

## La Covadonga Limited

# Statements of Financial Position

As of September 30, 2023 and December 31, 2022

(In thousands of US dollars)

### Assets

	September 2023	December 2022
	Unaudited	Audited
Current assets:		
Cash	\$ 4	\$ 4
Due from related parties	17,183	14,123
Other accounts receivable	505	1,172
Prepaid expenses, net	11	23
Total current assets	<u>17,703</u>	<u>15,322</u>
Non-current assets:		
Jack-up and equipment, net	132,657	140,364
Deferred income taxes	21,351	17,497
Total non-current assets	<u>154,008</u>	<u>157,861</u>
Total assets	<u>\$ 171,711</u>	<u>\$ 173,183</u>

### Liabilities and Partners' equity

Current liabilities:		
Trade accounts payable	\$ -	\$ 23
Other accounts payable and accrued liabilities	3,679	3,797
Total current liabilities	<u>3,679</u>	<u>3,820</u>
Non-current liabilities:		
Due to related parties	133,537	137,728
Total non-current liabilities	<u>133,537</u>	<u>137,728</u>
Total liabilities	137,216	141,548
Partners' equity:		
Capital stock	78,100	78,100
Accumulated deficit	(43,605)	(46,465)
Total partners' equity	<u>34,495</u>	<u>31,635</u>
Total partners' equity and liabilities	<u>\$ 171,711</u>	<u>\$ 173,183</u>

## La Covadonga Limited

# Statements of Operations

For the nine months ended September, 2023 and for the year end December 31, 2022

(In thousands of US dollars)

	September 2023	December 2022
	Unaudited	Audited
Continuing operations:		
Revenue from operating lease	\$ 20,024	\$ 18,250
Operating cost	42	47
Depreciation of assets under operating leases	9,597	12,228
Gross profit	<u>10,385</u>	<u>5,975</u>
Interest expense	10,228	13,574
Exchange (profit) loss, net	(44)	5
Profit (loss) before income taxes	<u>201</u>	<u>(7,604)</u>
Income tax benefit	<u>(2,659)</u>	<u>(4,822)</u>
Net profit (loss)	<u>\$ 2,860</u>	<u>\$ (2,782)</u>

## La Covadonga Limited

# Statements of Cash Flows

For the nine months ended September, 2023 and for the year end December 31, 2022

(In thousands of US dollars)

	September 2023	December 2022
	Unaudited	Audited
Cash flows from operating activities		
Net profit (loss)	\$ 2,860	\$ (2,782)
Adjustments for:		
Income tax benefit	(2,659)	(4,822)
Depreciation	9,597	12,228
Exchange loss	(44)	5
Interest expense	10,228	13,574
	<u>19,982</u>	<u>18,203</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	(3,059)	1,454
Other accounts receivable	667	(851)
Prepaid expenses	12	(2)
Increase (decrease) in:		
Trade accounts payable	(23)	2
Due to related parties	(4,192)	(150)
Other accounts payable and accrued liabilities	(1,269)	788
Net cash flows by operating activities	<u>12,118</u>	<u>19,444</u>
Cash flows from investing activities:		
Purchase of equipment	(1,890)	(6,118)
Net cash flows by investing activities	<u>(1,890)</u>	<u>(6,118)</u>
Cash flows from financing activities:		
Interest paid	(10,228)	(13,574)
Net cash flows in financing activities	<u>(10,228)</u>	<u>(13,574)</u>
Net (decrease) increase in cash	(0)	(248)
Cash at the beginning of the year	<u>4</u>	<u>252</u>
Cash at end of the year	<u>\$ 4</u>	<u>\$ 4</u>