

**PARADISE GAS CARRIERS CORP.**  
**CONSOLIDATED BALANCE SHEET, INCOME STATEMENT, CASH FLOW**  
*(Expressed in thousands of United States Dollars)*

**INDEX**

	<b><u>Page</u></b>
Consolidated Balance Sheets as of March 31, 2015.....	2
Consolidated Statement of Income for the Period from January 1 to March 31, 2015.....	3
Consolidated Statement of Cash Flow for the Period from January 1 to March 31, 2015.....	4

**PARADISE GAS CARRIERS CORP.**  
**CONSOLIDATED BALANCE SHEETS, INCOME STATEMENT, CASH FLOW**

*(Expressed in thousands of United States Dollars)*

	<u>As of March 31,</u> <u>2015</u>	<u>As of December 31,</u> <u>2014</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	12,776	5,941
Trade receivable	4,168	3,566
Inventories	848	1,317
Insurance and other claims	835	829
Other receivables	346	623
Due from related parties	11	-
Prepaid expenses	656	365
Letter of guarantee	54	54
<b>Total current assets</b>	<b>19,694</b>	<b>12,695</b>
<b>NON-CURRENT ASSETS</b>		
Fixed assets, net	85,707	87,015
Vessels under construction	9,540	4,770
Deferred charges, net	4,137	1,867
<b>Total non-current assets</b>	<b>99,384</b>	<b>93,652</b>
<b>Total assets</b>	<b>119,078</b>	<b>106,347</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	2,487	1,383
Accrued liabilities	440	162
Current portion of long-term debt	6,322	5,249
Unearned revenue	-	597
Due to related parties	2,238	1,961
Loans due to shareholders	14,653	14,653
Other current liabilities	-	47
<b>Total current liabilities</b>	<b>26,140</b>	<b>24,052</b>
<b>NON-CURRENT LIABILITIES</b>		
Long term debt, net of current portion	29,181	20,436
<b>Total non-current liabilities</b>	<b>29,181</b>	<b>20,436</b>
<b>Total liabilities</b>	<b>55,321</b>	<b>44,488</b>
<b>SHAREHOLDERS' EQUITY</b>		
Additional paid-in capital	62,850	61,500
Retained earnings	907	359
<b>Total stockholders' equity</b>	<b>63,757</b>	<b>61,859</b>
<b>Total liabilities and stockholders' equity</b>	<b>119,078</b>	<b>106,347</b>

**PARADISE GAS CARRIERS CORP.**  
**CONSOLIDATED BALANCE SHEETS, INCOME STATEMENT, CASH FLOW**

*(Expressed in thousands of United States Dollars)*

	<b>Period from January 1 to March 31, 2015</b>	<b>Period from January 1 to March 31, 2014</b>
<b>Operating revenue</b>	8,814	5,487
Voyage expenses	(691)	(2,269)
Vessel operating expenses	(3,949)	(1,213)
Depreciation	(1,341)	(526)
Amortization of deferred dry-docking and special survey costs	(179)	-
Commissions	(151)	(274)
Management fees	(322)	(121)
General and administration expenses	(65)	(139)
<b>Net operating expenses</b>	<b>(6,698)</b>	<b>(4,542)</b>
<b>Income From Operations</b>	<b>2,116</b>	<b>945</b>
<b>OTHER INCOME (EXPENSE):</b>		
Interest income	1	-
Interest expense	(430)	(58)
Other finance expenses	(117)	(17)
Other expenses, net	(32)	(8)
<b>Total Other Expense, net</b>	<b>(578)</b>	<b>(67)</b>
<b>Net Income</b>	<b>1,538</b>	<b>878</b>

**PARADISE GAS CARRIERS CORP.**  
**CONSOLIDATED BALANCE SHEETS, INCOME STATEMENT, CASH FLOW**

*(Expressed in thousands of United States Dollars)*

	<b>Period from January 1 to March 31, 2015</b>	<b>Period from January 1 to March 31, 2014</b>
<b>Cash Flows from Operating Activities:</b>		
Net income	1,538	878
<b>Adjustments to reconcile net profit to net cash generated from operating activities</b>		
Depreciation	1,341	526
Amortization of deferred dry-docking and special survey costs	179	-
Amortization of deferred finance costs	32	8
<b>Increase/(Decrease) in:</b>		
Accounts receivable	(602)	(544)
Insurance and other claims	(6)	-
Other receivables	277	-
Prepaid expenses	(291)	(226)
Inventories	469	(58)
Amounts due from related parties	-	(58)
<b>Increase in:</b>		
Accounts payable	1,104	1,259
Payments for dry-docking/special survey	(2,373)	-
Accrued liabilities	278	207
Net receipts from related parties	266	-
Unearned revenue	(597)	-
Other current liabilities	(47)	129
<b>Net Cash generated from Operating Activities</b>	<b>1,568</b>	<b>654</b>
<b>Cash Flows from Investing Activities:</b>		
Vessels additions	(33)	(30)
Advances for vessels under construction	(4,770)	-
<b>Net Cash used in Investing Activities</b>	<b>(4,803)</b>	<b>(18,804)</b>
<b>Cash Flows from Financing Activities:</b>		
Proceeds from bank borrowings	11,000	17,751
Payments on bank borrowings	(1,182)	-
Deferred finance costs	(108)	(500)
Dividends paid	(990)	-
Capital contribution	1,350	-
Distribution to shareholders	-	(7,583)
<b>Net Cash generated from Financing Activities</b>	<b>10,070</b>	<b>9,668</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>6,835</b>	<b>10,292</b>
<b>Cash and Cash Equivalents, Beginning of Period</b>	<b>5,941</b>	<b>6,453</b>
<b>Cash and Cash Equivalents, End of Period</b>	<b>12,776</b>	<b>16,745</b>
<b>Supplementary Cash Flow information</b>		
Cash paid for interest	170	-