

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, October 01, 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:

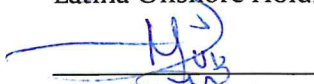
- transfer from the Parent Modular Earnings Account to the Parent Operating Expense Account, Deductible Operating Expenses, Deductible SG&A Costs, and Deductible Cost of Receivables Financing (unless already deducted) for the Rig;
- transfer from the Parent Modular Earnings Account to the Rigco Earnings 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	131 839
Balance Interest and Amortization Reserve Account after releases	131 839

Yours faithfully,

Latina Offshore Holding Limited


Miguel Ruiz Tapia

Enclosure: Attachment 2

Appendix 1

INCOME AND RELEASE STATEMENT

Reporting Period: 01 September to 30 September, 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
Charter Contract income				
Rate pr. day:	56,447	56,447	56,447	56,447
No. of Days:	31	30	-	61
TOTAL OPERATIONAL INCOME	1,749,858	1,693,411	-	3,443,268
Cost of Receivables Financing*	(22,836)	(22,099)	-	(44,935)
Interest income				
TOTAL NET INCOME	1,727,022	1,671,312	-	3,398,334
Costs	Deferred From last period	Incurred Reporting Period	Deductible Reporting Period	Deferred To next period
Operating Expenses**				
Rate pr. day:	24,000	24,000	24,000	24,000
No. of Days:	-	30	-	30
Total USD:	0	720,000	0	720,000
SG&A Costs***				
Rate pr. day:	3,000	3,000	3,000	3,000
No. of Days:	-	30	-	30
Total USD:	0	90,000	0	90,000
Capital Expenditures****				
Rate pr. day:	1,644	1,644	1,644	1,644
No. of Days:	-	30	-	30
Total USD:	0	49,320	-	49,320
Withholding Tax				
Total USD	-	-	-	-
Implementation Costs*****	-	3,868		
Total USD	-	3,868	-	3,868
TOTAL COST	-	863,188	-	863,188

	BoP		Adjustments	EoP
Liquidity Buffer Drawn for Operational Costs	-860,000	N/A	0	-860,000
Liquidity Buffer Drawn for Next Interest Payment			0	
Liquidity Buffer Added	N/A	N/A	0	N/A
LIQUIDITY BUFFER	0	N/A	0	0
Bareboat Rate/Release	2,314,839	808,124	0	3,122,963