

**Ping Petroleum UK PLC**  
**Financial Reports**

<b>Statement of Profit and Loss</b> (Unaudited)	<b>Month</b> <b>Jul 2022</b> <b>USD '000</b>	<b>Month</b> <b>Aug 2022</b> <b>USD '000</b>	<b>Month</b> <b>Sep 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Jun 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Sep 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Dec 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>12 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>Notes</b>
<b>Revenue</b>	<b>581</b>	<b>2,286</b>	<b>16,844</b>	<b>23,358</b>	<b>19,712</b>	<b>21,534</b>	<b>19,390</b>	<b>83,994</b>	
Field operating expenses	(35)	(24)	(4,037)	(3,914)	(4,096)	(4,446)	(4,961)	(17,417)	
Marketing and transportation costs	-	-	(367)	(286)	(367)	(372)	(496)	(1,522)	
Movement in crude oil inventory	2,596	4,775	(10,994)	(1,315)	(3,623)	5,051	898	1,010	
Depletion, depreciation and amortisation	(440)	(1,073)	(541)	(2,726)	(2,053)	(4,569)	(3,107)	(12,455)	(iii)
<b>Cost of sales</b>	<b>2,121</b>	<b>3,678</b>	<b>(15,939)</b>	<b>(8,242)</b>	<b>(10,140)</b>	<b>(4,337)</b>	<b>(7,666)</b>	<b>(30,385)</b>	
<b>Gross profit/(loss)</b>	<b>2,702</b>	<b>5,965</b>	<b>905</b>	<b>15,116</b>	<b>9,572</b>	<b>17,197</b>	<b>11,724</b>	<b>53,610</b>	
Other income	25		225	45	251	596	885	1,777	
General and administrative expenses	(270)	(417)	(374)	(1,332)	(1,061)	(1,474)	(1,641)	(5,507)	
Finance costs	(879)	(837)	(816)	(2,536)	(2,532)	(2,548)	(2,540)	(10,156)	(ii)
Foreign exchange	3,299	(1,137)	(1,403)	(3,848)	760	3,098	987	997	(iv)
<b>Profit/(loss) before taxation</b>	<b>4,878</b>	<b>3,574</b>	<b>(1,462)</b>	<b>7,446</b>	<b>6,990</b>	<b>16,871</b>	<b>9,415</b>	<b>40,721</b>	(i)
Taxation	(2,274)	(2,274)	1,678	(7,083)	(2,870)	(8,048)	(2,512)	(77,350)	
<b>Profit/(loss) after taxation</b>	<b>2,604</b>	<b>1,300</b>	<b>216</b>	<b>363</b>	<b>4,120</b>	<b>8,823</b>	<b>6,903</b>	<b>(36,629)</b>	

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<b>Statement of Financial Position</b> (Unaudited)	<b>Month</b> <b>Jul 2022</b> <b>USD '000</b>	<b>Month</b> <b>Aug 2022</b> <b>USD '000</b>	<b>Month</b> <b>Sep 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Jun 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Sep 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Dec 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>12 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>Notes</b>
<b>Non-current assets</b>									
Intangible assets	173,938	174,273	174,969	173,325	174,969	179,812	186,238	186,238	
Property, plant and equipment	134,191	131,640	129,726	131,947	129,726	134,541	134,934	134,934	
Restricted cash and cash equivalents	57,829	56,698	55,862	59,170	55,862	61,659	66,302	66,302	
	<b>365,959</b>	<b>362,611</b>	<b>360,556</b>	<b>364,441</b>	<b>360,556</b>	<b>376,012</b>	<b>387,474</b>	<b>387,474</b>	
<b>Current assets</b>									
Trade and other receivables	1,110	3,132	15,369	22,736	15,369	19,906	17,686	17,686	
Inventories	5,300	10,074	(920)	2,704	(920)	4,131	5,029	5,029	
Cash and cash equivalents	29,689	28,590	22,683	18,528	22,683	16,809	20,887	20,887	(v)
Intercompany receivables/(payables)	(14,087)	(17,609)	(13,217)	(17,482)	(13,217)	(11,879)	(12,734)	(12,734)	
	<b>23,455</b>	<b>26,815</b>	<b>23,916</b>	<b>26,486</b>	<b>23,916</b>	<b>28,968</b>	<b>30,868</b>	<b>30,868</b>	
<b>Total assets</b>	<b>389,413</b>	<b>389,426</b>	<b>384,472</b>	<b>390,927</b>	<b>384,472</b>	<b>404,979</b>	<b>418,342</b>	<b>418,342</b>	
<b>Current liabilities</b>									
Trade and other payables	(4,219)	(4,577)	(4,784)	(11,008)	(4,784)	(5,911)	(6,584)	(6,584)	
Current tax liabilities	(13,331)	(14,331)	(12,547)	(12,513)	(12,547)	(12,524)	(14,957)	(14,957)	
	<b>(17,550)</b>	<b>(18,908)</b>	<b>(17,331)</b>	<b>(23,521)</b>	<b>(17,331)</b>	<b>(18,435)</b>	<b>(21,541)</b>	<b>(21,541)</b>	
<b>Non-current liabilities</b>									
Other long-term obligations and provisions	(1,662)	(1,662)	(1,662)	(1,662)	(1,662)	(1,662)	(1,662)	(1,662)	
Borrowings	(48,331)	(48,403)	(48,476)	(48,258)	(48,476)	(48,694)	(48,911)	(48,911)	
Deferred tax liabilities	(82,746)	(84,020)	(84,126)	(81,472)	(84,126)	(86,062)	(142,979)	(142,979)	
Provision for decommissioning costs	(96,448)	(92,456)	(88,685)	(95,941)	(88,685)	(97,112)	(100,168)	(100,168)	
	<b>(229,187)</b>	<b>(226,541)</b>	<b>(222,948)</b>	<b>(227,333)</b>	<b>(222,948)</b>	<b>(233,529)</b>	<b>(293,720)</b>	<b>(293,720)</b>	
<b>Net assets</b>	<b>142,677</b>	<b>143,977</b>	<b>144,193</b>	<b>140,073</b>	<b>144,193</b>	<b>153,015</b>	<b>103,081</b>	<b>103,081</b>	
<b>Equity</b>									
Share capital	67	67	67	67	67	67	67	67	
Retained earnings	142,610	143,910	144,126	140,006	144,126	152,948	103,014	103,014	
	<b>142,677</b>	<b>143,977</b>	<b>144,193</b>	<b>140,073</b>	<b>144,193</b>	<b>153,015</b>	<b>103,081</b>	<b>103,081</b>	

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<b>Statement of Cash Flows</b> (Unaudited)	<b>3 months</b> <b>Jun 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Sep 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Dec 2022</b> <b>USD '000</b>	<b>3 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>12 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>Notes</b>
<b>Cash flows from operating activities</b>						
Profit/(loss) before taxation	7,446	6,990	16,871	9,415	40,721	
<u>Adjustment for:</u>						
Depreciation, depletion and amortisation	2,726	2,053	4,569	3,107	12,455	
Finance costs	2,536	2,532	2,548	2,540	10,156	
Interest income	(41)	(251)	(397)	(624)	(1,312)	
Operating profit/(loss) before changes in working capital	12,667	11,324	23,591	14,437	62,019	
<u>Movements in working capital:</u>						
Inventory movement	1,315	3,623	(5,051)	(898)	(1,010)	
Receivables movement	23	7,367	(4,537)	2,220	5,072	
Payables movement	291	(6,224)	1,127	673	(4,133)	
Cash generated from/(used in) operating activities	14,296	16,090	15,130	16,433	61,949	
Tax (paid)/received	-	-	(6,134)	-	(6,134)	
<b>Net cash generated from/(used in) operating activities</b>	<b>14,296</b>	<b>16,090</b>	<b>8,996</b>	<b>16,433</b>	<b>55,815</b>	
<b>Cash flows from investing activities</b>						
Expenditure on assets	(19,923)	(9,512)	(6,601)	(7,684)	(43,721)	
Additions to restricted cash	(743)	(1,046)	(950)	(4,543)	(7,282)	
<b>Net cash generated from/(used in) investing activities</b>	<b>(20,667)</b>	<b>(10,558)</b>	<b>(7,551)</b>	<b>(12,228)</b>	<b>(51,003)</b>	
<b>Cash flows from financing activities</b>						
Interest paid	(1,500)	(1,500)	(1,500)	(1,500)	(6,000)	
Advances from/(repayments) to group companies	(4,884)	(4,265)	(1,339)	855	(9,632)	
Proceeds from/(repayment of) secured bond	10,322	(101)	(178)	(220)	9,822	
<b>Net cash generated from/(used in) financing activities</b>	<b>3,938</b>	<b>(5,865)</b>	<b>(3,016)</b>	<b>(866)</b>	<b>(5,810)</b>	
Net increase/(decrease) in cash and cash equivalents	(2,433)	(333)	(1,571)	3,340	(997)	
Effect of foreign exchange movement	1,407	4,488	(4,303)	738	2,330	
Cash and cash equivalents at the beginning of the period	19,554	18,528	22,683	16,809	19,554	
<b>Cash and cash equivalents at the end of the period</b>	<b>18,528</b>	<b>22,683</b>	<b>16,809</b>	<b>20,887</b>	<b>20,887</b>	(v)

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<b>Leverage ratio calculation</b> (Unaudited)	<b>12 months</b> <b>Mar 2023</b> <b>USD '000</b>	<b>Notes</b>
Profit/(loss) before taxation	40,721	(i)
<u>Adjustment for:</u>		
Interest and fees in connection with the issue of bonds	6,946	(ii)
Unwinding of discount on ARO provision	3,210	(ii)
Depreciation, depletion and amortisation	12,455	(iii)
Gain/(loss) on foreign exchange	(997)	(iv)
<b>Adjusted EBITDA</b>	<b>62,335</b>	<b>(a)</b>
Total issued bond	50,000	
Subordinated loan (PPL to PPUK)	5,795	
Cook WI SLB payable	1,471	
Total gross debt	57,266	
<u>Less:</u>		
Cash and cash equivalents	(20,887)	(v)
Cash balance in Escrow account	(20,828)	
<b>Total net debt</b>	<b>15,551</b>	<b>(b)</b>
<b>Leverage ratio</b>	<b>0.25</b>	<b>(b)/(a)</b>