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NAVIG8 Chemical Tankers Inc. Reports Results for the Three and Six Months Ended June 30, 2020

September 7, 2020 – Navig8 Chemical Tankers Inc. (the “Company”) (N-OTC: CHEMS), an international shipping company focused on the transportation of chemicals, today announced its unaudited financial and operating results for the three and six months ended June 30, 2020.

The Company generated revenue of \$90.7 million (H1-19: \$89.0 million) and a net profit of \$2.0 million (H1-19: net loss of \$3.7 million), or \$0.05 per share (H1-19: \$-0.10 per share), for the six months ended June 30, 2020.

EBITDA was \$49.5 million for the six months ended June 30, 2020 (H1-19: \$50.4 million).

About Navig8 Chemical Tankers Inc.

Navig8 Chemical Tankers Inc. was established in 2013 as a joint venture between Navig8 Group and funds managed by Oaktree Capital Management to capitalize on significant structural changes in the petrochemical industry and the continuing development of long-haul chemical trades.

Its best-in-class 32-vessel fleet exclusively comprises large, fuel-efficient vessels with modern eco-designs that take greatest advantage of these shifts and features a complementary mix of coated and stainless steel vessels that are capable of servicing the full range of conventional and specialized chemicals cargoes.

The majority of the Company’s fleet is contracted to operate in various chemical tanker pools managed by Navig8 Group and Odfjell Tankers, two of the world’s leading independent pool management and ship owning companies in the chemical tanker sphere.

Navig8 Chemical Tankers Inc. is listed on the Norwegian OTC market under the symbol CHEMS.

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Visit our website: www.navig8chemicaltankers.com

NAVIG8 CHEMICAL TANKERS INC
CONSOLIDATED STATEMENTS OF OPERATIONS

(in thousands of US\$, except per share data)

	For the three months ended 30 June		For the six months ended 30 June	
	2020	2019	2020	2019
Operating revenue				
Pool revenue	39,607	44,825	76,036	88,971
Time charter revenue	6,091	-	12,179	-
Voyage revenue	34	-	2,483	-
Total operating revenue	45,732	44,825	90,698	88,971
Other operating income	825	-	825	960
Operating expenses				
Vessel operating expenses	(17,840)	(17,256)	(36,720)	(34,617)
Voyage expenses	(650)	(1,162)	(2,822)	(2,294)
Depreciation	(12,712)	(12,553)	(25,237)	(24,939)
General and administrative expenses	(1,277)	(1,278)	(2,469)	(2,613)
Total operating expenses	(32,479)	(32,249)	(67,248)	(64,463)
Net operating income	14,078	12,576	24,275	25,468
Financial items				
Interest income	30	39	177	73
Interest expense and finance costs	(10,143)	(14,212)	(22,372)	(29,172)
Other financial items	(16)	(20)	(54)	(81)
Net financial items	(10,129)	(14,193)	(22,249)	(29,180)
Net income (loss) before income tax	3,949	(1,617)	2,026	(3,712)
Income tax expense	(7)	-	(14)	-
Net income (loss)	3,942	(1,617)	2,012	(3,712)
Earnings (loss) per common share:				
Basic	\$ 0.10	\$ (0.04)	\$ 0.05	\$ (0.10)
Diluted	\$ 0.10	\$ (0.04)	\$ 0.05	\$ (0.10)

NAVIG8 CHEMICAL TANKERS INC
CONSOLIDATED BALANCE SHEETS

(in thousands of US\$)

	As at 30 June 2020	As at 31 December 2019
Assets		
Current assets		
Cash and cash equivalents	20,799	38,792
Trade receivables	22,232	17,380
Prepaid expenses and other assets	18,159	18,889
Inventories	2,943	2,796
Total current assets	64,133	77,857
Non-current assets		
Restricted cash	15,200	15,200
Vessels, net	1,068,995	1,085,076
Total non-current assets	1,084,195	1,100,276
Total assets	1,148,328	1,178,133
Liabilities and shareholders' equity		
Current liabilities		
Deferred revenue	1,318	2,162
Current portion of loans	56,344	55,843
Accounts payables and accrued expenses	14,211	13,867
Total current liabilities	71,873	71,872
Non-current liabilities		
Long-term loans, net of unamortised debt issuance cost	677,808	710,557
Accrued interest expenses	6,210	5,279
Total non-current liabilities	684,018	715,836
Total liabilities	755,891	787,708
Shareholders' equity		
Common stock, \$0.01 par value per share; 38,489,108 shares issued and outstanding as of June 30, 2020 (December 31, 2019: 38,489,108)	385	385
Paid-in capital	403,641	403,641
Retained earnings (Accumulated deficit)	(11,589)	(13,601)
Total shareholders' equity	392,437	390,425
Total liabilities and shareholders' equity	1,148,328	1,178,133

NAVIG8 CHEMICAL TANKERS INC
CONSOLIDATED STATEMENT OF CASH FLOWS

(in thousands of US\$)

	For the six months ended 30 June	
	2020	2019
Operating activities		
Net income (loss)	2,012	(3,712)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation of vessels	25,237	24,939
Amortisation of debt issuance cost	1,200	1,761
Debt extinguishment costs	(395)	250
Changes in operating assets and liabilities:		
Trade receivables	(4,852)	(2,023)
Prepaid expenses and other assets	730	(1,797)
Inventories	(147)	61
Deferred revenue	(843)	-
Accounts payables and accrued expenses	1,814	414
Net cash provided by (used in) operating activities	24,756	19,893
Investing activities		
Payments for vessels	(10,267)	(92)
Net cash provided by (used in) investing activities	(10,267)	(92)
Financing activities		
Proceeds from loans, net of debt issuance cost	21,830	91,529
Repayment of loans	(54,707)	(86,976)
Debt extinguishment gain (loss)	395	(250)
Net cash provided by (used in) financing activities	(32,482)	4,303
Net change in cash, cash equivalents and restricted cash	(17,993)	24,104
Cash, cash equivalents and restricted cash, beginning of period	53,992	33,016
Cash, cash equivalents and restricted cash, end of period	35,999	57,120