

PARADISE GAS CARRIERS CORP.

**Consolidated Unaudited Financial Statements prepared for
the period ended September 30, 2019**

DRAFT

PARADISE GAS CARRIERS CORP.
CONSOLIDATED BALANCE SHEETS as at September 30, 2019 and December 31, 2018
(Expressed in thousands of United States dollars or unless otherwise stated)

	<u>As of September 30, 2019</u>	<u>As of December 31, 2018</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	6,901	9,219
Trade and other receivables	3,938	3,793
Inventories	1,210	1,008
Due from related parties	-	10
Right of use asset	-	1,295
Seller's credit	-	2,000
Prepaid expenses	499	386
Total current assets	<u>12,548</u>	<u>17,711</u>
NON-CURRENT ASSETS		
Vessels, net	151,453	156,975
Investment in associate	1,005	-
Deferred charges, net	5,636	2,575
Total non-current assets	<u>158,094</u>	<u>159,550</u>
Total assets	<u>170,642</u>	<u>177,261</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts and other payable	6,526	3,166
Accrued liabilities	1,806	1,092
Current portion of long-term debt	2,106	8,585
Lease Liability	-	1,295
Dividends payable	-	57
Due to related parties	83	-
Related parties' loan	108	108
Shareholders' loan	364	838
Total current liabilities	<u>10,993</u>	<u>15,141</u>
LONG-TERM LIABILITIES		
Long-term debt, net of current portion and deferred financing costs	84,869	84,783
Deferred gain on sale of vessel, net of current portion	-	266
Total long-term liabilities	<u>84,869</u>	<u>85,049</u>
Total liabilities	<u>95,862</u>	<u>100,190</u>
Commitments and Contingencies	-	-
SHAREHOLDERS' EQUITY		
Common stock (1,000 common shares with no par value, authorized and issued)	-	-
Additional paid-in capital	71,500	71,500
Preferred Stock	7,470	7,094
Retained earnings	(4,190)	(1,523)
Total shareholders' equity	<u>74,780</u>	<u>77,071</u>
Total liabilities and shareholders' equity	<u>170,642</u>	<u>177,261</u>

PARADISE GAS CARRIERS CORP.
CONSOLIDATED STATEMENTS of COMPREHENSIVE INCOME as at September 30, 2019
and September 30, 2018

(Expressed in thousands of United States dollars or unless otherwise stated)

	Period ended September 30, 2019	Period ended September 30, 2018
Operating revenue	29,016	20,107
Total operating revenue-net	29,016	18,716
Operating expenses		
Voyage expenses	(2,239)	(3,541)
Vessels' operating expenses	(14,135)	(14,364)
Depreciation	(5,625)	(5,378)
Amortization of deferred dry-docking and special survey costs	(1,221)	(1,374)
Amortization of right of use asset	(1,322)	-
Commissions	(910)	(940)
Management fees	(1,577)	(1,561)
General and administrative expenses	(59)	(70)
Charter hire expenses	-	(2,143)
Gain on sale of vessel	266	656
Net operating expenses	(26,822)	(28,715)
Operating profit	2,194	392
Other income/ (expenses)		
Interest income	94	58
Interest expense	(4,457)	(3,683)
Other finance expenses	(64)	(176)
Other income, net	170	(140)
Total other expenses, net	(4,257)	(3,941)
Loss for the year	(2,063)	(3,549)
Other comprehensive income for the year	-	-
Total comprehensive loss for the year	(2,063)	(3,549)