

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Financial Position

As of December 31, 2024 and 2023

(In thousands of US dollars)

Assets

	December 2024	December 2023
	Unaudited	Audited
Current assets:		
Cash	\$ 5	\$ 7
Due from related parties	4,496	4,066
Other accounts receivable	163	403
Prepaid expenses, net	48	51
Total current assets	4,712	4,527
Non-current assets:		
Modular rig and equipment	25,181	34,656
Deferred income taxes	21,888	23,951
Total non-current assets	47,069	58,607
Total assets	\$ 51,781	\$ 63,134

Liabilities and Partners' equity

Current liabilities:		
Due to related parties	\$ 491	\$ 455
Trade accounts payable	51	51
Other accounts payable and accrued liabilities	248	406
Total liabilities	790	912
Partners' equity:		
Capital stock	88,500	88,500
Accumulated deficit	(37,509)	(26,278)
Total partners' equity	50,991	62,222
Total liabilities and Partners' equity	\$ 51,781	\$ 63,134

Latina Modular Holding Limited and Subsidiary

Consolidated Statements of Operations

For the years ended December 31, 2024 and 2023

(In thousands of US dollars)

	December 2024	December 2023
	Unaudited	Audited
Continuing operations:		
Revenue from operating lease	\$ 194	\$ 94
Operating cost	76	71
Depreciation of assets under operating leases	4,474	6,690
Impairment loss	5,000	15,700
Gross loss	<u>(9,356)</u>	<u>(22,367)</u>
Other expenses, net	0	50
Interest income	(208)	(268)
Interest expense	2	-
Exchange loss, net	17	1
Loss before income taxes	<u>(9,167)</u>	<u>(22,150)</u>
Deferred loss (income) tax benefit	<u>2,064</u>	<u>(12,018)</u>
Consolidated loss for the year	<u>\$ (11,231)</u>	<u>\$ (10,132)</u>

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Cash Flows

For the years ended December 31, 2024 and 2023

(In thousands of US dollars)

	December 2024	December 2023
	Unaudited	Audited
Cash flows from operating activities:		
Consolidated loss for the year	\$ (11,231)	\$ (10,132)
Adjustments for:		
Depreciation	4,475	6,690
Impairment loss	5,000	15,700
Interest income	(208)	(268)
Exchange loss	17	1
Deferred loss (income) tax benefit	2,064	(12,018)
	<u>117</u>	<u>(27)</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(430)	560
Other accounts receivable	240	91
Prepaid expenses	2	(5)
Increase (decrease) in:		
Trade accounts payable	(0)	5
Due to related parties	36	(858)
Other accounts payable and accrued liabilities	(175)	(35)
Net cash flows by operating activities	<u>(210)</u>	<u>(269)</u>
Cash flows from investing activities:		
Interest income	<u>208</u>	<u>268</u>
Net cash flows in investing activities	<u>208</u>	<u>268</u>
Net change in cash	(2)	(1)
Cash at the beginning of the year	<u>7</u>	<u>8</u>
Cash at the end of the year	<u><u>\$ 5</u></u>	<u><u>\$ 7</u></u>