

PARADISE GAS CARRIERS CORP.

**Consolidated Unaudited Financial Statements prepared for
the period ended March 31, 2020**

DRAFT

PARADISE GAS CARRIERS CORP.
CONSOLIDATED BALANCE SHEETS as at March 31, 2020 and December 31, 2019
(Expressed in thousands of United States dollars or unless otherwise stated)

	<u>As of March 31, 2020</u>	<u>As of December 31, 2019</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	6,713	8,151
Trade and other receivables	5,314	4,944
Inventories	873	851
Claims	39	115
Due from related parties	104	275
Right of use asset	-	-
Seller's credit	-	-
Prepaid expenses	1,253	278
Investment in associates	5,120	2,521
Total current assets	<u>19,416</u>	<u>17,135</u>
NON-CURRENT ASSETS		
Vessels, net	142,103	143,695
Financial Asset	6,384	6,384
Deferred charges, net	3,030	3,352
Total non-current assets	<u>151,517</u>	<u>153,431</u>
Total assets	<u>170,933</u>	<u>170,566</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts and other payable	4,037	6,431
Accrued liabilities	1,170	968
Current portion of long-term debt	6,967	8,765
Related parties' loan	108	108
Shareholders' loan	364	364
Total current liabilities	<u>12,646</u>	<u>16,636</u>
LONG-TERM LIABILITIES		
Long-term debt, net of current portion and deferred financing costs	76,269	76,286
Deferred gain on sale of vessel, net of current portion	-	-
Total long-term liabilities	<u>76,269</u>	<u>76,286</u>
Total liabilities	<u>88,915</u>	<u>92,922</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	9,012	8,412
Retained earnings	1,506	(2,268)
Total shareholders' equity	<u>82,018</u>	<u>77,644</u>
Total liabilities and shareholders' equity	<u>170,933</u>	<u>170,566</u>

PARADISE GAS CARRIERS CORP.
CONSOLIDATED STATEMENTS of COMPREHENSIVE INCOME for the period ended
March 31, 2020 and March 31, 2019

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

	Period ended March 31, 2020	Period ended March 31, 2019
	<u>2020</u>	<u>2019</u>
Operating revenue	13,268	11,504
Total operating revenue-net	<u>13,268</u>	<u>11,504</u>
Operating expenses		
Voyage expenses	(829)	(489)
Vessels' operating expenses	(3,464)	(4,835)
Depreciation	(1,701)	(1,875)
Amortization of deferred dry-docking and special survey costs	(322)	(506)
Amortization of right of use asset	-	(651)
Commissions	(372)	(319)
Management fees	(441)	(538)
General and administrative expenses	(31)	(24)
Charter hire expenses	(1,020)	
Gain on sale of vessel	-	162
Net operating expenses	<u>(8,180)</u>	<u>(9,075)</u>
Operating profit	<u>5,088</u>	<u>2,429</u>
Other income/ (expenses)		
Interest income	23	21
Interest expense	(1,186)	(1,463)
Other finance expenses	(13)	(18)
Other expenses, net	(166)	(33)
Total other expenses, net	<u>(1,342)</u>	<u>(1,493)</u>
Gain for the year	<u>3,746</u>	<u>935</u>
Other comprehensive income for the year	-	-
Total comprehensive gain for the year	<u><u>3,746</u></u>	<u><u>935</u></u>

PARADISE GAS CARRIERS CORP.
CONSOLIDATED STATEMENTS OF CASH FLOWS for the period ended March 31, 2020
and March 31, 2019

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

	Period ended March 31, 2020	Period ended March 31, 2019
Cash Flows from operating activities:		
Net gain for the year	3,746	936
Adjustments to reconcile net profit to net cash provided by operating activities		
Depreciation	1,701	1,875
Amortization of deferred dry-docking and special survey costs	322	506
Payments for dry dock and special survey costs	-	(12)
Amortization of deferred financing costs	27	58
(Gain) on sale of vessels	-	(162)
Changes in operating assets and liabilities		
(Increase)/ decrease in accounts receivable	(370)	575
Decrease / (increase) in insurance and other claims	76	-
(Increase) in prepaid expenses	(975)	(1,084)
(Increase)/ decrease in inventories	(22)	85
Decrease in related parties	171	(124)
(Decrease) in accounts payable	(2,394)	(399)
Increase in accrued liabilities	202	209
Net cash provided by operating activities	2,484	2,463
Cash Flows from investing activities:		
Payments for additions to vessels	(15)	(104)
Net cash used in investing activities	(15)	(104)
Cash flows from financing activities:		
(Repayments) / Proceeds from other borrowings	500	-
Repayment of bank borrowings	(2,316)	(1,954)
Proceeds/(redeem) from issuance of preferred shares	600	(500)
Investment in associates	(2,599)	-
Dividends paid	(92)	(57)
(Payments to) / Receipts from shareholders loans	-	(474)
Net Cash provided by financing activities	(3,907)	(2,985)
Net increase in cash and cash equivalents	(1,438)	(626)
Cash and cash equivalents, beginning of year	8,151	9,219
Cash and cash equivalents, end of year	6,713	8,593

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