



Interim Financial Report

Q4 2023 and FY 2023 (unaudited)



BW LPG Limited
Interim Financial Report
Q4 2023 and FY 2023 (unaudited)

SELECTED KEY FINANCIAL INFORMATION

Income Statement	Q4 2023 US\$ million	Q4 2022 US\$ million	Increase/ (Decrease) %	FY 2023 US\$ million	FY 2022 US\$ million	Increase/ (Decrease) %
TCE income - Shipping ¹	234.7	186.1	26	797.5	567.7	40
Gross profit/(loss) - Product Services ¹	32.0	(2.6)	N.M	25.8	(3.5)	N.M
Profit after tax	161.8	95.1	70	493.0	238.6	107
(US\$ per share)						
Basic and diluted EPS ²	1.14	0.69	65	3.53	1.68	110
Dividend per share	0.90	0.52	73	3.46	1.28	170
Balance Sheet				31 December 2023 US\$ million	31 December 2022 US\$ million	Increase/ (Decrease) %
Cash & cash equivalents				287.5	284.5	1
Total assets				2,520.5	2,559.9	(2)
Total liabilities				934.3	963.3	(3)
Total shareholders' equity				1,586.2	1,596.6	(1)
Cash flow	Q4 2023 US\$ million	Q4 2022 US\$ million	Increase/ (Decrease) %	31 December 2023 US\$ million	31 December 2022 US\$ million	Increase/ (Decrease) %
Operating cash flow	166.2	289.8	(43)	512.5	505.3	1
Capital expenditure	(38.3)	36.6	N.M	50.9	153.0	(67)
Free cash flow ³	127.9	326.4	(61)	563.4	658.3	(14)
Financial Ratios	Q4 2023 %	Q4 2022 %	Increase/ (Decrease) %	31 December 2023 %	31 December 2022 %	Increase/ (Decrease) %
ROE ⁴ (annualised)	41.6	24.9	67	31.0	16.0	94
ROCE ⁴ (annualised)	32.9	18.3	80	23.5	11.9	97
Net leverage ratio ⁵	20.5	23.1	(11)	20.5	23.1	(11)
Other Information				31 December 2023	31 December 2022	Increase/ (Decrease) %
Shares – end of period (shares)				140,000,000	141,938,998	(1)
Treasury shares – end of period (shares)				8,926,105	8,557,623	4
Share price (NOK)				151.3	75.8	100
Market cap (NOK million)				21,182.0	10,759.0	97
Market cap (USD million)				2,076.2	1,086.0	91

[1] TCE income and gross profit/(loss) reflect the Shipping and Product Services segments' performance respectively.

[2] Basic and diluted EPS (earnings per share) is computed based on Q4 2023: 132.4 million (FY 2023: 133.1 million) shares, the weighted average number of shares outstanding less treasury shares during the year.

[3] Free cash flow is computed based on Operating cash flow less of Capital expenditure which comprise additions to property, plant and equipment and proceeds from vessel sales.

[4] ROE (return on equity) and ROCE (return on capital employed) is computed based on the average equity and capital employed at the end and beginning of the period.

[5] Net leverage ratio is computed as total debt less cash over total debt less cash plus equity.

HIGHLIGHTS AND SUBSEQUENT EVENTS – Q4 2023

- Achieved Q4 2023 VLGC freight rates of US\$75,000 per calendar day (FY 2023: US\$61,600 per calendar day).
- Generated Q4 2023 profit after tax of US\$161.8 million (FY 2023: US\$493.0 million) or an earnings per share of US\$1.14 or NOK 12.17 (FY 2023: US\$3.53 or NOK 37.36).
- Declared a Q4 2023 cash dividend of US\$0.90 per share amounting to US\$118.0 million, bringing the total dividends declared for FY2023 to US\$3.46 per share amounting to US\$455.0 million. This translates to a 79% and 98% payout ratio as a percentage of total profit attributable to equity holders for the quarter and full year respectively.
- Entered into an agreement to sell one VLGC in October 2023 with an estimated delivery in Q1 2024. The sale is expected to generate approximately US\$64.0 million in liquidity and a net book gain of US\$20.0 million.
- Completed the investment of US\$30 million in Confidence Petroleum India Limited (“Confidence”) through a preferential allotment of equity shares in February 2024. The shares constitute 8.5% of the issued and paid-up share capital of Confidence on a fully diluted basis.

PERFORMANCE REVIEW – Q4 2023 and FY 2023

Profit after tax was US\$161.8 million for Q4 2023 and US\$493.0 million for FY 2023. This includes a net downward adjustment of US\$4.3 million related to the effects of IFRS 15 for Q4 2023, where spot voyages that straddle the quarter-end are now accounted for on a load-to-discharge basis.

Time Charter Equivalent (“TCE”) income for the Shipping segment increased to US\$234.7 million for Q4 2023 (FY 2023: US\$797.5 million), mainly due to higher LPG spot rates and continued high fleet utilisation. Our India subsidiary continues to contribute stable TCE income of US\$34.8 million for Q4 2023 mainly from fixed rate time charters.

Product Services reported a US\$32.0 million gross profit for Q4 2023 (FY 2023: US\$25.8 million), which includes depreciation of US\$16.7 million for Q4 2023 (FY 2023: US\$67.6 million) due to the five time charter-in vessels recorded as right-of-use assets. After taking into account other expenses, comprising mainly of G&A expenses of US\$6.4 million for Q4 2023 (FY 2023: US\$12.6 million) and income tax expense of US\$7.3 million for Q4 2023 (FY 2023: US\$7.3 million), Product Services reported a net profit after tax of US\$17.5 million for Q4 2023 (FY 2023: US\$1.4 million).

BALANCE SHEET

As of 31 December 2023, BW LPG controls a fleet of 45 VLGCs, including eight vessels which are owned and operated by our subsidiary operating in India. Total assets amounted to US\$2,520.5 million (31 December 2022: US\$2,559.9 million), of which US\$1,457.1 million (31 December 2022: US\$1,520.2 million) represented the carrying value of the vessels (including dry docking), and US\$151.8 million (31 December 2022: US\$249.5 million) represented the carrying value of right-of-use assets (vessels).

Cash and cash equivalents amounted to US\$287.5 million as at 31 December 2023 (31 December 2022: US\$284.5 million). Cash flows from operating activities generated a net cash surplus of US\$512.5 million in FY 2023 (FY 2022: US\$505.3 million). Investing activities generated positive cash flows of US\$68.6 million in FY 2023 (FY 2022: US\$112.5 million) mainly due to proceeds from sale of three vessels in FY 2023. The cash generated was used for scheduled maintenance capital expenditure, to repay bank borrowings, and for interest and dividend payments.

We announced a share buy-back programme to purchase up to 6 million shares for a maximum of US\$50 million on 23 May 2023. No shares were bought back in Q4 2023.

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q4 2023 US\$'000	Q4 2022 US\$'000	FY 2023 US\$'000	FY 2022 US\$'000
Revenue - Shipping	336,726	263,838	1,224,520	833,332
Revenue - Product Services	520,409	287,632	1,722,820	724,792
Cost of cargo and delivery expenses - Product Services	(453,373)	(259,756)	(1,547,059)	(640,554)
Voyage expenses - Shipping	(120,358)	(104,828)	(509,340)	(350,016)
Vessel operating expenses	(17,664)	(23,198)	(82,192)	(93,428)
Time charter contracts (non-lease components)	(4,566)	(5,306)	(20,350)	(19,506)
General and administrative expenses	(23,896)	(9,483)	(56,773)	(31,916)
Charter hire expenses	(6,592)	(11,289)	(30,712)	(16,427)
Finance lease income	40	118	278	585
Other operating income/(expense) - net	1,845	1,298	(993)	815
Depreciation	(54,010)	(41,943)	(217,121)	(158,815)
Amortisation of intangible assets	(206)	(157)	(762)	(610)
(Loss)/Gain on disposal of vessels	(328)	2,516	42,374	21,110
Loss on derecognition of right-of-use assets (vessels)	(1,280)	-	(961)	-
Write-back of impairment charge on vessels	-	1,470	-	1,470
Operating profit	176,747	100,912	523,729	270,832
Foreign currency exchange (loss)/gain - net	(1,264)	879	(345)	(814)
Interest income	2,456	895	10,121	1,941
Interest expense	(5,864)	(6,339)	(27,304)	(29,773)
Other finance expenses	(570)	(397)	(2,237)	(2,538)
Finance expenses - net	(5,242)	(4,962)	(19,765)	(31,184)
Profit before tax	171,505	95,950	503,964	239,648
Income tax expense	(9,720)	(888)	(10,965)	(1,071)
Profit after tax	161,785	95,062	492,999	238,577
Other comprehensive (loss)/income: Items that may be reclassified subsequently to profit or loss:				
Cash flow hedges				
- fair value (loss)/gain	(32,635)	1,908	(102,297)	34,694
- reclassification to profit or loss	26,879	(2,849)	49,978	(3,248)
Currency translation reserve	3,089	(1,787)	2,334	2,066
Other comprehensive (loss)/income, net of tax	(2,667)	(2,728)	(49,985)	33,512
Total comprehensive income	159,118	92,334	443,014	272,089
Profit attributable to:				
Equity holders of the Company	151,432	91,868	469,957	227,396
Non-controlling interests	10,353	3,194	23,042	11,181
	161,785	95,062	492,999	238,577
Total comprehensive income:				
Equity holders of the Company	147,066	89,632	418,818	260,705
Non-controlling interests	12,052	2,702	24,196	11,384
	159,118	92,334	443,014	272,089
Earnings per share attributable to the equity holders of the Company: (expressed in US\$ per share)				
Basic/Diluted earnings per share	1.14	0.69	3.53	1.68

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CONDENSED CONSOLIDATED BALANCE SHEET

	31 December 2023 US\$'000	31 December 2022 US\$'000
Intangible assets	1,242	1,370
Investment in joint venture	301	-
Derivative financial instruments	11,002	23,806
Finance lease receivables	-	2,684
Other receivables	13,206	15,869
Deferred tax assets	6,855	6,720
Total other non-current assets	31,364	49,079
Vessels and dry docking	1,457,086	1,520,172
Right-of-use assets (vessels)	151,784	249,477
Other property, plant and equipment	277	307
Property, plant and equipment	1,609,147	1,769,956
Total non-current assets	1,641,753	1,820,405
Inventories	188,592	135,932
Trade and other receivables	315,238	197,593
Equity financial assets, at fair value	3,271	3,271
Derivative financial instruments	37,083	23,474
Finance lease receivables	2,684	7,842
Assets held-for-sale	44,296	86,869
Cash and cash equivalents	287,545	284,516
Total current assets	878,709	739,497
Total assets	2,520,462	2,559,902
Share capital	1,400	1,419
Share premium	285,853	289,812
Treasury shares	(56,438)	(47,631)
Contributed surplus	685,913	685,913
Other reserves	(56,494)	(9,777)
Retained earnings	609,479	556,996
	1,469,713	1,476,732
Non-controlling interests	116,447	119,858
Total shareholders' equity	1,586,160	1,596,590
Borrowings	199,917	362,220
Lease liabilities	78,363	106,281
Derivative financial instruments	679	929
Total non-current liabilities	278,959	469,430
Borrowings	212,432	116,153
Lease liabilities	79,476	121,202
Derivative financial instruments	90,214	40,151
Current income tax liabilities	8,121	2,489
Trade and other payables	265,100	213,887
Total current liabilities	655,343	493,882
Total liabilities	934,302	963,312
Total equity and liabilities	2,520,462	2,559,902

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company												Non-controlling interests US\$'000	Total equity US\$'000
	Share capital US\$'000	Share premium US\$'000	Treasury shares US\$'000	Contributed surplus US\$'000	Capital reserve US\$'000	Hedging reserve US\$'000	Share-based payment reserve US\$'000	Currency translation reserve US\$'000	Other reserves US\$'000	Retained earnings US\$'000	Total US\$'000			
Balance at 1 January 2023	1,419	289,812	(47,631)	685,913	(36,259)	24,777	2,141	(761)	325	556,996	1,476,732	119,858	1,596,590	
Profit after tax	-	-	-	-	-	-	-	-	-	469,957	469,957	23,042	492,999	
Other comprehensive (loss)/income for the financial period	-	-	-	-	-	(52,319)	-	1,180	-	-	(51,139)	1,154	(49,985)	
Total comprehensive (loss)/income for the financial period	-	-	-	-	-	(52,319)	-	1,180	-	469,957	418,818	24,196	443,014	
Share-based payment reserve - Value of employee services	-	-	-	-	-	-	1,696	-	-	-	1,696	-	1,696	
Purchases of treasury shares	-	-	(23,698)	-	-	-	-	-	-	-	(23,698)	-	(23,698)	
Share options exercised	-	-	2,676	-	-	-	68	-	1,833	(2,919)	1,658	-	1,658	
Shares cancellation	(19)	(3,959)	12,215	-	-	-	-	-	-	(8,237)	-	-	-	
Dividend paid	-	-	-	-	-	-	-	-	-	(405,493)	(405,493)	(27,607)	(433,100)	
Others	-	-	-	-	-	-	-	-	825	(825)	-	-	-	
Total transactions with owners, recognised directly in equity	(19)	(3,959)	(8,807)	-	-	-	1,764	-	2,658	(417,474)	(425,837)	(27,607)	(453,444)	
Balance at 31 December 2023	1,400	285,853	(56,438)	685,913	(36,259)	(27,542)	3,905	419	2,983	609,479	1,469,713	116,447	1,586,160	

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

	Attributable to equity holders of the Company												Total equity US\$'000
	Share capital US\$'000	Share premium US\$'000	Treasury shares US\$'000	Contributed surplus US\$'000	Capital reserve US\$'000	Hedging reserve US\$'000	Share-based payment reserve US\$'000	Currency translation reserve US\$'000	Other reserves US\$'000	Retained earnings US\$'000	Total US\$'000	Non-controlling interests US\$'000	
Balance at 1 January 2022	1,419	289,812	(23,294)	685,913	(36,259)	(6,669)	922	(2,624)	2,194	460,648	1,372,062	13,837	1,385,899
Profit after tax	-	-	-	-	-	-	-	-	-	227,396	227,396	11,181	238,577
Other comprehensive income	-	-	-	-	-	31,446	-	1,863	-	-	33,309	203	33,512
Total comprehensive income	-	-	-	-	-	31,446	-	1,863	-	227,396	260,705	11,384	272,089
Share-based payment reserve - Value of employee services	-	-	-	-	-	-	1,372	-	-	-	1,372	-	1,372
Purchases of treasury shares	-	-	(27,661)	-	-	-	-	-	-	-	(27,661)	-	(27,661)
Share options exercised	-	-	3,324	-	-	-	(153)	-	(1,833)	-	1,338	-	1,338
Dividend paid	-	-	-	-	-	-	-	-	-	(126,705)	(126,705)	-	(126,705)
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	10,327	10,327
Changes in non-controlling interests arising from changes of interests in subsidiary	-	-	-	-	-	-	-	-	-	(4,343)	(4,343)	84,343	80,000
Others	-	-	-	-	-	-	-	-	(36)	-	(36)	(33)	(69)
Total transactions with owners, recognised directly in equity	-	-	(24,337)	-	-	-	1,219	-	(1,869)	(131,048)	(156,035)	94,637	(61,398)
Balance at 31 December 2022	1,419	289,812	(47,631)	685,913	(36,259)	24,777	2,141	(761)	325	556,996	1,476,732	119,858	1,596,590

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Q4 2023 US\$'000	Q4 2022 US\$'000	FY 2023 US\$'000	FY 2022 US\$'000
Cash flows from operating activities				
Profit before tax	171,505	95,950	503,964	239,648
Adjustments for:				
- amortisation of intangible assets	206	157	762	610
- depreciation charge	54,010	41,943	217,121	158,815
- loss/(gain) on disposal of vessels	328	(2,516)	(42,374)	(21,110)
- loss on derecognition of right-of-use assets (vessels)	1,280	-	961	-
- write-back of impairment charge on right-of-use assets (vessels)	-	(1,470)	-	(1,470)
- interest income	(2,456)	(895)	(10,121)	(1,941)
- interest expenses	5,864	6,339	27,304	29,773
- other finance expenses	488	438	1,747	2,040
- share-based payments	(1,340)	341	1,696	1,372
- finance lease income	(40)	(118)	(278)	(585)
	229,845	140,169	700,782	407,152
Changes in working capital:				
- inventories	(57,388)	(36,255)	(52,660)	(51,210)
- trade and other receivables	(37,077)	139,641	(112,648)	111,986
- trade and other payables	110,656	31,521	51,858	35,029
- derivative financial instruments	(105,183)	19,337	(3,061)	253
- margin account held with broker	28,173	(3,661)	(66,384)	2,820
Total changes in working capital	(60,819)	150,583	(182,895)	98,878
Taxes paid	(2,855)	(936)	(5,367)	(730)
Net cash from operating activities	166,171	289,816	512,520	505,300
Cash flows from investing activities				
Additions in property, plant and equipment	(38,303)	(9,378)	(116,045)	(46,192)
Progress payments for vessel upgrades and dry docks	-	1,291	-	16,035
Additions in intangible assets	(9)	-	(634)	(103)
Purchase of equity financial asset, at FVPL	-	-	-	(21)
Proceeds from sale of assets held-for-sale	-	44,689	167,588	95,415
Proceeds from sale of vessels	-	-	-	87,883
Investment in joint venture	(301)	-	(301)	-
Repayment of finance lease receivables	1,990	1,912	7,842	7,535
Interest received	2,497	118	10,118	585
Acquisition of subsidiary, net of cash acquired	-	(49,163)	-	(48,588)
Net cash (used in)/from investing activities	(34,126)	(10,531)	68,568	112,549

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	Q4 2023 US\$'000	Q4 2022 US\$'000	FY 2023 US\$'000	FY 2022 US\$'000
Cash flows from financing activities				
Proceeds from bank borrowings	17,070	-	72,070	67,243
Payment of financing fees	-	-	-	(109)
Repayments of bank borrowings	(15,061)	(15,000)	(171,659)	(389,103)
Payment of lease liabilities	(23,357)	(16,271)	(93,513)	(54,181)
Interest paid	(3,972)	(4,697)	(24,864)	(24,857)
Other finance expense paid	-	-	(809)	(1,586)
Purchase of treasury shares	-	(124)	(23,698)	(26,323)
Drawdown of trust receipts	278,267	44,814	1,021,010	260,377
Repayment of trust receipts	(280,314)	(154,870)	(989,884)	(306,856)
Dividend payment	(104,902)	(33,923)	(405,493)	(126,705)
Dividend payment to non-controlling interests	(27,607)	-	(27,607)	-
Contributions from non-controlling interests	-	-	-	80,000
Net cash used in financing activities	(159,876)	(180,071)	(644,447)	(522,100)
Net (decrease)/increase in cash and cash equivalents	(27,831)	99,214	(63,359)	95,749
Cash and cash equivalents at beginning of the financial period	189,868	121,701	225,396	129,647
Cash and cash equivalents at end of the financial period	162,037	220,915	162,037	225,396

For the purpose of presenting the consolidated statement of cash flows, cash and cash equivalents comprise the following:

	31 December 2023 US\$'000	31 December 2022 US\$'000
Cash and cash equivalents per consolidated balance sheet	287,545	284,516
Less: Margin account held with broker	(125,508)	(59,120)
Cash and cash equivalents per consolidated statement of cash flows	162,037	225,396

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Segment information

The executive management team (“EMT”) is the Group’s chief operating decision-maker. The Group identifies segments on the basis of those components of the Group that the EMT regularly reviews. The Group considers the business from each individual business segment perspective which comprise the Shipping and Product Services segments.

The reported measure of segment performance is gross profit, which the EMT uses to assess the performance of the operating segments. For the Shipping segment, gross profit is reflected as TCE income. Operating segment disclosures are consistent with the information reviewed by the Management.

Segment performance is presented below:

	Shipping US\$'000	Product Services US\$'000	Inter- segment elimination US\$'000	Total US\$'000
Q4 2023				
Revenue from spot voyages	303,705	-	-	303,705
Inter-segment revenue	36,896	-	(36,896)	-
Voyage expenses	(120,358)	-	-	(120,358)
Inter-segment expense	(37,534)	-	37,534	-
Net income from spot voyages	182,709	-	638	183,347
Revenue from time charter voyages	52,019	-	(18,998)	33,021
TCE income - Shipping ¹	234,728	-	(18,360)	216,368
Revenue from Product Services	-	520,409	-	520,409
Inter-segment revenue	-	37,534	(37,534)	-
Cost of cargo and delivery expenses	-	(453,373)	-	(453,373)
Inter-segment cost	-	(55,894)	55,894	-
Depreciation	-	(16,679)	-	(16,679)
Gross profit - Product Services ²	-	31,997	18,360	50,357
Segment results	234,728	31,997	-	266,725
FY 2023				
Revenue from spot voyages	1,059,024	-	-	1,059,024
Inter-segment revenue	175,528	-	(175,528)	-
Voyage expenses	(509,340)	-	-	(509,340)
Inter-segment expense	(112,211)	-	112,211	-
Net income from spot voyages	613,001	-	(63,317)	549,684
Revenue from time charter voyages	184,494	-	(18,998)	165,496
TCE income - Shipping ¹	797,495	-	(82,315)	715,180
Revenue from Product Services	-	1,722,820	-	1,722,820
Inter-segment revenue	-	112,211	(112,211)	-
Cost of cargo and delivery expenses	-	(1,547,059)	-	(1,547,059)
Inter-segment cost	-	(194,526)	194,526	-
Depreciation	-	(67,609)	-	(67,609)
Gross profit - Product Services ²	-	25,837	82,315	108,152
Segment results	797,495	25,837	-	823,332

¹ TCE income” denotes “time charter equivalent income” which represents revenue from time charters and voyage charters less voyage expenses comprising primarily fuel oil, port charges and commission.

² Gross profit from Product Services represents the net trading results which comprise revenue and cost of LPG cargo, derivative gains and losses, and other trading attributable costs, including depreciation from Product Services’ leased in vessels.

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Segment information (continued)

	Shipping US\$'000	Product Services US\$'000	Inter- segment elimination US\$'000	Total US\$'000
<u>Q4 2022</u>				
Revenue from spot voyages	233,735	-	-	233,735
Inter-segment revenue	30,064	-	(30,064)	-
Voyage expenses	(104,828)	-	-	(104,828)
Inter-segment expense	(2,983)	-	2,983	-
Net income from spot voyages	155,988	-	(27,081)	128,907
Revenue from time charter voyages	30,103	-	-	30,103
TCE income - Shipping ¹	186,091	-	(27,081)	159,010
Revenue from Product Services	-	287,632	-	287,632
Inter-segment revenue	-	2,983	(2,983)	-
Cost of cargo and delivery expenses	-	(259,756)	-	(259,756)
Inter-segment expense	-	(30,064)	30,064	-
Depreciation	-	(3,414)	-	(3,414)
Gross (loss)/profit - Product Services ²	-	(2,619)	27,081	24,462
Segment results	186,091	(2,619)	-	183,472
<u>FY 2022</u>				
Revenue from spot voyages	699,028	-	-	699,028
Inter-segment revenue	87,328	-	(87,328)	-
Voyage expenses	(350,016)	-	-	(350,016)
Inter-segment expense	(2,983)	-	2,983	-
Net income from spot voyages	433,357	-	(84,345)	349,012
Revenue from time charter voyages	134,304	-	-	134,304
TCE income - Shipping ¹	567,661	-	(84,345)	483,316
Revenue from Product Services	-	724,792	-	724,792
Inter-segment revenue	-	2,983	(2,983)	-
Cost of cargo and delivery expenses	-	(640,554)	-	(640,554)
Inter-segment expense	-	(87,328)	87,328	-
Depreciation	-	(3,414)	-	(3,414)
Gross (loss)/profit - Product Services ²	-	(3,521)	84,345	80,824
Segment results	567,661	(3,521)	-	564,140

¹ TCE income" denotes "time charter equivalent income" which represents revenue from time charters and voyage charters less voyage expenses comprising primarily fuel oil, port charges and commission.

² Gross loss from Product Services represents the net trading results which comprise revenue and cost of LPG cargo, derivative gains and losses, and other trading attributable costs, including depreciation from Product Services' leased in vessels.

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Segment information (continued)

Reconciliation of segment results:

	Q4 2023 US\$'000	Q4 2022 US\$'000	FY 2023 US\$'000	FY 2022 US\$'000
Total segment results for reportable segments	266,725	183,472	823,332	564,140
Vessel operating expenses	(17,664)	(23,198)	(82,192)	(93,428)
Time charter contracts (non-lease components)	(4,566)	(5,306)	(20,350)	(19,506)
General and administrative expenses	(23,896)	(9,483)	(56,773)	(31,916)
Charter hire expenses	(6,592)	(11,289)	(30,712)	(16,427)
Finance lease income	40	118	278	585
Other operating income/(expense) - net	1,845	1,298	(993)	815
Depreciation - Shipping segment	(37,331)	(38,529)	(149,512)	(155,401)
Amortisation	(206)	(157)	(762)	(610)
Write-back of impairment charge	-	1,470	-	1,470
(Loss)/Gain on disposal of vessels	(328)	2,516	42,374	21,110
Loss on derecognition of right-of-use assets (vessels)	(1,280)	-	(961)	-
Finance expenses - net	(5,242)	(4,962)	(19,765)	(31,184)
Income tax expense	(9,720)	(888)	(10,965)	(1,071)
Profit after tax	161,785	95,062	492,999	238,577

Investment in subsidiaries

The Group's subsidiary BW LPG Product Services Pte. Ltd. ("BW Product Services") completed the acquisition of Vilma's LPG trading operations in November 2022. From 30 November 2022, the Group accounted for Vilma's LPG trading operations as its subsidiary.

Set out below are the summarised financial information for BW LPG India Pte. Ltd. ("BW India") and BW LPG Product Services Pte. Ltd ("BW Product Services"), that has non-controlling interest that are material to the Group. These are presented before inter-company eliminations.

Summarised balance sheet:

	BW India		BW Product Services	
	31 December 2023 US\$'000	31 December 2022 US\$'000	31 December 2023 US\$'000	31 December 2022 US\$'000
Assets				
Current assets	27,935	36,874	431,420	329,485
Includes				
Cash and cash equivalents	15,882	12,216	77,980	77,829
Non-current assets	347,933	337,868	75,727	120,085
Liabilities				
Current liabilities	33,901	33,861	402,789	326,246
Includes				
Borrowings	27,929	27,957	138,380	110,260
Non-current liabilities (Borrowings)	112,473	139,007	40,815	62,231
Net assets	229,494	201,874	63,543	61,093

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Investment in subsidiaries (continued)

Summarised statement of comprehensive income:

	BW India		Product Services	
	Q4 2023 US\$'000	Q4 2022 US\$'000	Q4 2023 US\$'000	Q4 2022 US\$'000
TCE income - Shipping	34,762	28,345	-	-
Revenue from Product Services	-	-	557,943	290,615
Cost of cargo and delivery expenses	-	-	(509,267)	(289,820)
Vessel operating expense	(5,333)	(7,009)	-	-
Depreciation and amortisation	(8,636)	(8,185)	(16,679)	(3,414)
Finance expense	(2,623)	(2,841)	(863)	(934)
Other expenses - net	(2,129)	(815)	(13,671)	659
Net profit/(loss) after tax	16,041	9,495	17,463	(2,894)
Other comprehensive loss (currency translation effects)	2,355	(892)	734	(895)
Total comprehensive income/(loss)	18,396	8,603	18,197	(3,789)
Total comprehensive income/(loss) allocated to non-controlling interests	9,346	4,019	2,706	(1,317)

	BW India		Product Services	
	FY 2023 US\$'000	FY 2022 US\$'000	FY 2023 US\$'000	FY 2022 US\$'000
TCE income - Shipping	118,999	92,561	-	-
Revenue from Product Services	-	-	1,835,031	727,775
Cost of cargo and delivery expenses	-	-	(1,741,585)	(727,882)
Vessel operating expenses	(21,503)	(22,885)	-	-
Depreciation and amortisation	(33,950)	(32,154)	(67,609)	(3,414)
Finance expense	(9,510)	(7,453)	(4,426)	(1,755)
Other expenses - net	(6,045)	(2,004)	(20,033)	3,139
Net profit/(loss) after tax	47,991	28,065	1,378	(2,137)
Other comprehensive income/(loss) (currency translation effects)	416	2,961	1,918	(895)
Total comprehensive income/(loss)	48,407	31,026	3,296	(3,032)
Total comprehensive income/(loss) allocated to non-controlling interests	23,716	12,701	480	(1,317)

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Comparative information

The Group identified and corrected certain immaterial errors with respect to the comparative information for the year ended 31 December 2022. The identified errors were with respect to the determination of functional currency with respect to a subsidiary, remeasurement of leases, and the determination of transfer of control for certain revenue transactions. Management has evaluated the materiality of the errors from quantitative and qualitative perspectives and concluded that the errors were immaterial to the Group's 2022 previously issued audited financial statements. Consequently, the Group has corrected these immaterial errors by revising the comparative information for the year ended 31 December 2022 presented herein.

The tables below present the effect of the adjustments as of and for the period ended 31 December 2022. These adjustments exclude those related to revisions of the Vilma purchase price allocation which were provisionally determined as of 31 December 2022, and relate primarily to the net presentation of derivative balances and cash balances held with brokers within "Trade and other payables" and "Derivative financial instruments". The effect of the immaterial correction of errors in our previously audited consolidated financial statements as of 31 December 2022 and for the year then ended is as follows:

	31 December 2022		
	As reported US\$'000	Adjustment US\$'000	As adjusted US\$'000
Consolidated statement of comprehensive income			
Revenue - Product Services	730,231	(5,439)	724,792
Cost of goods sold - Product Services	(645,993)	5,439	(640,554)
Consolidated statements of financial position			
Trade and other receivables	203,179	(5,586)	197,593
Derivative financial instruments - current asset	89,346	7,120	96,466
Inventories	113,945	21,987	135,932
Total current assets	740,603	23,521	764,124
Vessels and drydocking	1,484,489	35,683	1,520,172
Right-of-use assets (vessels)	264,666	(15,189)	249,477
Total non-current assets	1,799,911	20,494	1,820,405
Trade and other payables	223,923	14,071	237,994
Derivative financial instruments - current liability	33,006	7,665	40,671
Lease liabilities	136,391	(15,189)	121,202
Total current liabilities	511,962	6,547	518,509
Other reserves	(30,554)	20,777	(9,777)
Non-controlling interests	103,167	16,691	119,858
Consolidated statement of cash flows			
Cash flows from operating activities			
Inventories	(29,223)	(21,987)	(51,210)
Trade and other receivables	106,400	5,586	111,986
Trade and other payables	4,049	15,856	19,905
Derivative financial instruments	25,956	545	26,501