

**Ping Petroleum UK PLC**

**Financial Reports**

<b>Consolidated Statement of Profit and Loss</b> (Unaudited)	<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>3 months</b> <b>Jun 2023</b> <b>USD '000</b>	<b>3 months</b> <b>Sep 2023</b> <b>USD '000</b>	<b>12 months</b> <b>Sep 2023</b> <b>USD '000</b>	<b>Notes</b>
<b>Revenue</b>	<b>21,534</b>	<b>19,390</b>	<b>16,377</b>	<b>21,354</b>	<b>78,656</b>	
Field operating expenses	(4,446)	(4,961)	(4,388)	(4,322)	(18,116)	
Marketing and transportation costs	(372)	(496)	(407)	(298)	(1,575)	
Movement in crude oil inventory	5,051	898	422	(699)	5,671	
Crude oil hedge gain/(loss)	-	-	-	(1,324)	(1,324)	
Depletion, depreciation and amortisation	(4,569)	(3,107)	(4,015)	(3,610)	(15,302)	(iii)
<b>Cost of sales</b>	<b>(4,337)</b>	<b>(7,666)</b>	<b>(8,389)</b>	<b>(10,253)</b>	<b>(30,645)</b>	
<b>Gross profit/(loss)</b>	<b>17,197</b>	<b>11,724</b>	<b>7,989</b>	<b>11,101</b>	<b>48,012</b>	
Other income	596	885	1,077	352	2,910	
General and administrative expenses	(1,474)	(1,641)	(2,168)	(1,319)	(6,602)	
Finance costs	(2,548)	(2,540)	(2,584)	(2,647)	(10,319)	(ii)
Foreign exchange	3,098	987	427	(1,561)	2,951	(iv)
<b>Profit/(loss) before taxation</b>	<b>16,871</b>	<b>9,415</b>	<b>4,741</b>	<b>5,926</b>	<b>36,952</b>	(i)
Taxation	(8,048)	(59,349)	10,726	(1,779)	(58,449)	
<b>Profit/(loss) after taxation</b>	<b>8,823</b>	<b>(49,934)</b>	<b>15,467</b>	<b>4,147</b>	<b>(21,497)</b>	

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<b>Consolidated Statement of Financial Position</b> (Unaudited)	<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>3 months</b> <b>Jun 2023</b> <b>USD '000</b>	<b>3 months</b> <b>Sep 2023</b> <b>USD '000</b>	<b>12 months</b> <b>Sep 2023</b> <b>USD '000</b>	<b>Notes</b>
<b>Non-current assets</b>						
Intangible assets	179,812	186,238	194,627	195,864	195,864	
Property, plant and equipment	134,541	134,934	137,515	136,893	136,893	
Right-of-use assets	-	-	237	231	231	
Restricted cash and cash equivalents	61,659	66,302	71,110	55,705	55,705	
	<b>376,012</b>	<b>387,474</b>	<b>403,489</b>	<b>388,693</b>	<b>388,693</b>	
<b>Current assets</b>						
Trade and other receivables	24,566	19,445	19,568	22,873	22,873	
Inventories	5,230	6,153	6,601	5,860	5,860	
Cash and cash equivalents	20,020	25,580	18,320	30,418	30,418	(v)
Intercompany receivables/(payables)	(12,276)	(13,011)	(14,596)	(13,390)	(13,390)	
	<b>37,540</b>	<b>38,167</b>	<b>29,893</b>	<b>45,762</b>	<b>45,762</b>	
<b>Total assets</b>	<b>413,551</b>	<b>425,640</b>	<b>433,383</b>	<b>434,455</b>	<b>434,455</b>	
<b>Current liabilities</b>						
Trade and other payables	(14,483)	(13,883)	(20,471)	(18,314)	(18,314)	
Lease liabilities	-	-	(57)	(57)	(57)	
Current tax liabilities	(12,524)	(14,957)	(6,209)	(7,622)	(7,622)	
	<b>(27,007)</b>	<b>(28,839)</b>	<b>(26,737)</b>	<b>(25,993)</b>	<b>(25,993)</b>	
<b>Non-current liabilities</b>						
Lease liabilities	-	-	(138)	(140)	(140)	
Other long-term obligations and provisions	(1,662)	(1,662)	(616)	(616)	(616)	
Borrowings	(48,694)	(48,911)	(49,129)	(49,347)	(49,347)	
Deferred tax liabilities	(86,062)	(142,979)	(134,804)	(135,169)	(135,169)	
Provision for decommissioning costs	(97,112)	(100,168)	(103,411)	(100,494)	(100,494)	
	<b>(233,529)</b>	<b>(293,720)</b>	<b>(288,098)</b>	<b>(285,766)</b>	<b>(285,766)</b>	
<b>Net assets</b>	<b>153,015</b>	<b>103,081</b>	<b>118,548</b>	<b>122,695</b>	<b>122,695</b>	
<b>Equity</b>						
Share capital	67	67	67	67	67	
Retained earnings	152,948	103,014	118,481	122,628	122,628	
	<b>153,015</b>	<b>103,081</b>	<b>118,548</b>	<b>122,695</b>	<b>122,695</b>	

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<b>Consolidated Statement of Cash Flows</b> (Unaudited)	<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>3 months</b> <b>Jun 2023</b> <b>USD '000</b>	<b>3 months</b> <b>Sep 2023</b> <b>USD '000</b>	<b>12 months</b> <b>Sep 2023</b> <b>USD '000</b>
<b>Cash flows from operating activities</b>					
Profit/(loss) before taxation	16,871	9,415	4,741	5,926	36,952
<u>Adjustment for:</u>					
Depreciation, depletion and amortisation	4,569	3,107	4,015	3,610	15,302
Finance costs	2,548	2,540	2,584	2,647	10,319
Interest income	(397)	(624)	(917)	(258)	(2,196)
Operating profit/(loss) before changes in working capital	23,591	14,437	10,423	11,925	60,376
<u>Movements in working capital:</u>					
Inventory movement	(5,137)	(923)	(449)	741	(5,768)
Receivables movement	(4,683)	5,121	(123)	(3,305)	(2,989)
Payables movement	(2,257)	(600)	5,543	(2,157)	529
Cash generated from/(used in) operating activities	11,514	18,036	15,394	7,204	52,148
Tax (paid)/received	(6,134)	-	(6,634)	-	(12,768)
<b>Net cash generated from/(used in) operating activities</b>	<b>5,380</b>	<b>18,036</b>	<b>8,760</b>	<b>7,204</b>	<b>39,380</b>
<b>Cash flows from investing activities</b>					
Expenditure on assets	(6,601)	(7,684)	(12,593)	(7,861)	(34,739)
Additions to restricted cash	(950)	(4,543)	(1,356)	(1,273)	(8,121)
Acquisitions	-	-	-	(150)	(150)
<b>Net cash generated from/(used in) investing activities</b>	<b>(7,551)</b>	<b>(12,228)</b>	<b>(13,949)</b>	<b>(9,283)</b>	<b>(43,011)</b>
<b>Cash flows from financing activities</b>					
Interest paid	(1,500)	(1,500)	(1,500)	(1,500)	(6,000)
Proceeds from/(repayment of) secured bond	-	-	-	13,626	13,626
<b>Net cash generated from/(used in) financing activities</b>	<b>(1,500)</b>	<b>(1,500)</b>	<b>(1,500)</b>	<b>12,126</b>	<b>7,626</b>
Net increase/(decrease) in cash and cash equivalents	(3,670)	4,308	(6,689)	10,047	3,995
Effect of foreign exchange movement	(3,668)	1,253	(571)	2,052	(934)
Cash and cash equivalents at the beginning of the period	27,357	20,019	25,580	18,320	27,357
<b>Cash and cash equivalents at the end of the period</b>	<b>20,019</b>	<b>25,580</b>	<b>18,320</b>	<b>30,419</b>	<b>30,419</b>