

Latina Modular 01 Limited

Statement of Financial Position

As of December 31, 2023 and 2022

(In thousands of US dollars)

Assets

	December 2023	December 2022
	Unaudited	Audited
Current assets:		
Cash	\$ 4	\$ 5
Due from related parties	4,066	4,626
Other accounts receivable	211	304
Prepaid expenses, net	27	23
Total current assets	<u>4,308</u>	<u>4,958</u>
Non-current assets:		
Modular rig and equipment, net	34,656	57,046
Deferred income taxes	23,956	11,928
Total non-current assets	<u>58,612</u>	<u>68,974</u>
Total assets	<u>\$ 62,920</u>	<u>\$ 73,932</u>

Liabilities and Partners' equity

Current liabilities:		
Due to related parties	\$ 6	\$ 874
Trade accounts payable	26	23
Other accounts payable and accrued liabilities	375	422
Total liabilities	<u>407</u>	<u>1,319</u>
Partners' equity:		
Capital stock	88,768	88,768
Accumulated deficit	(26,255)	(16,155)
Total partners' equity	<u>62,513</u>	<u>72,613</u>
Total partners' equity and liabilities	<u>\$ 62,920</u>	<u>\$ 73,932</u>

Latina Modular 01 Limited

Statements of Operations

For the years ended December 31, 2023 and 2022
(In thousands of US dollars)

	December 2023 Unaudited	December 2022 Audited
Continuing operations:		
Revenue from operating lease	\$ 94	\$ -
Operating cost	36	29
Depreciation of assets under operating leases	6,690	10,088
Impairment loss	15,700	7,488
Gross loss	<u>(22,332)</u>	<u>(17,605)</u>
Interest income, net	\$ (205)	\$ (290)
Exchange loss, net	2	13
Loss before income taxes	<u>(22,129)</u>	<u>(17,328)</u>
Deferred income tax benefit	<u>(12,029)</u>	<u>(6,582)</u>
Net loss	<u>\$ (10,100)</u>	<u>\$ (10,746)</u>

Latina Modular 01 Limited

Statements of Cash Flows

For the years ended December 31, 2023 and 2022
(In thousands of US dollars)

	December 2023	December 2022
	Unaudited	Audited
Cash flows from operating activities:		
Net loss	\$ (10,100)	\$ (10,746)
Adjustments for:		
Depreciation	6,690	10,088
Impairment loss	15,700	7,488
Interest income	(205)	(290)
Exchange loss	2	13
Deferred income tax benefit	(12,029)	(6,582)
	<u>58</u>	<u>(29)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	560	380
Other accounts receivable	93	(46)
Prepaid expenses	(4)	(2)
Increase (decrease) in:		
Trade accounts payable	3	2
Due to related parties	(868)	42
Other accounts payables and accrued liabilities	(48)	(9)
Net cash flows by operating activities	<u>(206)</u>	<u>338</u>
Cash flows from investing activities:		
Interest income	205	290
Purchase of equipment	(0)	(630)
Net cash flows in investing activities	<u>205</u>	<u>(340)</u>
Net change in cash	(1)	(2)
Cash at the beginning of the year	5	7
Cash at end of the year	<u>\$ 4</u>	<u>\$ 5</u>