

Latina Offshore Holding Limited and Subsidiaries

Consolidated Statements 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 and restricted cash	\$ 67	\$ 61
Due from related parties	14,002	214
Other accounts receivable	5,431	7,476
Prepaid expenses, net	331	430
Total current assets	19,831	8,181
Non-current assets:		
Jack ups and equipment, net	296,660	309,939
Deferred income taxes	62,897	72,584
Total non-current assets	359,557	382,523
Total assets	\$ 379,388	\$ 390,704
Liabilities and Partners' equity		
Current liabilities:		
Current portion of long-term debt	\$ 4,903	\$ 4,964
Trade accounts payable	3	188
Other accounts payable and accrued liabilities	11,208	14,710
Total current liabilities	16,114	19,862
Non-current liabilities:		
Long-term debt	246,697	250,115
Total liabilities	262,811	269,977
Partners' equity:		
Capital stock	227,727	227,727
Share subscription premium	40,553	40,179
Accumulated deficit	(151,703)	(147,179)
Total partners' equity	116,577	120,727
Total liabilities and Partners' equity	\$ 379,388	\$ 390,704

Latina Offshore Holding Limited and Subsidiaries

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 Unaudited	December 2023 Audited
Continuing operations:		
Revenue from operating lease	\$ 33,602	\$ 54,126
Operating cost	426	894
Depreciation	16,288	33,956
Impairment loss	-	15,700
Gross profit	<u>16,888</u>	<u>3,576</u>
Other expenses, net	25	65
Interest expense, net	11,682	15,803
Exchange loss (profit), net	<u>19</u>	<u>(67)</u>
Profit (Loss) before income taxes	<u>5,162</u>	<u>(12,225)</u>
Deferred loss (income) tax benefit	<u>9,686</u>	<u>(21,296)</u>
Consolidated (loss) profit for the year	<u>\$ (4,524)</u>	<u>\$ 9,071</u>

Latina Offshore Holding Limited and Subsidiaries

Consolidated Statements 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 Unaudited	December 2022 Audited
Cash flows from operating activities		
Consolidated (loss) profit for the year	\$ (4,524)	\$ 9,071
Adjustments for:		
Deferred loss (income) tax benefit	9,686	(22,696)
Depreciation	16,288	33,956
Impairment loss	-	15,700
Amortization of bond issuance costs	281	(5,372)
Interest income	(2)	(4,262)
Exchange gain	19	(67)
Interest expense	11,402	25,437
	<u>33,150</u>	<u>51,767</u>
Changes in working capital:		
Decrease (increase) in:		
Due from related parties	(15,123)	13,621
Other accounts receivable	2,044	(2,135)
Prepaid expenses	100	(273)
(Decrease) increase in:		
Trade accounts payable	(185)	34
Other accounts payable and accrued liabilities	(3,596)	2,893
Net cash flows by operating activities	<u>16,390</u>	<u>65,907</u>
Cash flows from investing activities:		
Purchase of machinery and equipment	<u>(3,010)</u>	<u>(14,753)</u>
Net cash flows by investing activities	<u>(3,010)</u>	<u>(14,753)</u>
Cash flows from financing activities:		
Payments of long term-debt	(3,325)	(67,185)
Proceeds from debt	-	35,000
Bonds issuance costs	(183)	(5,109)
Interest paid	<u>(9,866)</u>	<u>(24,273)</u>
Net cash flows in financing activities	<u>(13,374)</u>	<u>(61,567)</u>
Net change in cash and restricted cash	6	(10,413)
Cash and restricted cash at the beginning of the year	<u>61</u>	<u>10,474</u>
Cash and restricted cash at end of the year	<u>\$ 67</u>	<u>\$ 61</u>