

## Latina Offshore Limited and Subsidiaries

# Consolidated 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 and restricted cash	\$ 80	\$ 10,460
Due from related parties	55,620	49,457
Other accounts receivable	2,694	3,815
Prepaid expenses, net	269	77
Total current assets	<u>58,663</u>	<u>63,809</u>
Non-current assets:		
Jack ups and equipment, net	271,311	287,795
Deferred income taxes	46,860	37,950
Total non-current assets	<u>318,171</u>	<u>325,745</u>
Total assets	<u>\$ 376,834</u>	<u>\$ 389,554</u>
<b>Liabilities and Partners' equity</b>		
Current liabilities:		
Current portion of long-term debt	\$ -	277,379
Due to related parties	25,387	13,511
Trade accounts payable	16	77
Other accounts payables and accrued liabilities	11,088	11,059
Interest payable	4,156	5,590
Total current liabilities	<u>40,647</u>	<u>307,616</u>
Non-current liabilities:		
Long-term debt	<u>205,832</u>	<u>-</u>
Total liabilities	<u>246,479</u>	<u>307,616</u>
Partners' equity:		
Capital stock	180,712	180,712
Accumulated deficit	<u>(50,357)</u>	<u>(98,774)</u>
Total partners' equity	<u>130,355</u>	<u>81,938</u>
Total partners' equity and liabilities	<u>\$ 376,834</u>	<u>\$ 389,554</u>

## Latina Offshore Limited and Subsidiaries

# Consolidated 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	\$ 40,048	\$ 36,500
Operating costs	359	332
Depreciation of assets under operating leases	20,306	26,367
Gross profit	<u>19,383</u>	<u>9,801</u>
Others expenses, net	23	500
Interest expense, net	15,645	26,592
Exchange (profit) loss, net	(20)	530
Profit (loss) before income taxes	<u>3,735</u>	<u>(17,821)</u>
Income tax benefit	<u>(5,029)</u>	<u>(10,475)</u>
Consolidated profit (loss) for the year	<u>\$ 8,764</u>	<u>\$ (7,346)</u>

## Latina Offshore Limited and Subsidiaries

# Consolidated Statement 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 Unaudited	December 2022 Audited
Cash flows from operating activities:		
Consolidated profit (loss) for the year	\$ 8,764	\$ (7,346)
Adjustments for:		
Income taxes benefit	(5,029)	(10,475)
Depreciation	20,306	26,367
Amortization of bond issuance costs	472	1,245
Exchange loss	(20)	530
Interest income	(157)	(670)
Interest expense	15,331	26,017
	<u>39,667</u>	<u>35,668</u>
<b>Changes in working capital:</b>		
(Increase) decrease in:		
Due from related parties	(6,188)	(545)
Other accounts receivable	1,120	(2,843)
Prepaid expenses	(192)	48
Increase (decrease) in:		
Trade accounts payable	(61)	5
Due to related parties	11,876	(118)
Other accounts payable and accrued liabilities	(3,829)	3,350
Net cash flows by operating activities	<u>42,393</u>	<u>35,252</u>
Cash flows from investing activities:		
Purchase of Jack-ups and equipment	(3,822)	(8,460)
Interest income	181	163
Net cash flows by investing activities	<u>(3,641)</u>	<u>(8,297)</u>
Cash flows from financing activities:		
Long-term debt payments	(62,135)	(4,468)
Proceeds from debt	35,187	-
Bond issuance cost	(5,420)	(376)
Interest paid	(16,764)	(26,121)
Net cash flows in financing activities	<u>(49,132)</u>	<u>(30,965)</u>
Net (decrease) increase in cash and restricted cash	(10,380)	(4,010)
Cash and restricted cash at the beginning of the year	10,460	14,470
Cash and restricted cash at end of the year	<u>\$ 80</u>	<u>\$ 10,460</u>