560$ Exchange loss $16$ $8$ Interest expense $7,556$ $6,942$ 662(81)Changes in working capital:(Increase) decrease in:Due from related parties $15$ $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses $10$ $(9)$ Increase (decrease) in: $1$ $1$ Trade accounts payable $1$ $1$ Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities: $2,719$ $(363)$ Bonds issuance costs $(2,31)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $-6$		\$	(28,405)	\$	(21,121)	
Amortization of bond issuance costs231190Participation in subsidiary18,14110,560Exchange loss168Interest expense $7,556$ $6,942$ 662(81)Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties15 $(2,417)$ Other accounts receivable(475) $(217)$ Prepaid expenses10(9)Increase (decrease) in: Trade accounts payable and accrued liabilities11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ (78) (78) (868) $7,490$ Cash flows from financing activities: Payments of long term-debt $2,719$ $(363)$ (231) $(184)$ (184) (1nterest paid $(2,954)$ $(5,609)$ (5,609) Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ (Cash at the beginning of the year $1,340$ $6$						
Participation in subsidiary $18,141$ $10,560$ Exchange loss168Interest expense $7,556$ $6,942$ 662(81)Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties15 $(2,417)$ Other accounts receivable(475) $(217)$ Prepaid expenses10(9)Increase (decrease) in: Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ (868)Net cash flows by operating activities: $(2,91)$ $(363)$ (231)Bonds issuance costs $(2,2954)$ $(5,609)$ ( $5,609)$ Net cash flows in financing activities $(466)$ Net cash flows in financing activities $(1,334)$ $1,334$ ( $2,354$ ) $1,334$ ( $5,609$ )Net change in cash $(1,334)$ $1,334$ ( $3,34$ ) $1,334$ ( $3,34$ )			3,123		3,340	
Exchange loss168Interest expense $7,556$ $6,942$ 662(81)Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties15 $(2,417)$ Other accounts receivable(475) $(217)$ Prepaid expenses10(9)Increase (decrease) in: Trade accounts payable11Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities: $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net cash flows in financing activities $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Amortization of bond issuance costs		231		190	
Interest expense $7,556$ $6,942$ Interest expense $662$ (81)Changes in working capital: (Increase) decrease in: Due from related parties $15$ $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses $10$ $(9)$ Increase (decrease) in: Trade accounts payable $1$ $1$ Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities: Payments of long term-debt $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Participation in subsidiary		18,141		10,560	
662(81)Changes in working capital: (Increase) decrease in: Due from related parties15(2,417)Other accounts receivable(475)(217)Prepaid expenses10(9)Increase (decrease) in: Trade accounts payable11Due to related parties(1,192)10,291Other accounts payable and accrued liabilities111(78)Net cash flows by operating activities: Payments of long term-debt2,719(363)Bonds issuance costs(231)(184)Interest paid(2,954)(5,609)Net cash flows in financing activities(466)(6,156)Net change in cash(1,334)1,334Cash at the beginning of the year1,3406	Exchange loss		16		8	
Changes in working capital: (Increase) decrease in: Due from related partiesDue from related parties15 $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses10 $(9)$ Increase (decrease) in: Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities $(868)$ $7,490$ Cash flows from financing activities: Payments of long term-debt $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Interest expense		7,556		6,942	
(Increase) decrease in:Due from related parties15 $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses10 $(9)$ Increase (decrease) in:11Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities $(868)$ $7,490$ Cash flows from financing activities: $(2,719)$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$			662		(81)	
Due from related parties15 $(2,417)$ Other accounts receivable $(475)$ $(217)$ Prepaid expenses10 $(9)$ Increase (decrease) in:11Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities $(868)$ $7,490$ Cash flows from financing activities: $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Changes in working capital:					
Other accounts receivable $(475)$ $(217)$ Prepaid expenses10 $(9)$ Increase (decrease) in:11Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities: $(868)$ $7,490$ Cash flows from financing activities: $(2,719)$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	(Increase) decrease in:					
Prepaid expenses10(eff)Prepaid expenses10(9)Increase (decrease) in:11Trade accounts payable11Due to related parties $(1,192)$ 10,291Other accounts payable and accrued liabilities111(78)Net cash flows by operating activities $(868)$ 7,490Cash flows from financing activities: $(2,719)$ (363)Bonds issuance costs $(231)$ (184)Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Due from related parties		15		(2,417)	
Increase (decrease) in:11Trade accounts payable11Due to related parties(1,192)10,291Other accounts payable and accrued liabilities111(78)Net cash flows by operating activities(868)7,490Cash flows from financing activities:2,719(363)Bonds issuance costs(231)(184)Interest paid(2,954)(5,609)Net cash flows in financing activities(1,334)1,334Cash at the beginning of the year1,3406	Other accounts receivable		(475)		(217)	
Trade accounts payable11Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities $(868)$ $7,490$ Cash flows from financing activities: $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Prepaid expenses		10		(9)	
Due to related parties $(1,192)$ $10,291$ Other accounts payable and accrued liabilities $111$ $(78)$ Net cash flows by operating activities $(868)$ $7,490$ Cash flows from financing activities: $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Increase (decrease) in:					
Other accounts payable and accrued liabilities111(78)Net cash flows by operating activities(868)7,490Cash flows from financing activities:2,719(363)Payments of long term-debt2,719(363)Bonds issuance costs(231)(184)Interest paid(2,954)(5,609)Net cash flows in financing activities(466)(6,156)Net change in cash(1,334)1,334Cash at the beginning of the year1,3406	Trade accounts payable		1		1	
Net cash flows by operating activities(868)7,490Cash flows from financing activities: Payments of long term-debt2,719(363)Bonds issuance costs(231)(184)Interest paid(2,954)(5,609)Net cash flows in financing activities(466)(6,156)Net change in cash(1,334)1,334Cash at the beginning of the year1,3406	Due to related parties		(1,192)		10,291	
Cash flows from financing activities:Payments of long term-debt2,719Bonds issuance costs(231)Interest paid(2,954)Net cash flows in financing activities(466)Net change in cash(1,334)Cash at the beginning of the year1,340	Other accounts payable and accrued liabilities		111		(78)	
Payments of long term-debt $2,719$ $(363)$ Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Net cash flows by operating activities		(868)	_	7,490	
Bonds issuance costs $(231)$ $(184)$ Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Cash flows from financing activities:					
Interest paid $(2,954)$ $(5,609)$ Net cash flows in financing activities $(466)$ $(6,156)$ Net change in cash $(1,334)$ $1,334$ Cash at the beginning of the year $1,340$ $6$	Payments of long term-debt		2,719		(363)	
Net cash flows in financing activities(466)(6,156)Net change in cash(1,334)1,334Cash at the beginning of the year1,3406	Bonds issuance costs		(231)		(184)	
Net change in cash(1,334)1,334Cash at the beginning of the year1,3406	Interest paid		(2,954)		(5,609)	
Cash at the beginning of the year 1,340 6	Net cash flows in financing activities		(466)	_	(6,156)	
	Net change in cash		(1,334)		1,334	
Cash at end of the year $\frac{6}{5}$	Cash at the beginning of the year		1,340		6	
······································	Cash at end of the year	\$	6	\$	1,340	