



ADS MARITIME HOLDING PLC

Q2 2021

second quarter and
first half year report

Contents

| | |
|--|---|
| Key financials | 3 |
| Future outlook and strategy | 3 |
| Interim consolidated statement of comprehensive income | 4 |
| Interim consolidated statement of financial position | 5 |
| Interim consolidated statement of cash flows | 6 |
| Interim consolidated statement of changes in equity | 7 |
| Notes to the interim consolidated financial statements | 8 |

Key financials

| (In thousands of USD) | 3 months | | 6 months | | Year |
|------------------------------------|----------|---------|----------|---------|--------|
| | Q2 2021 | Q2 2020 | H1 2021 | H1 2020 | 2020 |
| Revenue | - | 21 387 | - | 46 623 | 57 160 |
| Vessel operating days | - | 257 | - | 520 | 776 |
| Operating profit | (94) | 9 469 | (226) | 21 050 | 23 088 |
| Net profit | (94) | 8 605 | (224) | 19 402 | 19 554 |
| EPS (in USD per share) | - | 0.37 | (0.01) | 0.83 | 0.84 |
| Dividend (in USD per share) | - | 0.18 | - | 0.48 | 0.48 |
| Cash flow from operations | 48 | 15 233 | 539 | 34 695 | 41 240 |
| Net cash flow | 48 | 2 969 | (50 461) | 11 826 | 50 373 |
| Cash and cash equivalents | 5 221 | 17 135 | 5 221 | 17 135 | 55 682 |

Following the vessel sales towards the end of 2020 the Company had no revenue generating assets during the first half of 2021 and thus revenue was nil. Total operating costs during the six-month period were USD 0.2 million (H1 2020 – USD 25.6 million) and the Company recorded a net loss of USD 0.2 million (H1 2020 – USD 19.4 million).

During H1 2021 the Company returned USD 51 million to shareholders by way of a capital payment, funded by the net proceeds from the vessels sales completed at the end of 2020. At the end of the period the Company held cash and cash equivalents of USD 5.2 million (H1 2020 – USD 17.1 million).

Future outlook and strategy

The Company's strategy is to make counter-cyclical investments in quality ships bought at prices discounted to new building parity, particularly tankers and bulkers, as well as projects with long-term secured cashflow, low residual risk, and solid returns on equity. The Company continues to evaluate investment opportunities in a range of vessel types and segments. The Company has a

cash balance of approximately USD 5 million at the end of H1 2021 and expects to be reliant on new financing in order to acquire vessels in the future.

Interim consolidated statement of comprehensive income

| (In thousands of USD) | Note | 3 months | | 6 months | | 12 months | |
|--|------|-------------|-----------------|--------------|-----------------|-----------------|--|
| | | Q2 2021 | Q2 2020 | | H1 2020 | 2020 | |
| Revenue | | | | | | | |
| Charter revenues | | - | 21 387 | - | 46 623 | 57 160 | |
| Gain on disposal of vessel | | - | - | - | - | 5 763 | |
| Total revenue | | - | 21 387 | - | 46 623 | 62 923 | |
| Operating expenses | | | | | | | |
| Voyage expenses | | - | (4 870) | - | (11 431) | (14 182) | |
| Vessel operating expenses | | - | (2 757) | 34 | (5 477) | (10 625) | |
| General & administrative costs | | (94) | (165) | (260) | (412) | (1 205) | |
| Depreciation | | - | (4 127) | - | (8 253) | (13 823) | |
| Total operating expenses | | (94) | (11 919) | (226) | (25 573) | (39 835) | |
| Operating profit | | (94) | 9 469 | (226) | 21 050 | 23 088 | |
| Finance cost | | - | (889) | - | (1 679) | (3 660) | |
| Finance income | | - | 25 | 2 | 31 | 126 | |
| Profit before tax | | (94) | 8 605 | (224) | 19 402 | 19 554 | |
| Income tax | | - | - | - | - | - | |
| Profit after tax and total comprehensive income | | (94) | 8 605 | (224) | 19 402 | 19 554 | |
| (In USD) | | | | | | | |
| Earnings per share attributable to equity holders | | | | | | | |
| - Basic and diluted | | - | 0.37 | (0.01) | 0.83 | 0.84 | |

Interim consolidated statement of financial position

| (In thousands of USD) | Note | Q2 2021 | At end of Q2 2020 | 2020 |
|--------------------------------------|------|--------------|----------------------|---------------|
| Assets | | | | |
| Non-current assets | | | | |
| Vessels | | - | 73 314 | - |
| Total non-current assets | | - | 73 314 | - |
| Current assets | | | | |
| Receivables from customers | | - | 6 002 | 573 |
| Other current assets | | 34 | 2 843 | 868 |
| Restricted cash | | - | 1 502 | - |
| Cash and cash equivalents | | 5 221 | 17 135 | 55 682 |
| Total current assets | | 5 255 | 27 482 | 57 122 |
| Total assets | | 5 255 | 100 797 | 57 122 |
| Equity and liabilities | | | | |
| Equity | | | | |
| Issued share capital | | 4 678 | 4 678 | 4 678 |
| Share premium | | 207 | 51 207 | 51 207 |
| Retained earnings | | (266) | 8 056 | (42) |
| Total equity | | 4 619 | 63 941 | 55 843 |
| Non-current liabilities | | | | |
| Interest-bearing debt | | - | 32 516 | - |
| Total non-current liabilities | | - | 32 516 | - |
| Current liabilities | | | | |
| Other current liabilities | | 570 | 3 332 | 1 129 |
| Trade payables | | 66 | 1 008 | 150 |
| Total current liabilities | | 636 | 4 340 | 1 279 |
| Total equity and liabilities | | 5 255 | 100 797 | 57 122 |

Interim consolidated statement of cash flows

| (In thousands of USD) | 3 months | | 6 months | | 2020 |
|---|--------------|-----------------|-----------------|-----------------|-----------------|
| | Q2 2021 | Q2 2020 | H1 2021 | H1 2020 | |
| Cash flow from operating activities | | | | | |
| Profit for the period | (94) | 8 605 | (224) | 19 402 | 19 554 |
| Adjustment for non-operating cash flow items | | | | | |
| Depreciation | - | 4 127 | - | 8 253 | 13 823 |
| Gain on disposal of vessel | - | - | - | - | (5 763) |
| Interest expense | - | 591 | - | 1 255 | 2 797 |
| Interest income | - | (25) | - | (25) | (29) |
| Operating cash flow before working capital items | (94) | 13 297 | (224) | 28 885 | 30 383 |
| Working capital movements | 142 | 1 936 | 763 | 5 810 | 10 857 |
| Total operating cashflow | 48 | 15 233 | 539 | 34 695 | 41 240 |
| Cash flow from investing activities | | | | | |
| Payments for vessels and equipment | - | (155) | - | (8 071) | (8 333) |
| Proceeds from disposal of vessels | - | - | - | - | 73 540 |
| Total cash flows used in investing activities | - | (155) | - | (8 071) | 65 207 |
| Cash flow from financing activities | | | | | |
| Repayment of loan | - | (4 250) | - | (4 250) | (37 500) |
| Interest paid | - | (855) | - | (1 544) | (2 821) |
| Decrease/(increase) in restricted cash | - | (4) | - | (4) | 1 498 |
| Dividends and capital paid | - | (7 000) | (51 000) | (9 000) | (17 250) |
| Total cash flow from financing activities | - | (12 109) | (51 000) | (14 798) | (56 074) |
| Net increase in cash and cash equivalents | 48 | 2 969 | (50 461) | 11 826 | 50 373 |
| Cash and cash equivalents at beginning of period | 5 173 | 14 166 | 55 682 | 5 309 | 5 309 |
| Cash and cash equivalents at end of period | 5 221 | 17 135 | 5 221 | 17 135 | 55 682 |

Interim consolidated statement of changes in equity

| (In thousands of USD apart from number of shares) | Number of shares | Issued share capital | Share premium | Retained earnings | Total equity |
|---|-------------------|----------------------|---------------|-------------------|---------------|
| Balance at 1 January 2020 | 23 390 300 | 4 678 | 51 207 | (2 346) | 53 539 |
| Total comprehensive income for the period | - | - | - | 19 554 | 19 554 |
| Dividends paid during the period | - | - | - | (17 250) | (17 250) |
| Balance at 31 December 2020 | 23 390 300 | 4 678 | 51 207 | (42) | 55 844 |

| (In thousands of USD apart from number of shares) | Number of shares | Issued share capital | Share premium | Retained earnings | Total equity |
|---|-------------------|----------------------|---------------|-------------------|---------------|
| Balance at 1 January 2021 | 23 390 300 | 4 678 | 51 207 | (42) | 55 844 |
| Total comprehensive income for the period | - | - | - | (224) | (224) |
| Repayment of share premium | - | - | (51 000) | - | (51 000) |
| Balance at 30 June 2021 | 23 390 300 | 4 678 | 207 | (266) | 4 619 |

At 30 June 2021 the Company had issued 23,390,300 shares with par value USD 0.20 per share, totaling USD 4.7 million.

Notes to the interim consolidated financial statements

1. General information

These interim consolidated financial statements of ADS Maritime Holding Plc ("ADS Maritime Holding" or the "Company") were authorized for issue in accordance with a resolution of the Board of Directors passed on 30 August 2021.

ADS Maritime Holding Plc is a public limited company listed on the Euronext Growth at the Oslo Stock Exchange.

The Company is incorporated in Cyprus and the address of its registered office is OSM House, 22 Amathountos, 4532 Agios Tychonas, Limassol, Cyprus. The Company is domiciled in Cyprus and has Norwegian subsidiaries based in Arendal, Norway. The Company is managed by Arendals Dampskibsselskab AS. The principal activities of the Company are shipping investments.

2. Significant accounting policies

2.1 Basis of preparation

These interim financial statements are prepared in accordance with IAS 34 Interim financial reporting as issued by the International Accounting Standards Board (IASB) and as adopted by the EU. The interim financial statements do not include all the information and disclosures required by International

Financial Reporting Standards (IFRS) for a complete set of financial statements.

The accounting principles applied by the Company in these interim consolidated financial statements are consistent with those applied in the audited annual consolidated financial statements for the year ended 31 December 2020 unless otherwise stated below. Please refer to Note 2 Significant accounting policies in the 2020 Annual Report for information on the Company's accounting policies.

2.2 Going concern

These financial statements have been prepared based on the assumption of going concern.

Towards the end of 2020 the Company completed the sale of ADS Page, ADS Stratus and ADS Serenade. After repayment of vessel loans, sales related and operational costs the remaining net proceeds of the combined vessel sales were paid to shareholders by a reduction in share premium of USD 51 million, which was paid to shareholders on 1 March 2021. The Company currently does not own any vessels and at the end of Q2 2021 had approximately USD 5 million cash at bank. The Company expects to be reliant on new financing should it acquire vessels in the future.



3. Earnings per share

| <i>(In thousands of USD)</i> | Q2 2021 | Q2 2020 | H1 2021 | H2 2020 | 2020 |
|-------------------------------------|------------|-------------|------------|-------------|-------------|
| Profit for the period | (94) | 8 605 | (224) | 19 402 | 19,554 |
| Weighted average shares outstanding | 23 390 300 | 23 390 300 | 23 390 300 | 23 390 300 | 23 390 300 |
| Basic and diluted EPS | - | 0.37 | - | 0.83 | 0.84 |

The Company has no dilutive or potential dilutive shares.



ADS MARITIME HOLDING PLC

Cyprus

ADS Maritime Holding Plc,
OSM House, 22 Amathountos
4532 Agios Tychonas
Limassol, Cyprus
Tel +357 25335501

Norway

ADS Crude Holding AS,
PO Box 198,
4802 Arendal,
Norway
Tel: +47 41 49 40 00

Visiting Address Norway

Sandvigveien 19
4816 Kolbjørnsvik
Norway

Email: contact@adsmh.com

www.adsmh.com