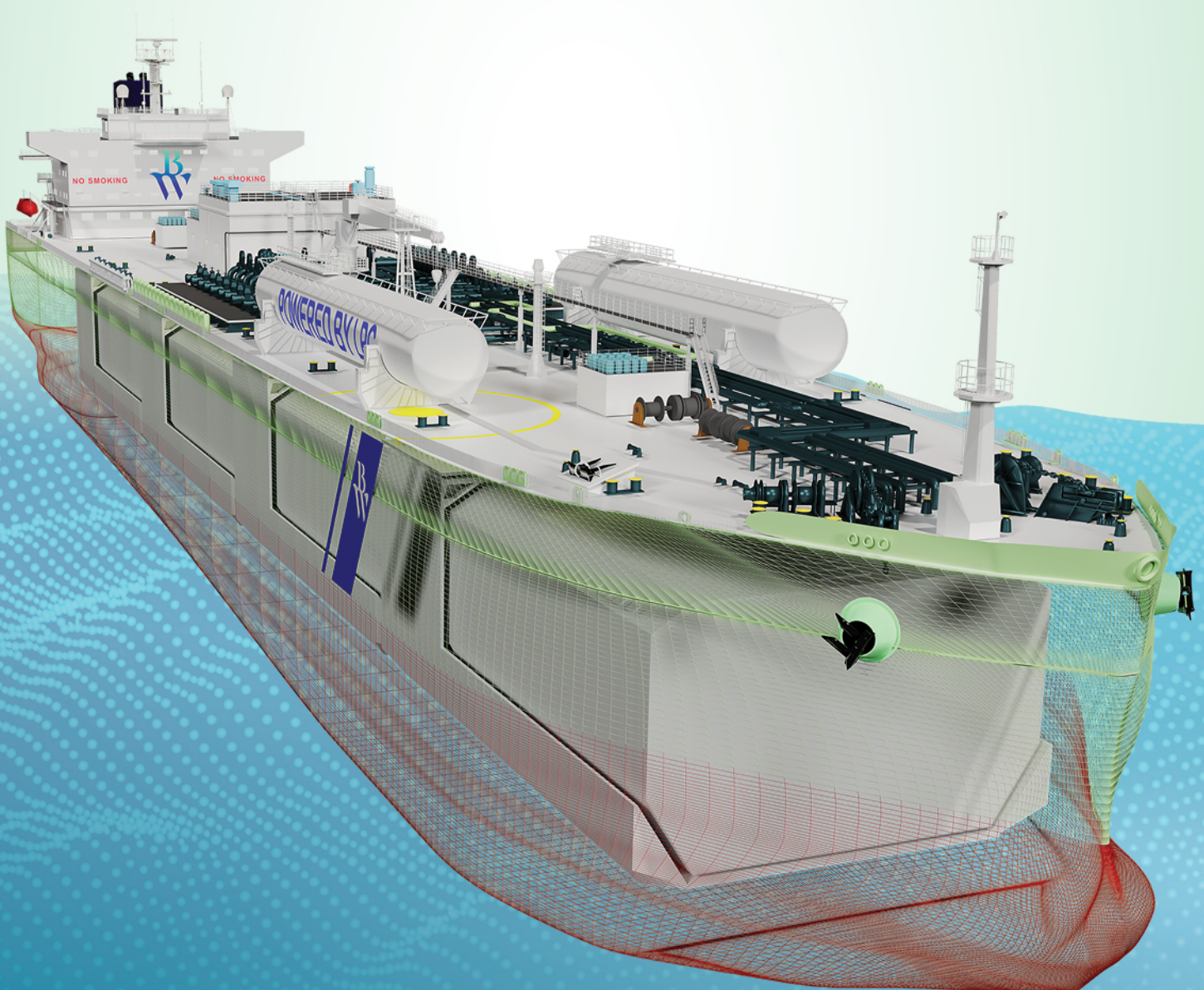


BW LPG Limited

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SELECTED KEY FINANCIAL INFORMATION

Income Statement	Q4 2020 US\$ million	Q4 2019 US\$ million	Increase/ (Decrease) %	FY 2020 US\$ million	FY 2019 US\$ million	Increase/ (Decrease) %
Net income from spot voyages	97.2	174.3	(44)	418.4	467.3	(10)
Net income from time charter voyages	40.7	17.3	135	132.4	79.9	66
TCE income	137.9	191.6	(28)	550.8	547.3	1
EBITDA	107.2	154.1	(30)	414.0	398.8	4
Profit after tax	76.6	153.8	(50)	243.9	273.9	(11)
(US\$ per share)						
Basic and diluted EPS ¹	0.55	1.11	(50)	1.76	1.97	(11)
Dividend per share	0.34	0.42	(19)	0.84	0.85	(1)
Balance Sheet				31 December 2020 US\$ million	31 December 2019 US\$ million	Increase/ (Decrease) %
Cash & cash equivalents				90.3	112.2	(20)
Total assets				2,416.6	2,549.4	(5)
Total liabilities				1,165.1	1,372.0	(15)
Total shareholders' equity				1,251.6	1,177.3	6
Cash flow	Q4 2020 US\$ million	Q4 2019 US\$ million	Increase/ (Decrease) %	FY 2020 US\$ million	FY 2019 US\$ million	Increase/ (Decrease) %
Operating cash flow	24.1	126.8	(81)	397.8	333.8	19
Capital expenditure	18.4	2.4	667	66.4	21.7	206
Free cash flow	5.7	124.4	(95)	331.4	312.1	6
Financial Ratios	Q4 2020 %	Q4 2019 %	Increase/ (Decrease) %	31 December 2020 %	31 December 2019 %	Increase/ (Decrease) %
ROE ² (annualised)	25.0	54.9	(54)	20.1	25.3	(21)
ROCE ² (annualised)	15.0	27.4	(45)	11.8	13.9	(15)
EBITDA margin ³	77.8	80.4	(3)	75.2	72.9	3
Gross leverage ratio ⁴	45.5	52.1	(13)	45.5	52.1	(13)
Net leverage ratio ⁵	44.2	50.2	(12)	44.2	50.2	(12)
Other Information				31 December 2020	31 December 2019	Increase/ (Decrease) %
Shares – end of period (shares)				141,938,998	141,938,998	-
Treasury shares – end of period (shares)				3,842,345	3,320,921	15
Share price (NOK)				59.0	73.9	(20)
Market cap (NOK million)				8,374.4	10,482.2	(20)
Market cap (USD million)				975.4	1,189.6	(18)

[1] EPS (earnings per share) is computed based on Q4 2020: 138.5 million (FY 2020: 138.7 million) shares, the weighted average number of shares outstanding less treasury shares during the period/year.

[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.

HIGHLIGHTS – Q4 2020 and FY 2020

- Achieved Q4 2020 VLGC freight rates of US\$37,300 (FY 2020: US\$36,300) per calendar day.
- Write-back of vessel impairment charge of US\$12.4 million.
- Generated Q4 2020 Net Profit after Tax of US\$76.6 million (FY 2020: US\$243.9 million) or an earnings per share of US\$0.55 (FY 2020: US\$1.76) or NOK 5.01 (FY 2020: NOK 16.57).
- FY 2020 annualised return on equity of 20% with US\$331.4 million of free cash flow.
- Declared a Q4 2020 cash dividend of US\$0.34 per share amounting to US\$47.0 million. This brings total dividends declared for FY 2020 to US\$0.84 per share, amounting to US\$116.4 million, and translates to a payout ratio as a percentage of NPAT of 73% for the quarter and 50% for FY 2020, excluding the write-back of vessel impairment charge amounting to US\$12.4 million. The shares will be traded ex-dividend on and after 4 March 2021. The dividend will be payable on or about 16 March 2021 to shareholders on record as at 5 March 2021.

Events previously announced:

December 2020:

- Committed an additional three VLGCs for retrofitting with dual-fuel propulsion engines, bringing the total commitment to 15 vessels and a combined cost of approximately US\$130 million.

November 2020:

- Declared a Q3 2020 cash dividend of US\$0.15 per share amounting to US\$20.7 million. The shares were traded ex-dividend from 18 November 2020. The dividends were paid on 11 December 2020 to shareholders on record as at 19 November 2020.

PERFORMANCE REVIEW – Q4 2020

Time Charter Equivalent (“TCE”) income decreased to US\$137.9 million for Q4 2020 (Q4 2019: US\$191.6 million), mainly attributable to lower LPG spot rates and lower fleet utilisation due predominantly to the retrofitting of dual fuel propulsion engines on three vessels. This also includes a net downward impact of US\$12.7 million related to the effects of IFRS 15 where spot voyages that straddle the quarter-end are now accounted for on a load to discharge basis.

EBITDA was US\$107.2 million for Q4 2020 (Q4 2019: US\$154.1 million), primarily due to lower TCE income.

Profit after tax was US\$76.6 million for Q4 2020 (Q4 2019: profit after tax of US\$153.8 million).

Net leverage ratio decreased to 44.2% in Q4 2020 (Q4 2019: 50.2%). This is mainly due to solid cash flows from operations, net of US\$186.2 million in total dividends paid in the period from 2019 to Q4 2020.

BALANCE SHEET

As at 31 December 2020, BW LPG has a fleet of 46 VLGCs, including four which are owned and operated by a joint venture. Total assets amounted to US\$2,416.6 million (31 December 2019: US\$2,549.4 million), of which US\$1,754.3 million (31 December 2019: US\$1,903.6 million) represented the carrying value of the vessels (including dry docking) and US\$147.3 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\$90.3 million as at 31 December 2020 (31 December 2019: US\$112.2 million). Cash flows from operating activities generated a net cash surplus of US\$397.8 million in FY 2020 (FY 2019: US\$333.8 million). The cash flows from operating activities were largely used to repay bank borrowings, and for interest and dividend payments.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q4 2020 US\$'000	Q4 2019 US\$'000	FY 2020 US\$'000	FY 2019 US\$'000
Revenue from spot voyages	149,133	243,522	679,337	737,264
Voyage expenses	(51,908)	(69,252)	(260,961)	(269,930)
Net income from spot voyages	97,225	174,270	418,376	467,334
Revenue from time charter voyages	40,681	17,283	132,397	79,940
TCE income[^]	137,906	191,553	550,773	547,274
Net gain from commodity contracts	1,627	479	897	1,198
Fair value gains from equity financial asset	8,301	-	8,301	-
Vessel operating expenses	(26,856)	(26,585)	(99,757)	(99,858)
Time charter contracts (non-lease components)	(3,453)	(2,272)	(13,573)	(9,744)
General and administrative expenses	(6,188)	(7,925)	(22,758)	(26,852)
Charter hire expenses	(4,021)	(2,180)	(12,260)	(14,208)
Finance lease income	391	1,171	1,898	1,171
Other operating (expenses)/income - net	(458)	(182)	480	(193)
Operating profit before depreciation, amortisation and impairment (EBITDA)	107,249	154,059	414,001	398,788
Depreciation charge	(37,430)	(30,891)	(152,206)	(126,273)
Amortisation of intangible assets	(109)	-	(241)	-
	69,710	123,168	261,554	272,515
Gain from derecognition of right-of-use assets	-	-	-	10,394
Gain on disposal of vessels	2,886	-	2,886	-
Gain on disposal of assets held-for-sale	-	5,167	9,079	6,950
Write-back of impairment charge on vessels	12,400	37,995	8,200	37,995
Operating profit (EBIT)	84,996	166,330	281,719	327,854
Foreign currency exchange loss - net	892	188	(205)	(676)
Interest income	1,117	1,101	4,142	5,349
Interest expense	(10,075)	(13,216)	(43,559)	(57,609)
Derivative loss	(778)	(4)	(18)	(187)
Other finance expense	(632)	(348)	(2,822)	(1,517)
Finance expense - net	(9,476)	(12,279)	(42,462)	(54,640)
Share of profit of a joint venture	908	1,249	5,095	3,025
Profit before tax for the financial period/year	76,428	155,300	244,352	276,239
Income tax income/(expense)	162	(1,528)	(499)	(2,343)
Profit after tax for the financial period/year (NPAT)	76,590	153,772	243,853	273,896

[^] "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)

	Q4 2020 US\$'000	Q4 2019 US\$'000	FY 2020 US\$'000	FY 2019 US\$'000
Other comprehensive income/(loss):				
Items that may be subsequently reclassified to profit or loss:				
Cash flow hedges				
- fair value (loss)/gain	(11,761)	5,069	(69,818)	(17,165)
- reclassification to profit or loss	12,367	207	29,106	(1,351)
Currency translation reserve	9	(8)	(34)	(30)
Other comprehensive income/(loss), net of tax	615	5,268	(40,746)	(18,546)
Total comprehensive income for the financial period/year	77,205	159,040	203,107	255,350
Profit attributable to:				
Equity holders of the Company	76,590	153,735	243,853	273,840
Non-controlling interests	-	37	-	56
	76,590	153,772	243,853	273,896
Total comprehensive income attributable to:				
Equity holders of the Company	77,205	159,003	203,107	255,294
Non-controlling interests	-	37	-	56
	77,205	159,040	203,107	255,350
Earnings per share attributable to the equity holders of the Company: (expressed in US\$ per share)				
Basic and diluted earnings per share	0.55	1.11	1.76	1.97

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CONSOLIDATED BALANCE SHEET

	31 December 2020 US\$'000	31 December 2019 US\$'000
Intangible assets	1,949	1,004
Derivative financial instruments	-	723
Loan receivables from a joint venture	115,150	52,550
Finance lease receivables	18,061	35,326
Investment in a joint venture	5,027	2,861
Total other non-current assets	138,238	91,460
Vessels and dry docking	1,754,338	1,903,622
Right-of-use assets (vessels)	147,266	165,029
Other property, plant and equipment	136	261
Property, plant and equipment	1,901,740	2,068,912
Total non-current assets	2,041,927	2,161,376
Inventories	15,057	40,682
Trade and other receivables	197,824	166,372
Equity financial asset, at fair value	28,259	-
Derivative financial instruments	7,969	14,080
Loan receivables from a joint venture	18,073	5,645
Finance lease receivables	17,266	22,266
Assets held-for-sale	-	26,725
Cash and cash equivalents	90,256	112,210
Total current assets	374,704	387,980
Total assets	2,416,631	2,549,356
Share capital	1,419	1,419
Share premium	289,812	289,812
Treasury shares	(16,895)	(14,432)
Contributed surplus	685,913	685,913
Other reserves	(86,207)	(45,688)
Retained earnings	377,528	260,289
Total shareholders' equity	1,251,570	1,177,313
Borrowings	730,732	923,177
Lease liabilities	143,428	167,654
Derivative financial instruments	32,958	10,516
Other provisions	1,165	697
Total non-current liabilities	908,283	1,102,044
Borrowings	126,791	140,863
Lease liabilities	45,018	50,241
Derivative financial instruments	42,805	18,131
Current income tax liabilities	995	1,560
Trade and other payables	41,169	59,204
Total current liabilities	256,778	269,999
Total liabilities	1,165,061	1,372,043
Total equity and liabilities	2,416,631	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	-	-	-	-	-	-	-	-	243,853	243,853
Other comprehensive loss for the financial year	-	-	-	-	-	(40,712)	-	(34)	-	(40,746)
Total comprehensive (loss)/income for the financial year	-	-	-	-	-	(40,712)	-	(34)	243,853	203,107
Share-based payment reserve - Value of employee services	-	-	-	-	-	-	227	-	-	227
Purchases of treasury shares	-	-	(2,463)	-	-	-	-	-	-	(2,463)
Dividends paid	-	-	-	-	-	-	-	-	(126,614)	(126,614)
Total transactions with owners, recognised directly in equity	-	-	(2,463)	-	-	-	227	-	(126,614)	(128,850)
Balance at 31 December 2020	1,419	289,812	(16,895)	685,913	(36,259)	(50,314)	457	(91)	377,528	1,251,570

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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	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
Profit for the financial year	-	-	-	-	-	-	-	-	273,840	273,840	56	273,896
Other comprehensive loss for the financial year	-	-	-	-	-	(18,516)	-	(30)	-	(18,546)	-	(18,546)
Total comprehensive (loss)/income for the financial year	-	-	-	-	-	(18,516)	-	(30)	273,840	255,294	56	255,350
Share-based payment reserve - Value of employee services	-	-	-	-	-	-	214	-	-	214	-	214
Purchases of treasury shares	-	-	(1,732)	-	-	-	-	-	-	(1,732)	-	(1,732)
Dividend paid	-	-	-	-	-	-	-	-	(59,606)	(59,606)	-	(59,606)
Distributions to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(538)	(538)
Total transactions with owners, recognised directly in equity	-	-	(1,732)	-	-	-	214	-	(59,606)	(61,124)	(538)	(61,662)
Balance at 31 December 2019	1,419	289,812	(14,432)	685,913	(36,259)	(9,602)	230	(57)	260,289	1,177,313	-	1,177,313

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CONSOLIDATED STATEMENT OF CASH FLOWS

	Q4 2020 US\$'000	Q4 2019 US\$'000	FY 2020 US\$'000	FY 2019 US\$'000
Cash flows from operating activities				
Profit before tax for the financial period/year	76,428	155,300	244,352	276,239
Adjustments for:				
- amortisation of intangible assets	109	-	241	-
- depreciation charge	37,430	30,891	152,206	126,273
- write-back of impairment charge on vessels	(12,400)	(37,995)	(8,200)	(37,995)
- gain on disposal of assets held-for-sale	-	(5,167)	(9,079)	(6,950)
- gain on disposal of vessels	(2,886)	-	(2,886)	-
- interest income	(1,117)	(1,101)	(4,142)	(5,349)
- interest expense	10,075	13,216	43,559	57,609
- other finance expense	520	258	1,981	1,267
- share-based payments	74	119	227	214
- share of profit of a joint venture	(908)	(1,249)	(5,095)	(3,025)
- finance lease income	(391)	(1,171)	(1,898)	(1,171)
- fair value gain from equity financial asset	(8,301)	-	(8,301)	-
- gain on derecognition of right-of-use assets	-	-	-	(10,394)
	98,633	153,101	402,965	396,718
Changes in working capital:				
- inventories	(84)	(16,812)	25,625	(12,667)
- trade and other receivables	(63,481)	(9,473)	(10,157)	(57,902)
- trade and other payables	(21,181)	9,182	(17,637)	19,704
- derivative financial instruments	32,276	8,796	13,238	7,678
- margin account held with broker	(21,186)	(17,305)	(15,215)	(18,685)
Total changes in working capital:	(73,656)	(25,612)	(4,146)	(61,872)
Tax paid	(853)	(703)	(1,064)	(1,092)
Net cash provided by operating activities	24,124	126,786	397,755	333,754
Cash flows (used in)/from investing activities				
Additions in property, plant and equipment	(35,204)	-	(44,512)	(10,097)
Progress payments for vessel upgrades and dry docks ¹	17,649	(2,401)	(20,738)	(11,578)
Additions in intangible assets	(876)	-	(1,186)	-
Purchase of equity financial asset, at FVPL	(19,958)	-	(19,958)	-
Proceeds from sale of assets held-for-sale	-	32,483	40,999	39,089
Repayment of loan receivables from a joint venture	3,100	2,300	15,400	5,350
Repayment of finance lease receivables	5,650	5,429	22,265	9,624
Interest received	1,056	2,263	5,612	6,533
Net cash (used in)/provided by investing activities	(28,583)	40,074	(2,118)	38,921

¹ This will be reclassified from "prepayments" to "property, plant and equipment" upon completion.

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CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

	Q4 2020 US\$'000	Q4 2019 US\$'000	FY 2020 US\$'000	FY 2019 US\$'000
Cash flows (used in)/from financing activities				
Proceeds from bank borrowings	70,000	-	220,000	358,500
Payment of financing fees	-	-	-	(4,576)
Repayments of bank borrowings	(99,117)	(80,104)	(427,804)	(560,326)
Payment of lease liabilities	(13,235)	(10,815)	(51,742)	(34,450)
Interest paid	(10,186)	(16,149)	(43,426)	(56,519)
Other finance expense paid	(520)	(602)	(1,911)	(3,282)
Purchases of treasury shares	-	-	(2,463)	(1,732)
Drawdown of trust receipts	47,526	72,948	200,574	114,318
Repayment of trust receipts	(13,068)	(39,644)	(199,420)	(81,014)
Dividend payment	(20,671)	(45,744)	(126,614)	(59,606)
Distributions to non-controlling interests	-	-	-	(538)
Net cash used in financing activities	(39,271)	(120,110)	(432,806)	(329,225)
Net (decrease)/increase in cash and cash equivalents	(43,730)	46,750	(37,169)	43,450
Cash and cash equivalents at beginning of the financial period/year	100,086	46,775	93,525	50,075
Cash and cash equivalents at end of the financial period/year	56,356	93,525	56,356	93,525

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

	31 December 2020 US\$'000	31 December 2019 US\$'000
Cash and cash equivalents per consolidated balance sheet	90,256	112,210
Less: Margin account held with broker	(33,900)	(18,685)
Cash and cash equivalents per consolidated statement of cash flows	56,356	93,525