

Constructora y Perforadora Latina, S. A. de C. V. y Subsidiarias
Consolidated Statements of Financial Position

As of March 31, 2024 and December 31, 2023

(In thousands of US dollars)

Assets	March 2024	December 2023
	Unaudited	Audited
Current assets:		
Cash and restricted cash	\$ 3,460	\$ 12,602
Accounts receivable from clients	213,612	118,252
Due from related parties	52,238	42,320
Other accounts receivable	41,524	44,433
Inventories - Net	24,616	23,348
Prepaid expenses, net	8,615	6,559
Total current assets	<u>344,065</u>	<u>247,514</u>
Jack ups and equipment, net	326,072	332,451
Right-of-use assets	41,079	47,589
Deferred income taxes	91,674	88,680
Investment in wells and infrastructure, net	26,065	26,680
Asset withdrawal obligation	4,107	4,107
Other assets, net	1,510	2,870
Total non-current assets	<u>490,507</u>	<u>502,377</u>
Total	<u>\$ 834,572</u>	<u>\$ 749,891</u>
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Current liabilities:		
Current portion of long-term debt	\$ 49,057	\$ 43,223
Trade accounts payable	123,703	65,668
Lease liabilities	25,848	26,784
Accumulated expenses	23,514	27,613
Taxes and accrued expenses	68,110	59,367
Due to related parties	9,876	1,803
Total current liabilities	<u>300,108</u>	<u>224,458</u>
Non-current liabilities:		
Long-term debt	250,876	253,642
Lease liabilities	17,918	24,334
Employee benefits	5,320	4,897
Asset retirement obligation	4,207	4,157
Other long-term liabilities	3,631	3,933
Deferred income taxes	273	1,583
Total long-term liabilities	<u>282,225</u>	<u>292,546</u>
Total liabilities	<u>582,333</u>	<u>517,004</u>
Stockholders' equity		
Contributed capital:		
Capital stock	341,245	341,245
Premium benefit on subscription of subsidiary shares	40,553	40,179
Earned capital:		
Legal reserve	798	798
Other comprehensive income	493	493
Accumulated deficit	(136,758)	(159,224)
Controlling participation	246,331	223,491
Non-controlling participation	5,908	9,396
Total stockholders' equity	<u>252,239</u>	<u>232,887</u>
Total	<u>\$ 834,572</u>	<u>\$ 749,891</u>

Constructora y Perforadora Latina, S. A. de C. V. y Subsidiarias

Consolidated Statements of Operations

For the three months ended March, 2024 and for the year end December 31, 2023

(In thousands of US dollars)

	March 2024 Unaudited	December 2023 Audited
Revenue:		
Drilling services and maintenance of wells	100,930	221,519
Operating lease revenues	27,019	93,182
	<u>127,949</u>	<u>314,701</u>
Cost of services and maintenance of wells	61,525	102,448
Lease cost	6,904	22,929
Impairment loss	-	15,700
Depreciation and amortization	19,325	83,368
Gross profit	<u>40,195</u>	<u>90,256</u>
Administrative expenses	12,671	46,061
Other (income) expenses, net	(339)	3,787
Financing costs	10,298	35,950
Interest income	(1,754)	(9,786)
Exchange loss - Net	445	7,055
Profit before income taxes	<u>18,874</u>	<u>7,189</u>
Income tax benefit	(104)	(9,876)
Consolidated net profit for the year	<u>\$ 18,978</u>	<u>\$ 17,065</u>
Consolidated net income (loss) for the year attributable to:		
Controlling participation	18,978	17,070
Non-controlling participation	<u>428</u>	<u>293</u>
Consolidated comprehensive income (loss) for the year	<u>\$ 19,406</u>	<u>\$ 17,363</u>

Constructora y Perforadora Latina, S. A. de C. V. y Subsidiarias**Consolidated Statements of Cash Flows**

For the three months ended March, 2024 and for the year end December 31, 2023

(In thousands of US dollars)

	March 2024 Unaudited	December 2023 Audited
Cash flows from operating activities:		
Consolidated net profit for the year	\$ 18,978	\$ 17,065
Adjustments for:		
Income tax benefit	(104)	(9,876)
Depreciation and amortization	19,325	83,368
Impairment loss	-	15,700
Disposal of oil platforms and equipment	-	114
Adjustment to cash flow due to variations in the exchange rate	(989)	3,258
Labor cost of current service	-	1,383
Interest expense	10,190	41,284
Benefit from amortized cost of debt	-	(6,898)
Amortization of bond issuance costs	107	1,564
Interest income	(1,754)	(9,786)
	<u>45,753</u>	<u>137,176</u>
Changes in working capital		
(Increase) decrease in:		
Trade accounts receivable	(95,360)	(17,075)
Due from related parties	(9,918)	(15,797)
Current taxes and other accounts receivable	2,910	6,920
Inventories	(1,268)	4,939
Prepaid expenses	(2,056)	4,228
Increase (decrease) in:		
Trade accounts payable	58,034	(6,316)
Accumulated expenses	(4,099)	(13,718)
Taxes and accrued expenses	4,543	(2,996)
Due to related parties	7,274	84
Employee benefits	423	(682)
Other long-term liabilities	(252)	710
Net cash flows provided by operating activities	<u>5,984</u>	<u>97,473</u>
Cash flows from investing activities:		
Acquisition of equipment for jack ups	(4,050)	(23,681)
Investment in wells	(1,553)	(1,972)
Interest received	1,754	9,786
Other assets	1,142	(3,342)
Net cash flows used in investing activities	<u>(2,707)</u>	<u>(19,209)</u>
Cash flows from financing activities:		
Payment of leases liabilities	(6,734)	(29,258)
Loans obtained	25,248	57,918
Loan repayment	(22,325)	(70,798)
Interest paid	(8,528)	(36,029)
Bonus Commission	(80)	(5,905)
Net cash flows used in financing activities	<u>(12,419)</u>	<u>(84,072)</u>
Net decrease in cash and restricted cash	<u>(9,142)</u>	<u>(5,808)</u>
Cash and restricted cash at the beginning of the year	<u>12,602</u>	<u>18,410</u>
Cash and restricted cash at end of the year	<u>\$ 3,460</u>	<u>\$ 12,602</u>