

Ping Petroleum UK PLC
Financial Reports

Statement of Profit and Loss (Unaudited)	3 months Mar 2023 USD '000	3 months Jun 2023 USD '000	3 months Sep 2023 USD '000	3 months Dec 2023 USD '000	12 months Dec 2023 USD '000	Notes
Revenue	19,390	16,377	20,031	18,347	74,146	
Field operating expenses	(4,961)	(4,388)	(4,322)	(6,729)	(20,399)	
Marketing and transportation costs	(496)	(407)	(298)	(421)	(1,623)	
Movement in crude oil inventory	898	422	(699)	(1,043)	(422)	
Depletion, depreciation and amortisation	(3,107)	(4,015)	(3,610)	(4,175)	(14,907)	
Cost of sales	(7,666)	(8,389)	(8,930)	(12,367)	(37,351)	
Gross profit/(loss)	11,724	7,989	11,101	5,980	36,795	
Other income	885	1,077	352	1,550	3,864	
General and administrative expenses	(1,641)	(2,168)	(1,319)	(2,437)	(7,566)	
Finance costs	(2,540)	(2,584)	(2,647)	(2,577)	(10,348)	
Foreign exchange	987	427	(1,561)	1,773	1,626	
Other expenses	-	-	-	-	-	
Gain/(loss) on securities	-	-	-	-	-	
Negative goodwill from business combination	-	-	-	-	-	
Profit/(loss) before taxation	9,415	4,741	5,926	4,289	24,371	
Taxation	(59,349)	10,726	(1,779)	10,646	(39,755)	
Profit/(loss) after taxation	(49,934)	15,467	4,147	14,935	(15,385)	

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Statement of Financial Position (Unaudited)	3 months Mar 2023 USD '000	3 months Jun 2023 USD '000	3 months Sep 2023 USD '000	3 months Dec 2023 USD '000	12 months Dec 2023 USD '000	Notes
Non-current assets						
Intangible assets	186,238	194,627	195,864	197,230	197,230	
Property, plant and equipment	134,934	137,515	136,893	138,778	138,778	
Right-of-use assets	-	237	231	189	189	
Investments	-	-	-	-	-	
Restricted cash and cash equivalents	66,302	71,110	55,705	52,275	52,275	
	387,474	403,489	388,693	388,471	388,471	
Current assets						
Trade and other receivables	17,686	16,995	21,272	18,368	18,368	
Inventories	5,029	5,451	4,751	3,709	3,709	
Deferred operating expenses	-	-	-	-	-	
Cash and cash equivalents	20,887	13,148	25,341	23,542	23,542	
Restricted cash and cash equivalents	-	-	-	10,864	10,864	
Loans to others	-	-	-	-	-	
Available-for-sale (AFS) financial asset	-	-	-	-	-	
Assets held for review	-	-	-	-	-	
Intercompany receivables/(payables)	(12,734)	(17,014)	(20,597)	(20,248)	(20,248)	
	30,868	18,579	30,768	36,235	36,235	
Total assets	418,342	422,069	419,461	424,707	424,707	
Current liabilities						
Trade and other payables	(6,584)	(9,157)	(3,320)	(5,390)	(5,390)	
Deferred consideration	-	-	-	-	-	
Loan payable	-	-	-	-	-	
Lease liabilities	-	(57)	(57)	(88)	(88)	
Borrowings	-	-	-	(49,565)	(49,565)	
Current tax liabilities	(14,957)	(6,209)	(7,622)	(2,478)	(2,478)	
	(21,541)	(15,423)	(10,999)	(57,521)	(57,521)	
Non-current liabilities						
Deferred consideration	-	-	-	-	-	
Contingent consideration	-	-	-	-	-	
Lease liabilities	-	(138)	(140)	(93)	(93)	
Other long-term obligations and provisions	(1,662)	(616)	(616)	(616)	(616)	
Borrowings	(48,911)	(49,129)	(49,347)	-	-	
Deferred tax liabilities	(142,979)	(134,804)	(135,169)	(123,102)	(123,102)	
Provision for decommissioning costs	(100,168)	(103,411)	(100,494)	(105,744)	(105,744)	
	(293,720)	(288,098)	(285,766)	(229,556)	(229,556)	
Net assets	103,081	118,548	122,695	137,631	137,631	
Equity						
Share capital	67	67	67	67	67	
Share premium	-	-	-	-	-	
Retained earnings	103,014	118,481	122,628	137,563	137,563	
Other reserves	-	-	-	-	-	
	103,081	118,548	122,695	137,631	137,631	

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Statement of Cash Flows (Unaudited)	3 months Mar 2023 USD '000	3 months Jun 2023 USD '000	3 months Sep 2023 USD '000	3 months Dec 2023 USD '000	12 months Dec 2023 USD '000
Cash flows from operating activities					
Profit/(loss) before taxation	9,415	4,741	5,926	4,289	24,371
<u>Adjustment for:</u>					
Depreciation, depletion and amortisation	3,107	4,015	3,610	4,175	14,907
Finance costs	2,540	2,584	2,647	2,577	10,348
Interest income	(624)	(917)	(258)	(1,420)	(3,219)
Distributions	-	-	-	-	-
Negative goodwill	-	-	-	-	-
Operating profit/(loss) before changes in working capital	14,437	10,423	11,925	9,621	46,407
<u>Movements in working capital:</u>					
Inventory movement	(898)	(422)	699	1,043	422
Receivables movement	2,220	691	(4,277)	2,905	1,539
Payables movement	673	1,528	(5,837)	2,070	(1,566)
Cash generated from/(used in) operating activities	16,433	12,220	2,510	15,639	46,802
Tax (paid)/received	-	(6,634)	-	(6,565)	(13,200)
Net cash generated from/(used in) operating activities	16,433	5,585	2,510	9,074	33,602
Cash flows from investing activities					
Expenditure on assets	(7,684)	(12,593)	(7,861)	(2,859)	(30,997)
Additions to restricted cash	(4,543)	(1,356)	(1,273)	(2,493)	(9,665)
Acquisitions	-	-	(150)	(190)	(340)
Proceeds from Anasuria Interim Period Adjustment	-	-	-	-	-
Proceeds from disposal of available-for-sale financial assets	-	-	-	-	-
Net cash generated from/(used in) investing activities	(12,228)	(13,949)	(9,283)	(5,542)	(41,003)
Cash flows from financing activities					
Dividends paid	-	-	-	-	-
Interest paid	(1,500)	(1,500)	(1,500)	(1,500)	(6,001)
Advances from/(repayments) to subsidiaries	855	4,281	3,583	(350)	8,369
Proceeds from/(repayment of) secured bond	-	-	13,626	-	13,626
Proceeds from/(repayment of) loan	-	-	-	-	-
Proceeds from issuance of ordinary shares	-	-	-	-	-
Net cash generated from/(used in) financing activities	(645)	2,781	15,709	(1,850)	15,994
Net increase/(decrease) in cash and cash equivalents	3,561	(5,583)	8,935	1,681	8,594
Effect of foreign exchange movement	517	(2,155)	3,258	(3,481)	(1,861)
Cash and cash equivalents at the beginning of the period	16,809	20,886	13,148	25,342	16,809
Cash and cash equivalents at the end of the period	20,886	13,148	25,342	23,542	23,542

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Leverage ratio calculation (Unaudited)	12 months Dec 2023 USD '000	Notes
Profit/(loss) before taxation	24,371	(i)
<u>Adjustment for:</u>		
Interest and fees in connection with the issue of bonds	6,914	(ii)
Unwinding of discount on ARO provision	3,407	(ii)
Lease interest expense	27	(ii)
Depreciation, depletion and amortisation	14,907	(iii)
Gain/(loss) on foreign exchange	(1,626)	(iv)
Adjusted EBITDA	48,000	(a)
Total issued bond	50,000	
Subordinated loan (PPL to PPUK)	5,944	
Cook WI SLB payable	-	
Total gross debt	55,944	
<u>Less:</u>		
Cash and cash equivalents	(23,542)	(v)
Cash balance in Escrow account	(10,864)	
Total net debt	21,537	(b)
Leverage ratio	0.45	(b)/(a)