

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Financial Position

As of June 30, 2024 and December 31, 2023

(In thousands of US dollars)

Assets

	June 2024	December 2023
	Unaudited	Audited
Current assets:		
Cash	\$ 8	\$ 7
Due from related parties	4,274	4,066
Other accounts receivable	172	403
Prepaid expenses, net	28	51
Total current assets	4,482	4,527
Non-current assets:		
Modular rig and equipment	32,408	34,656
Deferred income taxes	22,042	23,951
Total non-current assets	54,450	58,607
Total assets	\$ 58,932	\$ 63,134

Liabilities and Partners' equity

Current liabilities:		
Due to related parties	\$ 489	\$ 455
Trade accounts payable	-	51
Other accounts payable and accrued liabilities	214	406
Total liabilities	703	912
Partners' equity:		
Capital stock	88,500	88,500
Accumulated deficit	(30,271)	(26,278)
Total partners' equity	58,229	62,222
Total liabilities and Partners' equity	\$ 58,932	\$ 63,134

Latina Modular Holding Limited and Subsidiary

Consolidated Statements of Operations

For the six months ended June, 2024 and for the year end December 31, 2023

(In thousands of US dollars)

	June 2024	December 2023
	Unaudited	Audited
Continuing operations:		
Revenue from operating lease	\$ 114	\$ 94
Operating cost	37	71
Depreciation of assets under operating leases	2,247	6,690
Impairment loss	-	15,700
Gross loss	(2,170)	(22,367)
Other expenses, net	(0)	50
Interest income	(97)	(268)
Exchange loss, net	8	1
Loss before income taxes	(2,081)	(22,150)
Deferred loss (income) tax benefit	1,909	(12,018)
Consolidated loss for the year	\$ (3,990)	\$ (10,132)

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Cash Flows

For the six months ended June, 2024 and for the year end December 31, 2023

(In thousands of US dollars)

	June 2024	December 2023
	Unaudited	Audited
Cash flows from operating activities:		
Consolidated loss for the year	\$ (3,990)	\$ (10,132)
Adjustments for:		
Depreciation	2,247	6,690
Impairment loss	-	15,700
Interest income	(97)	(268)
Exchange loss	8	1
Deferred loss (income) tax benefit	1,909	(12,018)
	<u>77</u>	<u>(27)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(208)	560
Other accounts receivable	229	91
Prepaid expenses	23	(5)
Increase (decrease) in:		
Trade accounts payable	(51)	5
Due to related parties	34	(858)
Other accounts payable and accrued liabilities	(200)	(35)
Net cash flows by operating activities	<u>(96)</u>	<u>(269)</u>
Cash flows from investing activities:		
Interest income	<u>97</u>	<u>268</u>
Net cash flows in investing activities	<u>97</u>	<u>268</u>
Net change in cash	1	(1)
Cash at the beginning of the year	<u>7</u>	<u>8</u>
Cash at the end of the year	<u><u>\$ 8</u></u>	<u><u>\$ 7</u></u>