

## INCOME AND RELEASE STATEMENT

**To:** Nordic Trustee AS  
P.O. Box 1470 Vika  
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Norway

Sent by e-mail to: [mail@nordictrustee.com](mailto:mail@nordictrustee.com) with copy to [Bredesen@nordictrustee.com](mailto:Bredesen@nordictrustee.com)

Mexico, November 04, 2019

Dear Sirs,

### **10 per cent Latina Offshore Holding Limited Senior Secured Callable Bond Issue 2014/2020 with step**

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 13.2.2 (iv) 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 from the Parent Modular Earnings Account to the Parent Operating Expense Account, Deductible Operating Expenses, Deductible SG&A Costs, and Deductible Cost of Receivables Financing (unless already deducted) for the Rig;
- transfer from the Parent Modular Earnings Account to the Rigco Earnings Account, the Deductible Intercompany Lease Rate for the Rig and draw on Liquidity Buffer for interest payment; and
- transfer from the Rigco Earnings Account to the Interest and Amortization Reserve Account and amount equal to the Deductible Intercompany Lease Rate for the Rig and draw on Liquidity Buffer for interest payment.

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

Balance Interest and Amortization Reserve Account prior to releases	0
Balance Interest and Amortization Reserve Account after releases	0

Yours faithfully,

Latina Offshore Holding Limited

  
*Miguel Ruiz Tapia*

Enclosure: Attachment 2

Appendix 1

**INCOME AND RELEASE STATEMENT**

Reporting Period: 01 October to 31 October, 2019

Deductible: Amount deductible and subject to release in accordance with Clause 13.9.1

**RIG - Modular 1**

Income	Deferred From last period	Accrued Reporting Period	Received Reporting Period	Deferred To next period
<b>Charter Contract income</b>				
Rate pr. day:	56,447	56,447	56,447	56,447
No. of Days:	61	31	31	61
<b>TOTAL OPERATIONAL INCOME</b>	<b>3,443,268</b>	<b>1,749,858</b>	<b>1,749,858</b>	<b>3,443,268</b>
Cost of Receivables Financing*	(44,935)	(22,836)	(20,133)	(47,637)
Interest income				
<b>TOTAL NET INCOME</b>	<b>3,398,334</b>	<b>1,727,022</b>	<b>1,729,724</b>	<b>3,395,631</b>
Costs	Deferred From last period	Incurred Reporting Period	Deductible Reporting Period	Deferred To next period
<b>Operating Expenses**</b>				
Rate pr. day:	24,000	24,000	24,000	24,000
No. of Days:	30	31	27	34
Total USD:	720,000	744,000	648,000	816,000
<b>SG&amp;A Costs***</b>				
Rate pr. day:	3,000	3,000	3,000	3,000
No. of Days:	30	31	6	55
Total USD:	90,000	93,000	18,000	165,000
<b>Capital Expenditures****</b>				
Rate pr. day:	1,644	1,644	1,644	1,644
No. of Days:	30	31		61
Total USD:	49,320	50,964	0	100,284
<b>Withholding Tax</b>				
Total USD	-	58,554	58,554	-
<b>Implementation Costs*****</b>				
Total USD	3,868	104,966		108,834
<b>TOTAL COST</b>	<b>863,188</b>	<b>1,051,485</b>	<b>724,554</b>	<b>1,190,118</b>
	<b>BoP</b>		<b>Adjustments</b>	<b>EoP</b>
Liquidity Buffer Drawn for Operational Costs	- 860,000	N/A	- -	860,000
Liquidity Buffer Drawn for Interest Payment			-860,000	
Liquidity Buffer Added	N/A	N/A	860,000	N/A
<b>LIQUIDITY BUFFER</b>	-	N/A	-	-
<b>Bareboat Rate/Release</b>	<b>3,122,963</b>	<b>675,537</b>	<b>0</b>	<b>3,798,500</b>