

INCOME AND RELEASE STATEMENT

To: Nordic Trustee AS
P.O. Box 1470 Vika
N-0116 Oslo
Norway

Sent by e-mail to: mail@nordictrustee.com with copy to mail@nordictrustee.com

Dear Sirs,

8.875 per cent Latina Offshore Limited Senior Secured Callable Bond Issue 2013/2018


We refer to the Bond Agreement between Nordic Trustee AS as Bond Trustee on behalf of the Bondholders and the undersigned as Issuer. Capitalised terms used herein shall have the same meaning as in the Bond Agreement. This letter constitutes an Income and Release Statement pursuant to Clause 13.1.1(vi) of the Bond Agreement as further detailed in Appendix 1 to this letter.

In accordance with the Income and Release Statement, the Issuer will facilitate a Release Request to the Paying Agent for the following transfers:

- transfer of Deductible Operating Expenses, Deductible SG&A Costs, Deductible Withholding Tax and Deductible Cost of Receivable Financing for Rig 1 and Rig 2 to an operating expense account of the Parent;
- transfer of Deductible Capital Expenditures for Rig 1 and Rig 2 to the Minimum Liquidity Account; and
- transfer of the Deductible Bareboat Rate for Rig 1 and Rig 2 to the Interest Retention Account

Following finalization of such transfers the balance of the Interest Retention Account will be \$ 2,860,800.66 (\$ 2,060,000.00 in last period plus interest gain of 11,464.66) (the "**Adjusted Balance**").

Latina Offshore Limited



Name of authorised person

Appendix 1

INCOME AND RELEASE STATEMENT				
Reporting Period:	21 April - 1 May			
Decutable:	Amount deductible and subject to releas in accordance with Clause 13.5.1			
RIG 1 (Santa Maria)				
	Deferred	Accrued	Received	Deferred
Income	From last period(s)	Reporting Period	Reporting Period	to next period
Charter Contract income				
Rate pr. day:		106 029	102 000	
No. of Days:		11	11	
TOTAL INCOME	12 785 217	1 166 319	1 122 000	12 829 536
	Deferred	Incurred	Deductible	Deferred
Costs	From last period(s)	Reporting Period	Reporting Period	to next period
Operating Expenses*				
Rate pr. day:	27 000,00	30 000,00	30 000,00	
No. of Days:	0	11	11	
Total USD:	-	330 000,00	330 000,00	-
SG&A Costs**				
Rate pr. day:	15 000,00	15 000,00	15 000,00	
No. of Days:	0	11	11	
Total USD:	-	165 000,00	165 000,00	-
Capital Expenditures ***				
Rate pr. day:	5 500,00	5 500,00	5 500,00	
No. of Days:	0	11	11	
Total USD:	-	60 500,00	60 500,00	-
Withholding Tax****		-	171 832,00	
Total USD	171 832,00	-	171 832,00	-
Cost of Receivables Financing****				
Total USD		0	0	0
TOTAL COST	171 832,00	555 500,00	727 332,00	-
Bareboat Rate/Release	12 613 385,00	610 819,00	394 668,00	12 829 536,00

RIG 2 (Covadonga)

Income	Deferred From last period(s)	Accrued Reporting Period	Received Reporting Period	Deferred to next period
Charter Contract income				
Rate pr. day:		106 029	102 000	
No. of Days:		11	11	
TOTAL INCOME	12 004 162	1 166 319	1 122 000	12 048 481
Costs	Deferred From last period(s)	Incurred Reporting Period	Deductible Reporting Period	Deferred to next period
Operating Expenses*				
Rate pr. day:	27 000	30 000	30 000	
No. of Days:	0	11	11	
Total USD:	-	330 000	330 000,00	-
SG&A Costs**				
Rate pr. day:	15 000	15 000	15 000	
No. of Days:	0	11	11	
Total USD:	-	165 000,00	165 000,00	-
Capital Expenditures ***				
Rate pr. day:	5 500	5 500,00	5 500,00	
No. of Days:	0	11	11	
Total USD:	-	60 500,00	60 500,00	-
Withholding Tax****			171 832,00	
Total USD	171 832,00	-	171 832,00	-
Cost of Receivables Financing****				
Total USD		0	0	0
TOTAL COST	171 832	555 500,00	727 332,00	-
Bareboat Rate/Release	11 832 330,00	610 819,00	394 668,00	12 048 481,00