

Latina Modular Holding Limited and Subsidiary

Consolidated Statement of Financial Position

As of June 30, 2025 and December 31, 2024

(In thousands of US dollars)

Assets

	June 2025	December 2024
	Unaudited	Audited
Current assets:		
Cash	\$ 7	\$ 5
Due from related parties	4,595	4,496
Other accounts receivable	155	163
Prepaid expenses, net	24	48
Total current assets	4,781	4,712
Non-current assets:		
Modular rig and equipment	20,579	25,181
Deferred income taxes	25,571	21,888
Total non-current assets	46,150	47,069
Total assets	\$ 50,931	\$ 51,781

Liabilities and Stockholders' equity

Current liabilities:		
Due to related parties	\$ 462	\$ 491
Trade accounts payable	2	51
Other accounts payable and accrued liabilities	266	248
Total liabilities	730	790
Stockholders' equity:		
Capital stock	88,500	88,500
Accumulated deficit	(38,299)	(37,509)
Total stockholders' equity	50,201	50,991
Total stockholders' equity and liabilities	\$ 50,931	\$ 51,781

Latina Modular Holding Limited and Subsidiary

Consolidated 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	December 2024
	Unaudited	Audited
Continuing operations:		
Revenue from operating lease	\$ 2	\$ 194
Operating cost	35	76
Impairment loss	2,400	5,000
Depreciation of assets under operating leases	2,202	4,475
Operative loss	<u>(4,635)</u>	<u>(9,357)</u>
Other income, net	(100)	0
Interest income	(101)	(208)
Interest expense	38	2
Exchange (gain) loss, net	(5)	17
Loss before income taxes	<u>(4,467)</u>	<u>(9,168)</u>
Income tax (benefit) expense	<u>(3,677)</u>	<u>2,063</u>
Consolidated loss for the year	<u>\$ (790)</u>	<u>\$ (11,231)</u>

Latina Modular Holding Limited and Subsidiary

Consolidated Statement 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:		
Consolidated loss for the year	\$ (790)	\$ (11,231)
Adjustments for:		
Income tax (benefit) expense	(3,677)	2,063
Impairment loss	2,400	5,000
Depreciation	2,202	4,475
Interest expense	38	-
Interest income	(101)	(208)
Exchange (gain) loss, net	(5)	17
	<u>67</u>	<u>116</u>
Changes in working capital:		
(Increase) decrease in:		
Due from related parties	(99)	(430)
Other accounts receivable	9	240
Prepaid expenses	24	3
(Decrease) increase in:		
Trade accounts payable	(49)	(0)
Due to related parties	(29)	36
Other accounts payable and accrued liabilities	16	(175)
Net cash flows used in operating activities	<u>(61)</u>	<u>(210)</u>
Cash flows from investing activities:		
Interest income	<u>101</u>	<u>208</u>
Net cash flows in investing activities	<u>101</u>	<u>208</u>
Cash flows from financing activities:		
Interest paid	<u>(38)</u>	<u>-</u>
Net cash flows used in financing activities	<u>(38)</u>	<u>-</u>
Net decrease in cash	2	(2)
Cash at the beginning of the year	<u>5</u>	<u>7</u>
Cash at the end of the year	<u><u>\$ 7</u></u>	<u><u>\$ 5</u></u>