

## Latina Offshore Limited and Subsidiaries

# Consolidated Statements 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 and restricted cash    | \$ 48             | \$ 10,460         |
| Due from related parties    | 53,208            | 49,457            |
| Other accounts receivable   | 5,520             | 3,815             |
| Prepaid expenses, net       | 250               | 77                |
| Total current assets        | <u>59,026</u>     | <u>63,809</u>     |
| Non-current assets:         |                   |                   |
| Jack ups and equipment, net | 275,283           | 287,795           |
| Deferred income taxes       | 48,628            | 37,950            |
| Total non-current assets    | <u>323,911</u>    | <u>325,745</u>    |
| Total assets                | <u>\$ 382,937</u> | <u>\$ 389,554</u> |

### Liabilities and Partners' equity

|   |                   |                   |
|---|-------------------|-------------------|
| Current liabilities:                            |                   |                   |
| Current portion of long-term debt               | \$ -              | 277,379           |
| Due to related parties                          | 27,642            | 13,511            |
| Trade accounts payable                          | 89                | 77                |
| Other accounts payables and accrued liabilities | 13,583            | 11,059            |
| Interest payable                                | 4,062             | 5,590             |
| Total current liabilities                       | <u>45,376</u>     | <u>307,616</u>    |
| Non-current liabilities:                        |                   |                   |
| Long-term debt                                  | <u>200,656</u>    | <u>-</u>          |
| Total liabilities                               | 246,032           | 307,616           |
| Partners' equity:                               |                   |                   |
| Capital stock                                   | 180,712           | 180,712           |
| Accumulated deficit                             | <u>(43,807)</u>   | <u>(98,774)</u>   |
| Total partners' equity                          | <u>136,905</u>    | <u>81,938</u>     |
| Total partners' equity and liabilities          | <u>\$ 382,937</u> | <u>\$ 389,554</u> |

## Latina Offshore Limited and Subsidiaries

# Consolidated Statements of Operations

For the years ended December 31, 2023 and 2022

(In thousands of US dollars)

|   | December 2023    | December 2022     |
|---|------------------|-------------------|
|   | Unaudited        | Audited           |
| Continuing operations:                        |                  |                   |
| Revenue from operating lease                  | \$ 54,032        | \$ 36,500         |
| Operating costs                               | 642              | 332               |
| Depreciation of assets under operating leases | 27,265           | 26,367            |
| Gross profit                                  | <u>26,125</u>    | <u>9,801</u>      |
| Others expenses, net                          | 896              | 500               |
| Interest expense, net                         | 19,982           | 26,592            |
| Exchange (profit) loss, net                   | (110)            | 530               |
| Profit (loss) before income taxes             | <u>5,357</u>     | <u>(17,821)</u>   |
| Income tax benefit                            | <u>(9,278)</u>   | <u>(10,475)</u>   |
| Consolidated profit (loss) for the year       | <u>\$ 14,635</u> | <u>\$ (7,346)</u> |

## Latina Offshore Limited and Subsidiaries

# Consolidated Statement of Cash Flows

For the years ended December 31, 2023 and 2022

(In thousands of US dollars)

|   | December 2023<br>Unaudited | December 2022<br>Audited |
|---|----------------------------|--------------------------|
| Cash flows from operating activities:                 |                            |                          |
| Consolidated profit (loss) for the year               | \$ 14,635                  | \$ (7,346)               |
| Adjustments for:                                      |                            |                          |
| Income taxes benefit                                  | (9,278)                    | (10,475)                 |
| Depreciation  | 27,265                     | 26,367                   |
| Amortization of bond issuance costs                   | 747                        | 1,245                    |
| Exchange loss   | (110)                      | 530                      |
| Interest income                                       | 6                          | (670)                    |
| Interest expense                                      | 19,230                     | 26,017                   |
|   | <u>52,495</u>              | <u>35,668</u>            |
| <b>Changes in working capital:</b>                    |                            |                          |
| (Increase) decrease in:                               |                            |                          |
| Due from related parties                              | (3,940)                    | (545)                    |
| Other accounts receivable                             | (1,705)                    | (2,843)                  |
| Prepaid expenses                                      | (173)                      | 48                       |
| Increase (decrease) in:                               |                            |                          |
| Trade accounts payable                                | 12                         | 5                        |
| Due to related parties                                | 14,131                     | (118)                    |
| Other accounts payable and accrued liabilities        | 1,233                      | 3,350                    |
| Net cash flows by operating activities                | <u>62,053</u>              | <u>35,252</u>            |
| Cash flows from investing activities:                 |                            |                          |
| Purchase of Jack-ups and equipment                    | (14,753)                   | (8,460)                  |
| Interest income                                       | 182                        | 163                      |
| Net cash flows by investing activities                | <u>(14,571)</u>            | <u>(8,297)</u>           |
| Cash flows from financing activities:                 |                            |                          |
| Long-term debt payments                               | (67,185)                   | (4,468)                  |
| Proceeds from debt                                    | 35,000                     | -                        |
| Bond issuance cost                                    | (5,546)                    | (376)                    |
| Interest paid   | (20,163)                   | (26,121)                 |
| Net cash flows in financing activities                | <u>(57,894)</u>            | <u>(30,965)</u>          |
| Net (decrease) increase in cash and restricted cash   | (10,412)                   | (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>\$ 48</u>               | <u>\$ 10,460</u>         |