

Latina Modular 01 Limited

Statement of Financial Position

As of September 30, 2024 and December 31, 2023

(In thousands of US dollars)

Assets

	September 2024	December 2023
	Unaudited	Audited
Current assets:		
Cash	\$ 3	\$ 4
Due from related parties	4,386	4,066
Other accounts receivable	2	211
Prepaid expenses, net	7	27
Total current assets	<u>4,398</u>	<u>4,308</u>
Non-current assets:		
Modular rig and equipment, net	29,293	34,656
Deferred income taxes	21,276	23,956
Total non-current assets	<u>50,569</u>	<u>58,612</u>
Total assets	<u>\$ 54,967</u>	<u>\$ 62,920</u>

Liabilities and Partners' equity

Current liabilities:		
Due to related parties	\$ -	\$ 6
Trade accounts payable	2	26
Other accounts payable and accrued liabilities	221	375
Total liabilities	<u>223</u>	<u>407</u>
Partners' equity:		
Capital stock	88,768	88,768
Accumulated deficit	(34,024)	(26,255)
Total partners' equity	<u>54,744</u>	<u>62,513</u>
Total partners' equity and liabilities	<u>\$ 54,967</u>	<u>\$ 62,920</u>

Latina Modular 01 Limited

Statements of Operations

For the nine months ended September, 2024 and for the year end December 31, 2023

(In thousands of US dollars)

	September 2024 Unaudited	December 2023 Audited
Continuing operations:		
Revenue from operating lease	\$ 157	\$ 94
Operating cost	33	36
Depreciation of assets under operating leases	3,362	6,690
Impairment loss	2,000	15,700
Gross loss	(5,238)	(22,332)
Interest income, net	\$ (149)	\$ (205)
Exchange loss, net	(0)	2
Loss before income taxes	(5,089)	(22,129)
Deferred loss (income) tax benefit	2,680	(12,029)
Net loss	\$ (7,769)	\$ (10,100)

Latina Modular 01 Limited

Statements of Cash Flows

For the nine months ended September, 2024 and for the year end December 31, 2023

(In thousands of US dollars)

	September 2024	December 2023
	Unaudited	Audited
Cash flows from operating activities:		
Net loss	\$ (7,769)	\$ (10,100)
Adjustments for:		
Depreciation	3,362	6,690
Impairment loss	2,000	15,700
Interest income	(149)	(206)
Exchange loss	-	2
Deferred income tax benefit	2,680	(12,029)
	<u>124</u>	<u>57</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(321)	560
Other accounts receivable	209	93
Prepaid expenses	20	(4)
Increase (decrease) in:		
Trade accounts payable	(24)	3
Due to related parties	(6)	(868)
Other accounts payables and accrued liabilities	(152)	(48)
Net cash flows by operating activities	<u>(150)</u>	<u>(207)</u>
Cash flows from investing activities:		
Interest income	<u>149</u>	<u>206</u>
Net cash flows in investing activities	<u>149</u>	<u>206</u>
Net change in cash	(1)	(1)
Cash at the beginning of the year	<u>4</u>	<u>5</u>
Cash at end of the year	<u>\$ <u>3</u></u>	<u>\$ <u>4</u></u>