

NAVIG8 TOPCO HOLDINGS INC.

Q4 & FULL-YEAR FY20 RESULTS



Navig8

3 JUNE 2020



www.navig8group.com

NAVIG8 TOPCO HOLDINGS INC.

Navig8

Q4 – Financial Year 2019/2020

June 3, 2020 – Navig8 Topco Holdings Inc. (the “Company” and, together with its subsidiaries, the “Group”) has today presented its consolidated unaudited financial statements for the three (3) months and twelve (12) months ended 31 March 2020.

“Little could have prepared the shipping markets for the unprecedented volatility created by the global impact of Covid-19 or the splintering of OPEC+ consensus. The Group’s business model – its broad pool fleet offering, value-added bunker procurement division and owned fleet – has generated strong quarterly and full-year financial results. However, much uncertainty remains regarding the economic damage and demand destruction created by Covid-19 and the timing and speed of recovery. We are confident that that same business model will enable the Group to withstand weaker markets in the near-term and potentially take advantage of opportunities as they materialize.”

Nicolas Busch, Navig8 Group CEO

BUSINESS OVERVIEW

- Post-tax profit (after minority interests) for the quarter totaled USD47.9 million (USD11.2 million pro forma for same quarter last year). For the financial year, it totaled USD86.2 million (USD9.2 million for last financial year).
- EBITDA for the quarter totaled USD82.4 million (USD19.5 million pro forma for same quarter last year). For the financial year, it totaled USD181.5 million (USD33.1 million for last financial year).
- Services (Commercial Management, Technical Services and Bunker Procurement):
 - EBITDA of USD16.4 million for the quarter (USD9.1 million pro forma for same quarter last year) and USD50.8 million for the financial year (USD20.8 million for last financial year).
 - Commercial Management: Tankers and Chemicals generated a weighted average TCE of \$37,996/day and \$16,723/day, respectively up 60% and 18% year-on-year. For the financial year, weighted average TCEs of \$25,248/day and \$14,584/day were respectively up 48% and 17% year-on-year. The period-end Tankers and Chemicals pool fleets comprised 86 and 51 vessels respectively.
 - Bunker Procurement: Integr8 once again delivered higher average margins during Q4 compared to both Q3 and the same quarter last year. Combined with steady bunker sales volumes compared to Q3, this translated to an increase in financial performance.
- Asset Management:
 - Stronger tanker markets, and the first full quarter’s benefit of Company’s entire newbuilding fleet generating operational cashflow, underpinned EBITDA generation of

Summary Financial Development

USD66.0 million for the quarter (USD10.4 million pro forma for same quarter last year) and USD130.7 million for the financial year (USD12.3 million for last financial year).

- As at quarter-end, all the Group's newbuilding vessels were entered into, and operating in, the relevant Navig8 pools.
- Dividend: Subject to Board approval, the Company expects to pay a dividend equal to 50% net profit for FY20 in accordance with the Bond terms.

INCOME STATEMENT

(Compared with income statement for quarter on a pro forma basis, and financial year on a statutory basis, ended 31 March 2019)

- For the quarter ended 31 March 2020, the Company generated a post-tax profit (after minority interests) of USD47.9 million (USD11.2 million). For the financial year, it totaled USD86.2 million (USD9.2 million).
- Consolidated revenue increased by USD283.4 million (~37%) to USD1,056.3 million for the quarter, while operating costs increased by USD220.8 million, generating an improved gross profit of USD102.7 million (USD40.1 million). EBITDA was significantly higher at USD82.4 million for the quarter (USD19.5 million). For the financial year, consolidated revenue rose by USD886.3 million (~33%) to USD3,605.5 million, while operating costs increased by USD693.2 million, generating an improved gross profit of USD USD248.2 million (USD55.1 million). EBITDA was significantly higher at USD181.5 million for the financial year (USD33.1 million).
- Depreciation and financial items for the quarter were both higher at USD22.2 million (USD3.3 million) and USD13.9 million (USD5.1 million) respectively, reflecting the application of depreciation and financing costs to the entire 16-vessel newbuilding fleet delivered since August 2018, with the final vessel being delivered during Q3 FY20. For the financial year, depreciation and financial items were also higher at USD45.9 million (USD7.3 million) and USD48.5 million (USD12.8 million) respectively for the same reason.

BALANCE SHEET

(Compared with balance sheet for financial year ended 31 March 2019 on a statutory basis)

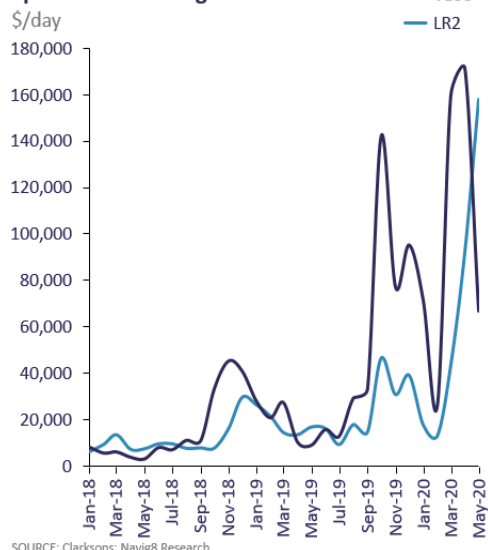
- Total assets as at 31 March 2020 were USD1,635.4 million (USD1,027.9 million). Vessel-related fixed assets amounted to USD726.7 million (USD460.4 million), while investments, right-of-use assets and other fixed assets totaled USD142.6 million (USD44.3 million). Net working capital was USD(2.1) million (USD(31.1) million), while cash and bank balances amounted to USD153.5 million (USD73.6 million).
- Net equity as at 31 March 2020 was USD283.7 million (USD193.1 million).
- Utilization of the Working Capital Facility totaled USD106.6 million (Credit Lines total – USD185.7 million) as of 31 March 2020 (prior period – USD81.1 million; Credit Lines total – USD112.3 million), while loans (including sale and leaseback financings and the Bond) amounted to USD638.0 million (USD354.1 million).

Summary Q4 FY20 Market Overview

CRUDE MARKET

- The start of a unique quarter was characterised by the optimism in January of US and China signing Phase 1 of their trade deal and entry-into-force of IMO 2020. However, buoyant tanker rates quickly fell in late January as supply increased (US sanctions lifted on COSCO's fleet) and demand crumbled, led by Asia's dramatic and effective 'lockdown' response due to the emergence of Covid-19.
- Contrary to expectations of continued alignment, the collapse in March of OPEC+ agreement and oil prices, in a row between Saudi Arabia and Russia, caused a sudden flood of cheap oil into the market. Tanker earnings rose sharply as producers desperately sought places to store the oversupply (or risk shut-ins), while traders put substantial quantities of crude on tankers, driven by the steep oil market contango. While OPEC+ announced record production cuts of 10mbpd in April, it is clear the near-term demand destruction is significantly greater.
- While long-term shipping fundamentals may remain positive, significant economic uncertainty remains in the face of a global recession precipitated by lockdowns around the world and the various paths countries plot back to "normality".
- Fleet supply growth is expected to remain low in the absence of new orders, driven by ongoing debate on the future of marine fuels and engine types, combined with the macroeconomic uncertainties regarding how the world will emerge from the Covid-19 pandemic.
- On the demand side, and despite announcing production cuts this year, long-term Norwegian exports from the Johan Sverdrup oilfield are expected to rise, reaching 690kbpd by 2022. While US export growth is slowing and may fall further in a sustained low oil price environment, prices are generally expected to increase and shale production should therefore follow. The uncertain path of demand recovery post-Covid 19 makes it challenging to gauge the timing and length of destocking period necessary to rebalance oil markets, but tanker demand is expected once again to increase in the long-term.

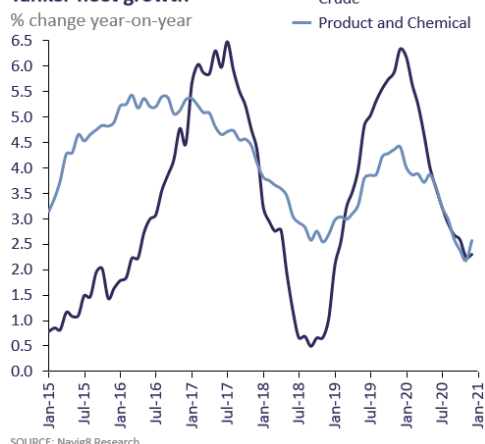
Spot tanker earnings



PRODUCT MARKET

- While product tankers lagged the crude segment early in the quarter, earnings rose quickly and substantially as demand for floating storage surged in the aftermath of market events (described above) and onshore storage capacity rapidly filled.
- Rates have remained elevated into Q2 2020, with product tankers unaffected by April's OPEC+ cuts. LR2 clean earnings have risen above Aframax (crude equivalents) as vessels continue to be employed while floating storage and congestion continues to tie up many product tankers.

Tanker fleet growth



Summary Q4 FY20 Market Overview

- Supply side constraints are helpful for long-term rate development and will be supported by an expected increase in the scrapping of older vessels, which will reduce the sub 15-year old fleet.
- The initially predicted V-shaped Covid-19 recovery looks increasingly unlikely to materialise, with countries continuing to battle the disease and its resulting demand destruction. However, demand is ultimately expected to return and be accompanied by possible arbitrage opportunities as regions and countries exit lockdown in differing ways and speeds.

CHEMICAL MARKET

- Despite a quarter-on-quarter rise in earnings, there has characteristically not been a large increase in the chemical tanker sector seen in the crude and product tanker segments.
- The traditional earnings premium enjoyed by chemical tankers over their product tanker equivalents has been less evident of late, owing to the significant volatility described above and the greater volume of contracted business which continues to be a feature of a logistics-intensive segment that crucially offers valuable downside protection.
- Underlying supply side fundamentals again look positive for sector earnings going forward, with the chemical tanker orderbook ratio continuing to fall during the quarter to below 7% and no newbuilding orders having been placed in 2020 so far.
- Despite uncertainty around the timing of a global demand recovery, the outlook for the sector should be assisted as the cross-over trade between the chemical and product tanker sectors decreases. While developments in Middle East refining infrastructure is expected to be a focal target for product tankers, new chemical infrastructure developments in Middle East, Asia and US is expected to increase demand growth for chemical tankers.

Consolidated Income Statement

NAVIG8 TOPCO HOLDINGS INC.

Figures in USDm

Proforma

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	Notes	Proforma				
		Quarter ended 31 Mar 2020	Quarter ended 31 Mar 2019	Quarter ended 31 Mar 2019	FY ended 31 Mar 2020	FY ended 31 Mar 2019
Income	4	1,056.3	772.9	669.1	3,605.5	2,719.2
Operating Expenses		-953.6	-732.8	-646.1	-3,357.3	-2,664.1
Gross Profit		102.7	40.1	23.0	248.2	55.1
Administrative Expenses		-20.3	-20.6	-11.7	-66.7	-22.0
EBITDA	4	82.4	19.5	11.3	181.5	33.1
Financial Items		-13.9	-5.1	-5.1	-48.5	-12.8
Depreciation		-22.2	-3.3	-2.7	-45.9	-7.3
Share of Profits/(Losses) in Associates and Joint Ventures		3.5	0.8	0.4	6.1	-1.2
Net profit before tax		49.8	11.9	3.9	93.2	11.8
Tax		-0.3	-0.2	-0.1	-2.0	-0.1
Net Profit after Tax		49.5	11.7	3.8	91.2	11.7
Minority Interest		-1.6	-0.5	-0.4	-5.0	-2.5
Net Profit after Tax and Minority Interest		47.9	11.2	3.4	86.2	9.2

Consolidated Balance Sheet

NAVIG8 TOPCO HOLDINGS INC.

Figures in USDm

<i>Condensed Consolidated Statement of Financial Position</i>	Notes	As at 31 Mar 2020	As at 31 Mar 2019
Fixed Assets			
Vessels	5	726.7	283.3
Vessels under Construction	5	0.0	177.1
Investments	5	43.5	40.8
Right-of-use Assets	5	96.6	0.0
Other Fixed Assets	5	2.5	3.5
Current Assets			
Inventory		32.1	26.0
Trade Debtors		362.9	302.4
Other Debtors		217.6	121.2
Cash & Collateral		153.5	73.6
Total Assets		1,635.4	1,027.9
Current Liabilities			
Credit Lines		185.7	112.3
Short-term Loans	6	39.0	55.1
Short-term Lease Liabilities		46.0	0.0
Trade Payables		234.7	226.2
Other Creditors		194.3	142.2
Long-term Liabilities			
Long-term Loans	6	599.0	299.0
Long-term Lease Liabilities		53.0	0.0
Capital & Reserves			
Share Capital		0.0	0.0
Reserves		270.1	183.9
Minority Interest		13.6	9.2
Total Capital & Reserves		283.7	193.1
Total Liabilities and Capital and Reserves		1,635.4	1,027.9

Consolidated Cashflow Statement

NAVIG8 TOPCO HOLDINGS INC.

Figures in USDm

<i>Condensed Consolidated Cash Flow Statement</i>	Quarter ended 31 Mar 2020	Quarter ended 31 Mar 2019	FY ended 31 Mar 2020	FY ended 31 Mar 2019
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before Income Tax and Exceptional Items	49.8	3.9	93.2	9.5
Adjustment for:-				
Depreciation of Vessels and Other Fixed Assets	22.2	2.7	45.9	7.3
Loss/(Gain) on disposal and write-off of Financial and Other Fixed Assets	0.0	0.2	-0.2	0.6
Share of (Profits)/Losses in Joint Ventures and Associates	-3.5	-0.4	-6.1	1.2
Interest income	0.0	0.0	-0.5	0.0
Interest expense on leases	2.0	0.0	3.1	0.0
Interest expense on financing	13.2	5.2	48.3	14.8
Operating profit before working capital changes	83.7	11.6	183.7	33.4
Changes in working capital:				
Inventories	-7.5	-23.9	-6.1	-22.5
Trade and other receivables and prepayments	-8.8	296.6	-206.9	255.2
Trade and other payables	-10.7	-239.7	112.4	-200.7
Cash generated from operations	56.7	44.6	83.1	65.4
Income tax paid	-0.1	-0.2	-2.7	-0.2
Interest received	0.0	0.0	0.5	0.0
Interest paid	-15.2	-5.2	-51.4	-14.8
Net cash generated from operating activities	41.4	39.2	29.5	50.4
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for vessel instalments and drydocking costs	-2.9	-65.1	-290.7	-256.0
Purchase of other fixed assets	-0.1	0.0	-0.5	0.0
Purchase of financial assets	0.0	-20.3	0.0	-20.3
Proceeds from disposal of financial assets	-0.1	0.0	14.6	26.1
Dividends received from financial assets, joint ventures and associates	0.6	-0.1	2.9	0.0
Net cash inflow/(outflow) from disposal of a group of subsidiaries	0.0	20.3	-2.0	20.3
Additional investment in associates	-1.0	0.9	-6.1	-0.5
Net cash used in investing activities	-3.5	-64.3	-281.8	-230.4
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividends paid to non-controlling interests	0.0	0.0	-1.2	-1.0
Dividends paid to the ultimate holding company	0.0	0.0	-4.6	-5.9
Deposit pledged with financial institutions	0.3	-0.6	-0.1	-0.6
Loan to associates	0.0	-1.3	-1.5	-1.3
Principal repayment of lease liabilities	-13.2	0.0	-17.7	0.0
Net proceeds from debt	26.1	80.2	357.2	243.0
Net cash generated from financing activities	13.2	78.3	332.1	234.2
Net increase in cash and cash equivalents	51.1	53.2	79.8	54.2
Cash and bank balances at the beginning of the financial year/period	100.9	19.0	72.2	18.0
Cash and bank balances at the end of the financial year/period	152.0	72.2	152.0	72.2
Cash & Collateral	153.5	73.6	153.5	73.6
Less: Bank balances pledged with financial institutions	-1.5	-1.4	-1.5	-1.4
Cash and bank balances as disclosed in Consolidated Cash Flow Statement	152.0	72.2	152.0	72.2

Consolidated Statement of Changes in Equity

NAVIG8 TOPCO HOLDINGS INC.

Figures in USDm

Condensed Consolidated Statement of Changes in Equity

	Attributable to equity holders of the Group					Total Equity
	Share Capital	Other Reserves	Retained earnings	Total attributable to owners of the Group	Non-controlling Interest	
Balance at 31 March 2018	0.0	-11.1	-40.2	-51.3	6.8	-44.5
Net profit for the financial year	0.0	0.0	9.3	9.3	2.5	11.8
Other comprehensive income	0.0	1.4	0.0	1.4	0.0	1.4
Total comprehensive income for the financial year	0.0	1.4	9.3	10.7	2.5	13.2
Dividends paid to non-controlling interests	0.0	0.0	0.0	0.0	-1.0	-1.0
Dividends paid to the ultimate holding company	0.0	0.0	-5.9	-5.9	0.0	-5.9
Business combinations under common control	0.0	0.0	230.6	230.6	0.5	231.1
Effect of dilution of interest in subsidiaries	0.0	0.2	-0.4	-0.2	0.4	0.2
Balance at 31 March 2019	0.0	-9.5	193.4	183.9	9.2	193.1
Net profit for the financial year	0.0	0.0	86.2	86.2	5.0	91.2
Other comprehensive income	0.0	4.9	0.0	4.9	0.0	4.9
Total comprehensive income for the financial year	0.0	4.9	86.2	91.1	5.0	96.1
Dividends paid to the ultimate holding company	0.0	0.0	-4.6	-4.6	0.0	-4.6
Dividends paid to non-controlling interests	0.0	0.0	0.0	0.0	-1.2	-1.2
Waiver of related party loans	0.0	0.0	-0.3	-0.3	0.3	0.0
Effect of dilution of interest in subsidiaries	0.0	0.3	-0.3	0.0	0.3	0.3
Balance at 31 March 2020	0.0	-4.3	274.4	270.1	13.6	283.7

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

1. GENERAL INFORMATION

Navig8 Topco Holdings Inc. (the “Company”) is a private limited company domiciled in the Marshall Islands. The address of its registered office is Trust Company Complex, Ajeltake Road, Ajeltake Island, Majuro MH96960, Marshall Islands.

The Company is principally an investment holding company. The principal activities of the Company and its subsidiaries are shipping-related, including ship-owning and chartering, brokerage and commercial management, bunker procurement, technical services and risk management.

2. BASIS OF PRESENTATION

The condensed consolidated interim financial statements, which are expressed in United States dollars, have been prepared in accordance with IAS 34 on Interim Financial Reporting. The accounting policies, judgements and significant estimates are consistent with those applied in the audited consolidated financial statements for the financial year ended 31 March 2020. The quarterly and financial year figures are unaudited (see below), while the comparatives for the year ending 31 March 2019 are audited.

A number of the Group’s subsidiaries were transferred into the Group during the financial year ending 31 March 2019. For ease of comparability quarter-on-quarter, a pro forma income statement has been included which forms the basis for the business performance analysis in the Executive Summary. The pro forma income statement assumes that all the Group’s subsidiaries were part of the Group as at 1 April 2018.

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

3. SIGNIFICANT ACCOUNTING POLICIES

The preparation of consolidated financial statements in conformity with IFRS requires management to exercise judgement in the process of applying the Group's accounting policies. It also requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the financial year. Although these estimates are based on management's best knowledge of current events and actions, actual results may differ from these estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed below.

i. Impairment of non-financial assets

The Group assesses impairment of non-financial assets whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If such an indication exists, the recoverable amount (i.e. higher of the fair value less costs of disposal and value in use) of the asset is estimated to determine the impairment loss. In making this judgment, the Group evaluates the value in use which is supported by the net present value of future cash flows derived from such assets using cash flow projections which have been discounted at an appropriate rate. In determining the fair value less costs of disposal, the Group has obtained valuation reports from third party source. The valuation of the vessels is prepared assuming a sale between a willing seller and a willing buyer on a charter-free basis.

ii. Useful lives of vessels and other fixed assets and residual value of vessels

The Group determines the estimated useful lives and related depreciation charges for its vessels and other fixed assets. This estimate is based on the historical experience of the actual useful lives of vessels and other fixed assets of a similar nature and function. Changes in the remaining useful life of the vessel and other fixed assets and residual value, determined based on year end scrap rates, technical innovations and competitor actions, would result in an adjustment to the current and future rate of depreciation through profit or loss. Management will increase the depreciation charge where useful lives are less than previously estimated. Management will write-off or write-down technically obsolete assets.

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

3. SIGNIFICANT ACCOUNTING POLICIES CONT.

iii. Loss allowance for receivables (including accrued receivables)

The Group applies the simplified approach to provide expected credit losses for all trade receivables as permitted by IFRS 9. The simplified approach requires expected lifetime losses to be recognised from initial recognition of the receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

iv. Leases

In making an evaluation, judgment is used in determining lease classification.

IFRS 16 requires lessees to recognise right-of-use assets and lease liabilities for all leases with a term of more than 12 months, except where the underlying asset is of low value. The right-of-use asset is depreciated and interest expense is recognised on the lease liability.

During the quarter, the Group entered into contracts with third parties for the sale of vessels under construction and vessels. The Group further entered into bareboat charter agreements for these vessels. Management has applied its judgment and applied IFRIC 4 "Determining whether an Arrangement contains a Lease". Management has assessed that the agreements entered into between the Group and third parties do not qualify for sale-leaseback accounting, as a result of this purchase option which constitutes a form of continuing involvement by the Group in the vessel. The Group has applied its judgment and determined that the exercise of the purchase option is "almost certain" and treated as a financing arrangement.

v. Contingencies

The Group is involved from time to time in the course of its business in disputes resulting from its operating activities, which may or may not result in legal action being taken by or against the Group.

Based on consultations with its legal counsel, management considers the likely outcome of the disputes in which it is currently involved and has concluded it will not have a material impact on the Group's financial statements.

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

4. REVENUES AND EBITDA

REVENUES:		Proforma			
<i>Figures in USDm</i>	Quarter ended 31 Mar 2020	Quarter ended 31 Mar 2019	Quarter ended 31 Mar 2019	FY ended 31 Mar 2020	FY ended 31 Mar 2019
Services	853.4	668.7	620.2	2,984.9	2,579.4
Asset Management	202.9	104.2	48.9	620.6	139.8
Total revenues	1,056.3	772.9	669.1	3,605.5	2,719.2

EBITDA:		Proforma			
<i>Figures in USDm</i>	Quarter ended 31 Mar 2020	Quarter ended 31 Mar 2019	Quarter ended 31 Mar 2019	FY ended 31 Mar 2020	FY ended 31 Mar 2019
Services	16.4	9.1	4.8	50.8	20.8
Asset Management	66.0	10.4	6.5	130.7	12.3
Total EBITDA	82.4	19.5	11.3	181.5	33.1

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

5. FIXED ASSETS

VESSELS:		
<i>Figures in USDm</i>	FY ended 31 Mar 2020	FY ended 31 Mar 2019
<u>Cost</u>		
At beginning of year	292.8	82.1
Additions	22.7	113.4
Adjustment for prior period cost	-1.9	0.0
Transfer of delivered vessels	447.0	70.2
Addition from step acquisition	0.0	27.1
At end of year	760.6	292.8
<u>Accumulated depreciation</u>		
At beginning of year	9.5	2.4
Charge for the financial year	24.4	7.1
At end of year	33.9	9.5
<u>Net book value</u>		
At end of year	726.7	283.3

VESSELS UNDER CONSTRUCTION:		
<i>Figures in USDm</i>	FY ended 31 Mar 2020	FY ended 31 Mar 2019
<u>Cost</u>		
At beginning of year	177.1	104.8
Additions	269.9	142.5
Transfer of delivered vessels	-447.0	-70.2
At end of year	-	177.1

See Group Fleet List on slide 19 for more information.

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

5. FIXED ASSETS (CONTD)

INVESTMENTS:		
<i>Figures in USDm</i>	FY ended 31 Mar 2020	FY ended 31 Mar 2019
Investment in associates	39.6	32.6
Investment in joint ventures	3.9	-
Investment in financial assets	-	8.2
TOTAL INVESTMENTS	43.5	40.8

RIGHT-OF-USE ASSETS:		
<i>Figures in USDm</i>	FY ended 31 Mar 2020	FY ended 31 Mar 2019
<u>Cost</u>		
At beginning of year	-	-
Additions	118.9	-
At end of year	118.9	-
<u>Accumulated depreciation</u>		
At beginning of year	-	-
Charge for the financial year	22.3	-
At end of year	22.3	-
<u>Net book value</u>		
At end of year	96.6	-

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

5. FIXED ASSETS (CONTD)

OTHER FIXED ASSETS:		
<i>Figures in USDm</i>	FY ended 31 Mar 2020	FY ended 31 Mar 2019
<u>Cost</u>		
At beginning of year	3.7	0.2
Additions	0.5	0.1
Addition from step acquisition	0.0	3.5
Write off/Disposals	-0.4	-0.1
At end of year	3.8	3.7
<u>Accumulated depreciation</u>		
At beginning of year	0.2	0.0
Charge for the financial year	1.4	0.2
Reclassification to Overheads	0.0	0.0
Write off/Disposals	-0.3	0.0
At end of year	1.3	0.2
<u>Net book value</u>		
At end of year	2.5	3.5
TOTAL OTHER FIXED ASSETS	2.5	3.5

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

6. INTEREST BEARING DEBT

<i>Figures in USDm</i>	FY ended 31 Mar 2020	FY ended 31 Mar 2019
Bank loans		
- Non-current	1.1	1.7
- Current	0.6	5.7
	<u>1.7</u>	<u>7.4</u>
Other borrowings		
- Non-current	597.9	297.3
- Current	38.4	49.4
	<u>636.3</u>	<u>346.7</u>
Total bank loans and other borrowings	<u>638.0</u>	<u>354.1</u>
Short-term loans	39.0	55.1
Long-term loans	599.0	299.0
	<u>638.0</u>	<u>354.1</u>

Consolidated Notes to Financials

NOTES TO INTERIM REPORT

7. FORWARD LOOKING STATEMENTS

This report contains forward looking statements. These statements are based upon various assumptions, many of which are based, in turn, upon further assumptions, including Navig8 TopCo Holding Inc.'s management's examination of historical operating trends. Although the Company believes that these assumptions were reasonable when made, because assumptions are inherently subject to significant uncertainties and contingencies which are difficult or impossible to predict and are beyond its control, the Company cannot give assurance that it will achieve or accomplish these expectations, beliefs, or intentions.

Important factors that, in the Company's view, could cause actual results to differ materially from those discussed in this report include the strength of world economies and currencies, general market conditions including fluctuations in charter hire rates and vessel values, changes in demand in the chemicals market as a result of changes in OPEC's petroleum production levels and worldwide oil consumption and storage, changes in the Company's operating expenses including bunker prices, dry-docking and insurance costs, changes in governmental rules and regulations or actions taken by regulatory authorities, potential liability from pending or future litigation, general domestic and international political conditions, potential disruption of shipping routes due to accidents or political events, and other factors described from time to time.

This communication is not for publication or distribution, directly or indirectly, in or into any state or jurisdiction into which doing so would be unlawful. The distribution of this communication may be restricted by law in certain jurisdictions and persons into whose possession any document or other information referred to herein comes, should inform themselves about and observe any such restrictions. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdictions. The Company assumes no responsibility in the event there is a violation by any person of such restrictions.

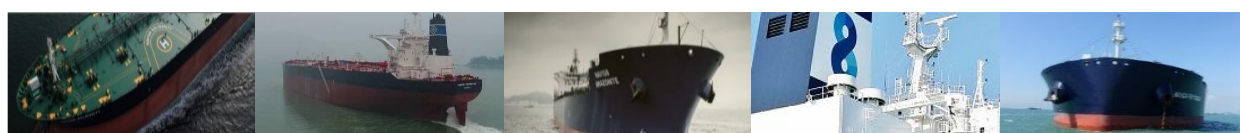
8. EVENTS AFTER BALANCE SHEET DATE

1. During May 2020, the Group has in aggregate purchased 26,023,392 shares in Awilco LNG ASA, which represents a 19.63% shareholding.
2. Subject to Board approval, the Company expects to pay a dividend equal to 50% net profit for FY20 in accordance with the Bond terms.

Group Fleet List

Vessel Name	Type	DWT	Built	Shipyard	Flag
DELIVERED					
Leicester*	VLCC	300,852	Jan-17	SWS	MI
Navig8 Pride LHJ	LR2	110,000	Aug-18	New Times	MI
Navig8 Providence	LR2	110,000	Aug-18	New Times	MI
Navig8 Precision	LR2	110,000	Sep-18	New Times	MI
Navig8 Prestige JKB	LR2	110,000	Jan-19	New Times	MI
Navig8 Perseverance	LR2	110,000	Apr-19	New Times	MI
Navig8 Passion	LR2	110,000	May-19	New Times	MI
Navig8 Promise	LR2	110,000	Jun-19	New Times	MI
Navig8 Prosperity	LR2	110,000	Jun-19	New Times	MI
Navig8 Honor	LR1	74,960	Jan-11	Sungdong	MI
Navig8 Grace	MR	50,000	May-19	New Times	LIB
Navig8 Gallantry	MR	50,000	May-19	New Times	LIB
Navig8 Guard	MR	50,000	Jul-19	New Times	LIB
Navig8 Guide	MR	50,000	Jul-19	New Times	LIB
Navig8 Goal	MR	50,000	Aug-19	New Times	LIB
Navig8 Gauntlet	MR	50,000	Aug-19	New Times	LIB
Navig8 Gladiator	MR	50,000	Sep-19	New Times	LIB
Navig8 Gratitude	MR	50,000	Oct-19	New Times	LIB
Navig8 Universe	MR	45,313	Jul-13	Shina SB	MI
Navig8 Constellation	MR	45,281	Sep-13	Shina SB	MI
Miss Claudia*	MR	40,158	May-06	Shina SB	MI
Aurelia 1	Bunker	7,511	Jun-07	Drydocks World Dubai	MI
Straits Sky*	Bunker	6,863	Apr-09	Jiangmen Yinxing	SG

* Ownership interest – not fully owned by Group





REGISTERED ADDRESS:

Navig8 Topco Holdings Inc.: Trust Company Complex, Ajeltake Road, Ajeltake Island, Majuro, Marshall Islands MH96960

CORRESPONDENCE ADDRESS: Navig8 Topco Holdings Inc., c/o Navig8 Asia Pte Ltd., 5 Shenton Way, 20-04 UIC Building, Singapore 068808



www.navig8group.com