

Latina Modular Holding Limited and Subsidiary

Consolidated 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	\$ 7
Due from related parties	4,385	4,066
Other accounts receivable	165	403
Prepaid expenses, net	12	51
Total current assets	<u>4,565</u>	<u>4,527</u>
Non-current assets:		
Modular rig and equipment	29,293	34,656
Deferred income taxes	21,294	23,951
Total non-current assets	<u>50,587</u>	<u>58,607</u>
Total assets	<u>\$ 55,152</u>	<u>\$ 63,134</u>

Liabilities and Partners' equity

Current liabilities:		
Due to related parties	\$ 488	\$ 455
Trade accounts payable	3	51
Other accounts payable and accrued liabilities	227	406
Total liabilities	<u>718</u>	<u>912</u>
Partners' equity:		
Capital stock	88,500	88,500
Accumulated deficit	(34,066)	(26,278)
Total partners' equity	<u>54,434</u>	<u>62,222</u>
Total liabilities and Partners' equity	<u>\$ 55,152</u>	<u>\$ 63,134</u>

Latina Modular Holding Limited and Subsidiary

Consolidated 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	December 2023
	Unaudited	Audited
Continuing operations:		
Revenue from operating lease	\$ 157	\$ 94
Operating cost	59	71
Depreciation of assets under operating leases	3,362	6,690
Impairment loss	2,000	15,700
Gross loss	<u>(5,264)</u>	<u>(22,367)</u>
Other expenses, net	(0)	50
Interest income	(149)	(268)
Exchange loss, net	15	1
Loss before income taxes	<u>(5,130)</u>	<u>(22,150)</u>
Deferred loss (income) tax benefit	<u>2,657</u>	<u>(12,018)</u>
Consolidated loss for the year	<u>\$ (7,787)</u>	<u>\$ (10,132)</u>

Latina Modular Holding Limited and Subsidiary

Consolidated Statement 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:		
Consolidated loss for the year	\$ (7,787)	\$ (10,132)
Adjustments for:		
Depreciation	3,362	6,690
Impairment loss	2,000	15,700
Interest income	(149)	(268)
Exchange loss	15	1
Deferred loss (income) tax benefit	2,657	(12,018)
	<u>98</u>	<u>(27)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(320)	560
Other accounts receivable	238	91
Prepaid expenses	39	(5)
Increase (decrease) in:		
Trade accounts payable	(48)	5
Due to related parties	33	(858)
Other accounts payable and accrued liabilities	(193)	(35)
Net cash flows by operating activities	<u>(153)</u>	<u>(269)</u>
Cash flows from investing activities:		
Interest income	<u>149</u>	<u>268</u>
Net cash flows in investing activities	<u>149</u>	<u>268</u>
Net change in cash	(4)	(1)
Cash at the beginning of the year	<u>7</u>	<u>8</u>
Cash at the end of the year	<u><u>\$ 3</u></u>	<u><u>\$ 7</u></u>