

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
Bredesen@nordictrustee.com

Mexico, 2 September 2019

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 and Appendix 2 to this letter and includes both June and July 2019 (the transition period).

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


- transfer from the Parent Earnings Account to the Parent Operating Expense Account, Deductible Operating Expenses, Deductible SG&A Costs, Implementation Costs, and Deductible Cost of Receivables Financing for Rig 1 and Rig 2;
- transfer from the Parent Earnings Account to the Rigowner Earnings Account, the Deductible Capital Expenditures;

The Deductible Bareboat Rate for Rig 1 and Rig 2 as shown in Appendix 1 and Appendix 2 was transferred on 20 June 2019 to the Rigowner Earnings Account and subsequently to the Interest Retention Account and the balance on the Interest Retention Account was utilized for interest payment during the Reporting Period.

Following finalization of the above releases, the balance on the Interest Retention Account will be as follows:

Balance Interest Retention Account prior to releases	0
Balance Interest Retention Account after releases	199 319

Latina-Offshore Limited


Miguel Ruiz Tapia

Enclosure: Detailed Income and Release Statement for Rig 1 and Rig 2.

Appendix 1
To the Income and Release Statement

INCOME AND RELEASE STATEMENT				
Reporting Period:	August 1, 2019-August 31, 2019			
Deductible:	Amount deductible and subject to release in accordance with Clause 13.5.1			
RIG 1 (Santa Maria)				
Income	Deferred From last period	Accrued Reporting Period	Received Reporting Period	Deferred To next period
Charter Contract income				
Rate pr. day:		119,452	106,029	
No. of Days:	122	31	30	123
TOTAL OPERATIONAL INCOME	13,351,057	3,703,018	3,180,870	13,873,805
Cost of Receivables Financing*				
Interest income				
TOTAL NET INCOME	13,343,080	3,703,018	3,180,870	13,866,137
Costs	Deferred From last period	Incurred Reporting Period	Deductible Reporting Period	Deferred To next period
Operating Expenses**				
Rate pr. day:	30,000	30,000	30,000	30,000
No. of Days:	30	31	31	30
Total USD:	(900,000)	930,000	930,000	(900,000)
SG&A Costs***				
Rate pr. day:	15,000	15,000	15,000	15,000
No. of Days:	30	31	31	30
Total USD:	(450,000)	465,000	465,000	(450,000)
Capital Expenditures ****				
Rate pr. day:	5,500	5,500	5,500	5,500
No. of Days:	30	31	31	30
Total USD:	(165,000)	170,500	170,500	(165,000)
Withholding Tax*****				
Total USD	-	193,061	193,061	-
Implementation Costs*****				
Total USD	-	220,904	220,904	-
TOTAL COST	(1,515,000)	1,079,465	1,079,465	(1,515,000)

	BoP		Adjustments	EoP
Liquidity Buffer Drawn for Operational Costs	(1,002,087)	N/A	0	0
Liquidity Buffer Added	N/A	N/A	1,002,087	N/A
LIQUIDITY BUFFER	512,013	N/A	1,002,087	1,515,000
Bareboat Rate/Release	15,371,902	1,723,553	199,319	16,896,137

Appendix 2
To the Income and Release Statement

INCOME AND RELEASE STATEMENT				
Reporting Period:	August 1, 2019-August 31, 2019			
Deductible:	Amount deductible and subject to release in accordance with Clause 13.5.1			
RIG 2 (Covadonga)				
Income	Deferred From last period	Accrued Reporting Period	Received Reporting Period	Deferred To next period
Charter Contract income				
Rate pr. day:	-	119,452	106,029	
No. of Days:	122	31	30	123
TOTAL OPERATIONAL INCOME	13,351,658	3,703,018	3,180,870	13,873,806
Cost of Receivables Financing*				
Interest income				
TOTAL NET INCOME	13,343,080	3,703,018	3,180,870	13,866,137
Costs	Deferred From last period	Incurred Reporting Period	Deductible Reporting Period	Deferred To next period
Operating Expenses**				
Rate pr. day:	30,000	30,000	30,000	30,000
No. of Days:	30	31	31	30
Total USD:	(900,000)	930,000	930,000	(900,000)
SG&A Costs***				
Rate pr. day:	15,000	15,000	15,000	15,000
No. of Days:	30	31	31	30
Total USD:	(450,000)	465,000	465,000	(450,000)
Capital Expenditures****				
Rate pr. day:	5,500	5,500	5,500	5,500
No. of Days:	30	31	31	30
Total USD:	(165,000)	170,500	170,500	(165,000)
Withholding Tax*****				
Total USD	-	193,061	193,061	-
Implementation Costs*****				
Total USD	-	220,904	220,904	-
TOTAL COST	(1,515,000)	1,979,405	1,979,405	(1,515,000)
	BoP		Adjustments	EoP
Liquidity Buffer Drawn for Operational Costs	(1,250,395)	N/A	0	-48,990
Liquidity Buffer Added	N/A	N/A	1,201,405	N/A
LIQUIDITY BUFFER	204,605	N/A	1,201,405	1,466,010
Bareboat Rate/Release	15,123,594	1,723,553	0	16,847,147