

Latina Modular 01 Limited

Statement of Financial Position

As of June 30, 2025 and December 31, 2024

(In thousands of US dollars)

Assets

	June 2025 Unaudited	December 2024 Audited
Current assets:		
Cash	\$ 4	\$ 3
Due from related parties	4,595	4,496
Other accounts receivable	1	2
Prepaid expenses, net	12	24
Total current assets	<u>4,612</u>	<u>4,525</u>
Non-current assets:		
Modular rig and equipment, net	20,579	25,181
Deferred income taxes	25,575	21,866
Total non-current assets	<u>46,154</u>	<u>47,047</u>
Total assets	<u>\$ 50,766</u>	<u>\$ 51,572</u>

Liabilities and Stockholders' equity

Current liabilities:		
Due to related parties	\$ 54	\$ -
Trade accounts payable	2	25
Other accounts payable and accrued liabilities	251	240
Total liabilities	<u>307</u>	<u>265</u>
Stockholders' equity:		
Capital stock	88,768	88,768
Accumulated deficit	(38,309)	(37,461)
Total stockholders' equity	<u>50,459</u>	<u>51,307</u>
Total stockholders' equity and liabilities	<u>\$ 50,766</u>	<u>\$ 51,572</u>

Latina Modular 01 Limited

Statements of Profit or Loss

For the six months ended June, 2025 and for the year end December 31, 2024

(In thousands of US dollars)

	June 2025 Unaudited	December 2024 Audited
Continuing operations:		
Revenue from operating lease	\$ 2	\$ 194
Operating cost	19	45
Impairment loss	2,400	5,000
Depreciation of assets under operating leases	2,202	4,475
Gross loss	(4,619)	(9,326)
Interest income, net	\$ (101)	\$ (208)
Interest expense	38	-
Exchange loss (gain), net	1	(2)
Loss before income taxes	(4,557)	(9,116)
Income tax (benefit) expense	(3,709)	2,090
Loss for the year	\$ (848)	\$ (11,206)

Latina Modular 01 Limited

Statements of Cash Flows

For the six months ended June, 2025 and for the year end December 31, 2024

(In thousands of US dollars)

	June 2025	December 2024
	Unaudited	Audited
Cash flows from operating activities:		
Loss for the year	\$ (848)	\$ (11,206)
Adjustments for:		
Income tax (benefit) expense	(3,709)	2,090
Impairment loss	2,400	5,000
Depreciation	2,202	4,475
Exchange loss (gain), net	1	(1)
Interest expense	38	-
Interest income	(101)	(208)
	<u>(17)</u>	<u>150</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(99)	(430)
Other accounts receivable	0	209
Prepaid expenses	12	3
(Decrease) increase in:		
Trade accounts payable	(22)	1
Due to related parties	54	(6)
Other accounts payables and accrued liabilities	10	(136)
Net cash flows by operating activities	<u>(62)</u>	<u>(209)</u>
Cash flows from investing activities:		
Interest income	101	208
Net cash flows in investing activities	<u>101</u>	<u>208</u>
Cash flows from financing activities:		
Interest paid	(38)	-
Net cash flows used in financing activities	<u>(38)</u>	<u>-</u>
Net decrease in cash	1	(1)
Cash at the beginning of the year	3	4
Cash at the end of the year	<u>\$ 4</u>	<u>\$ 3</u>