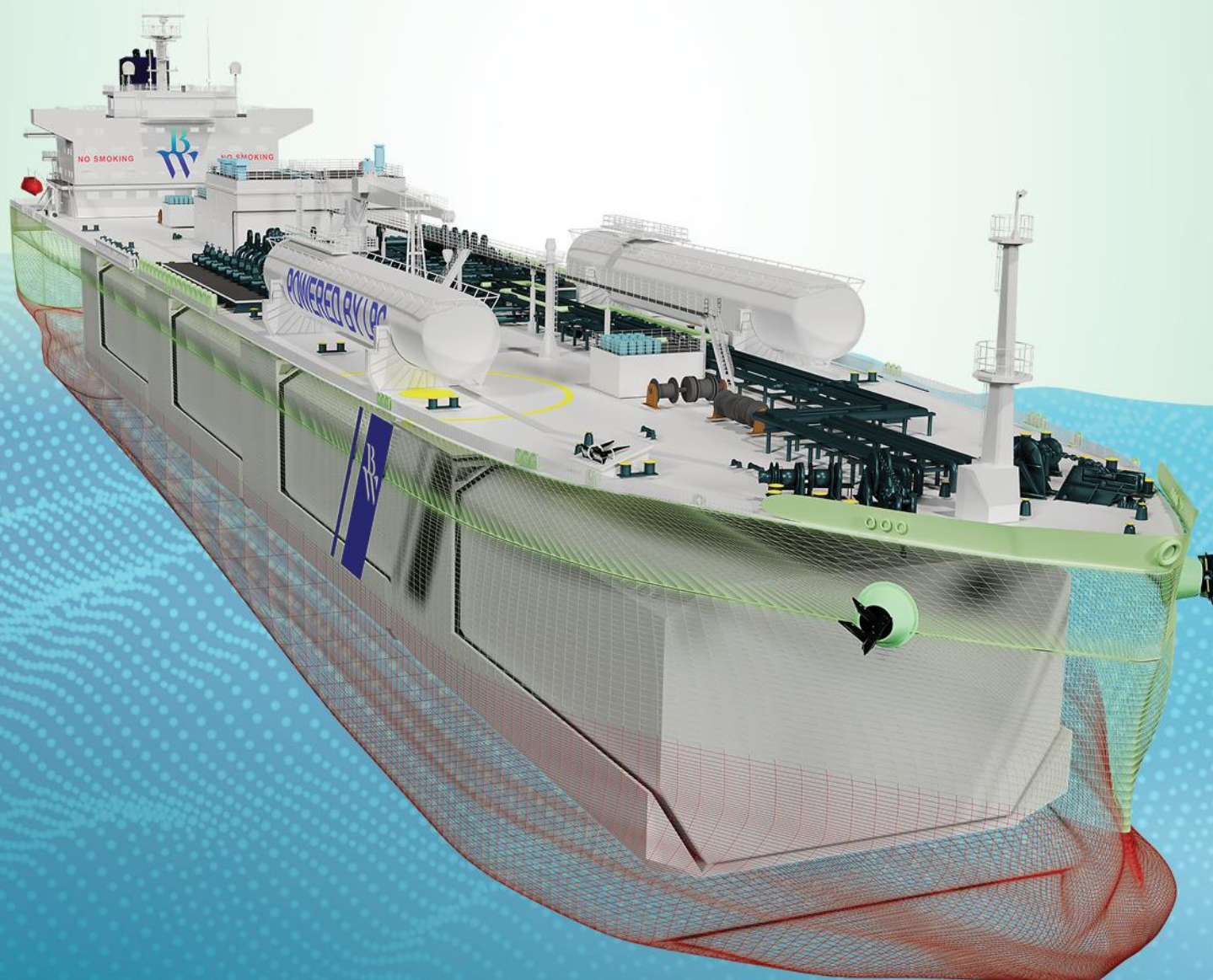


BW LPG Limited

Interim Financial Information
Q1 2020 (unaudited)



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SELECTED KEY FINANCIAL INFORMATION

Income Statement	Q1 2020 US\$ million	Q1 2019 US\$ million	Increase/ (Decrease) %
Net income from spot voyages	140.3	40.5	246
Net income from time charter voyages	21.7	19.7	10
TCE income	162.0	60.2	169
EBITDA	126.3	20.7	510
Profit/(Loss) after tax	80.6	(23.5)	N.M
(US\$ per share)			
Basic and diluted EPS ¹	0.58	(0.17)	N.M
Dividend per share	0.20	-	N.M
Balance Sheet	31 March 2020 US\$ million	31 December 2019 US\$ million	Increase/ (Decrease) %
Cash & cash equivalents	180.1	112.2	61
Total assets	2,597.4	2,549.4	2
Total liabilities	1,441.6	1,372.0	5
Financial ratios	Q1 2020 %	Q1 2019 %	Increase/ (Decrease) %
ROE ² (annualised)	27.6	(9.7)	N.M
ROCE ² (annualised)	15.2	(1.7)	N.M
EBITDA margin ³	78.0	34.4	127
Gross leverage ratio ⁴	52.6	59.1	(11)
Net leverage ratio ⁵	48.9	58.4	(16)
Other information	31 March 2020	31 December 2019	Increase/ (Decrease) %
Shares – end of period (shares)	141,938,998	141,938,998	-
Share price (NOK)	31.6	73.9	(57)
Market Cap (NOK million)	4,485.3	10,482.2	(57)
Market Cap (USD million)	422.4	1,189.5	(64)

[1] EPS (earnings per share) is computed based on Q1 2020: 139 million shares and Q1 2019: 139 million shares, the weighted average number of shares outstanding less treasury shares during the period

[2] ROE (return on equity) and ROCE (return on capital employed) is computed based on the average equity and capital employed at the end and beginning of the period.

[3] EBITDA margin is computed as EBITDA over TCE income.

[4] Gross leverage ratio is computed as total debt over total debt plus equity.

[5] Net leverage ratio is computed as total debt less cash over total debt less cash plus equity.

“N.M” denotes not meaningful.

HIGHLIGHTS – Q1 2020

- Achieved VLGC freight rates of US\$42,300/day, generating a Net Profit after Tax of US\$81 million or an Earnings per Share of US\$0.58 (NOK 5.97).
- Declared Q1 2020 interim cash dividend of US\$0.20 per share amounting to US\$27.7 million. The shares will be traded ex-dividend from 2 June 2020. The dividend will be payable on or about 12 June 2020 to shareholders of record as at 3 June 2020.
- Secured financing for the retrofitting for five dual-fuel LPG propulsion engines. On 15 May 2020, the existing US\$400 million facility at LIBOR + 170bps was increased by US\$38 million with all other terms unchanged.

Events previously announced:

March 2020:

- Delivered our only remaining LGC to her new owners, generating US\$15 million in liquidity and a net gain of US\$5 million.

February 2020:

- Exercised options for the retrofitting of eight additional dual-fuel LPG propulsion engines, bringing our total investments in this pioneering propulsion technology to 12 vessels.
- Amended the existing US\$458 million Senior Secured Facility to convert US\$100 million of Term Loan to Revolving Credit Facility with all other terms unchanged.
- Took delivery of the last of two time charter-in VLGC newbuilds.

PERFORMANCE REVIEW – Q1 2020

Operating revenue was US\$250.4 million in Q1 2020 (Q1 2019: US\$118.1 million). Time Charter Equivalent (“TCE”) income increased to US\$162.0 million in Q1 2020, mainly attributable to higher LPG spot rates and higher fleet utilisation.

EBITDA increased to US\$126.3 million for Q1 2020 (Q1 2019: US\$20.7 million), primarily due to higher TCE income.

Profit after tax was US\$80.6 million for Q1 2020 (Q1 2019: loss after tax of US\$23.5 million).

Net leverage ratio decreased to 48.9% in Q1 2020 (Q1 2019: 58.4%). This is mainly due to solid cash flows from operations, net of US\$118 million total dividends paid for 2019.

BALANCE SHEET

As at 31 March 2020, BW LPG had a fleet of 45 VLGCs and two VLGCs owned and operated by a joint venture. Total assets amounted to US\$2,597.4 million (31 December 2019: US\$2,549.4 million), of which US\$1,881.0 million (31 December 2019: US\$1,903.6 million) represented the carrying value of the vessels (including dry docking) and US\$178.6 million (31 December 2019: US\$165.0 million) represented the carrying value of the right-of-use assets (vessels).

Cash and cash equivalents amounted to US\$180.1 million as at 31 March 2020 (31 December 2019: US\$112.2 million). Cash flows from operating activities generated a net cash surplus of US\$141.6 million in Q1 2020 (Q1 2019: US\$35.4 million). The cash flows from operating activities were principally utilised for repayments of bank borrowings, interest payments and dividend payments.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q1 2020 US\$'000	Q1 2019 US\$'000
Revenue from spot voyages	228,678	98,341
Voyage expenses	(88,424)	(57,846)
Net income from spot voyages	140,254	40,495
Revenue from time charter voyages	21,703	19,712
TCE income[^]	161,957	60,207
Net gain from commodity contracts	528	-
Vessel operating expenses	(29,635)	(28,262)
General and administrative expenses	(6,172)	(6,934)
Charter hire expenses	(1,907)	(4,350)
Finance lease income	558	-
Other operating income - net	998	49
Operating profit before depreciation, amortisation and impairment (EBITDA)	126,327	20,710
Depreciation charge	(38,139)	(31,829)
Amortisation charge	(13)	-
	88,175	(11,119)
Gain on disposal of assets held-for-sale	5,273	1,783
Operating profit/(loss) (EBIT)	93,448	(9,336)
Foreign currency exchange loss - net	(2,151)	(292)
Interest income	1,331	1,433
Interest expense	(12,201)	(14,724)
Derivative gain/(loss)	18	(55)
Other finance expense	(732)	(422)
Finance expense – net	(13,735)	(14,060)
Share of profit of a joint venture	1,213	-
Profit/(Loss) before tax for the financial period	80,926	(23,396)
Income tax expense	(321)	(148)
Profit/(Loss) after tax for the financial period (NPAT)	80,605	(23,544)

[^] “TCE income” denotes “time charter equivalent income” which represents revenue from time charters and voyage charters less voyage expenses comprising primarily fuel oil, port charges and commission.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (continued)

	Q1 2020 US\$'000	Q1 2019 US\$'000
Other comprehensive loss:		
Items that may be subsequently reclassified to profit or loss:		
Cash flow hedges		
- fair value loss	(45,097)	(8,497)
- reclassification to profit or loss	2,134	(861)
Currency translation reserve	(211)	-
Other comprehensive loss, net of tax	(43,174)	(9,358)
Total comprehensive income/(loss) for the financial period	37,431	(39,902)
Profit/(Loss) attributable to:		
Equity holders of the Company	80,605	(23,615)
Non-controlling interests	-	71
	80,605	(23,544)
Total comprehensive income/(loss) attributable to:		
Equity holders of the Company	37,431	(32,973)
Non-controlling interests	-	71
	37,431	(32,902)
Earnings/(Loss) per share attributable to the equity holders of the Company: (expressed in US\$ per share)		
Basic and diluted earnings/(loss) per share	0.58	(0.17)

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CONSOLIDATED BALANCE SHEET

	31 March 2020 US\$'000	31 December 2019 US\$'000
Intangible assets	1,045	1,004
Derivative financial instruments	-	723
Loan receivables from a joint venture	44,650	52,550
Finance lease receivables	29,620	35,326
Investment in a joint venture	3,986	2,861
Total other non-current assets	78,256	91,460
Vessels and dry docking	1,881,041	1,903,622
Right-of-use assets (vessels)	178,611	165,029
Other property, plant and equipment	230	261
Property, plant and equipment	2,059,882	2,068,912
Total non-current assets	2,139,183	2,161,376
Inventories	87,955	40,682
Trade and other receivables	147,835	166,372
Derivative financial instruments	9,354	14,080
Loan receivables from a joint venture	10,436	5,645
Finance lease receivables	22,489	22,266
Assets held-for-sale	-	26,725
Cash and cash equivalents	180,129	112,210
Total current assets	458,198	387,980
Total assets	2,597,381	2,549,356
Share capital	1,419	1,419
Share premium	289,812	289,812
Treasury shares	(16,244)	(14,432)
Contributed surplus	685,913	685,913
Other reserves	(88,839)	(45,688)
Retained earnings	283,692	260,289
Total shareholders' equity	1,155,753	1,177,313
Borrowings	947,386	923,177
Lease liabilities	174,788	167,654
Derivative financial instruments	37,750	10,516
Other provisions	813	697
Total non-current liabilities	1,160,737	1,102,044
Borrowings	108,224	140,863
Lease liabilities	52,971	50,241
Derivative financial instruments	20,269	18,131
Current income tax liabilities	1,768	1,560
Trade and other payables	97,659	59,204
Total current liabilities	280,891	269,999
Total liabilities	1,441,628	1,372,043
Total equity and liabilities	2,597,381	2,549,356

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company									
	Share capital	Share premium	Treasury shares	Contributed surplus	Capital reserve	Hedging reserve	Share- based payment reserve	Currency translation reserve	Retained earnings	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance at 1 January 2020	1,419	289,812	(14,432)	685,913	(36,259)	(9,602)	230	(57)	260,289	1,177,313
Profit for the financial year	-	-	-	-	-	-	-	-	80,605	80,605
Other comprehensive loss for the financial period	-	-	-	-	-	(42,963)	-	(211)	-	(43,174)
Total comprehensive (loss)/income for the financial period	-	-	-	-	-	(42,963)	-	(211)	80,605	37,431
Share-based payment reserve - Value of employee services	-	-	-	-	-	-	23	-	-	23
Purchases of treasury shares	-	-	(1,812)	-	-	-	-	-	-	(1,812)
Dividends paid	-	-	-	-	-	-	-	-	(57,202)	(57,202)
Total transactions with owners, recognised directly in equity	-	-	(1,812)	-	-	-	23	-	(57,202)	(58,991)
Balance at 31 March 2020	1,419	289,812	(16,244)	685,913	(36,259)	(52,565)	253	(268)	283,692	1,155,753

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)

	Attributable to equity holders of the Company											Non-controlling interests	Total equity
	Share capital	Share premium	Treasury shares	Contributed surplus	Capital reserve	Hedging reserve	Share-based payment reserve	Currency translation reserve	Retained earnings	Total			
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000		
Balance at 1 January 2019	1,419	289,812	(12,700)	685,913	(36,259)	8,914	16	(27)	46,055	983,143	482	983,625	
(Loss)/Profit for the financial year	-	-	-	-	-	-	-	-	(23,615)	(23,615)	71	(23,544)	
Other comprehensive loss for the financial period	-	-	-	-	-	(9,358)	-	-	-	(9,358)	-	(9,358)	
Total comprehensive (loss)/income for the financial period	-	-	-	-	-	(9,358)	-	-	(23,615)	(32,973)	71	(32,902)	
Share-based payment reserve - Value of employee services	-	-	-	-	-	-	25	-	-	25	-	25	
Purchases of treasury shares	-	-	(1,732)	-	-	-	-	-	-	(1,732)	-	(1,732)	
Total transactions with owners, recognised directly in equity	-	-	(1,732)	-	-	-	25	-	-	(1,707)	-	(1,707)	
Balance at 31 March 2019	1,419	289,812	(14,432)	685,913	(36,259)	(444)	41	(27)	22,440	948,463	553	949,016	

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CONSOLIDATED STATEMENT OF CASH FLOWS

	Q1 2020 US\$'000	Q1 2019 US\$'000
Cash flows from operating activities		
Profit/(Loss) before tax for the financial period	80,926	(23,396)
Adjustments for:		
- amortisation charge	13	-
- depreciation charge	38,139	31,829
- derivative loss	-	69
- gain on disposal of assets held-for-sale	(5,273)	(1,783)
- interest income	(1,331)	(1,433)
- interest expense	12,201	14,724
- other finance expense	112	346
- share-based payments	23	25
- share of profit of a joint venture	(1,213)	-
- finance lease income	(558)	-
	123,039	20,381
Changes in:		
- inventories	(47,273)	1,601
- trade and other receivables	18,414	9,251
- trade and other payables	38,511	4,280
- derivative financial instruments	(8,254)	-
- margin account held with broker	17,252	-
Cash generated from operations	141,689	35,513
Tax paid	(73)	(71)
Net cash provided by operating activities	141,616	35,442
Cash flows from investing activities		
Purchases of property, plant and equipment	(6,816)	(1,352)
Purchase on intangible assets	(54)	-
Proceeds from sale of assets held-for-sale	31,998	6,606
Repayment of loan receivables from a joint venture	3,100	850
Repayment of finance lease	5,483	-
Interest received	1,898	1,436
Net cash provided by investing activities	35,609	7,540

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CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

	Q1 2020 US\$'000	Q1 2019 US\$'000
Cash flows from financing activities		
Proceeds from bank borrowings	150,000	25,000
Repayments of bank borrowings	(126,267)	(57,506)
Payment of lease liabilities	(12,429)	(7,417)
Interest paid	(10,948)	(12,918)
Other finance expense paid	(92)	(346)
Purchases of treasury shares	(1,812)	(1,732)
Drawdown of trust receipts	13,532	-
Repayment of trust receipts	(46,836)	-
Dividend payment	(57,202)	-
Net cash used in financing activities	(92,054)	(54,919)
Net increase/(decrease) in cash and cash equivalents	85,171	(11,937)
Cash and cash equivalents at beginning of the financial period	93,525	50,075
Cash and cash equivalents at end of the financial period	178,696	38,138

For the purpose of presenting the consolidated statement of cash flows, cash and cash equivalents comprise the following:

	31 March 2020 US\$'000	31 December 2019 US\$'000
Cash and cash equivalents per consolidated balance sheet	180,129	112,210
Less: Margin account held with broker	(1,433)	(18,685)
Cash and cash equivalents per consolidated statement of cash flows	178,696	93,525