

**Navigator Gas (Denmark) ApS  
Annual Report for the year ended 31 December 2023**

**NAVIGATOR GAS (DENMARK) ApS**

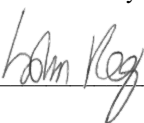
**ANNUAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2023**

Adopted at the Annual General Meeting of shareholders on 12 July 2024.

Chairman of the meeting

John Gibson Reay



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CVR no. 34093482  
Smakkedalen 4  
DK-2820 Gentofte

**Navigator Gas (Denmark) ApS**  
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**STATEMENT OF THE BOARD OF DIRECTORS AND EXECUTIVE BOARD**

The Board of Directors and the Executive Board have today considered and adopted the annual report of Navigator Gas (Denmark) ApS for the financial period 1 January - 31 December 2023.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

It is our opinion that the financial statements give a true and fair view of the financial position at 31 December 2023 of the Company and of the results of the Company's operations for the financial period 1 January – 31 December 2023.

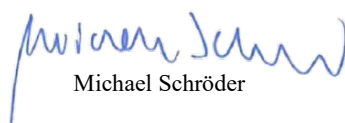
Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters and the results of the Company's operations and its financial position.

We recommend that the annual report be approved at the annual general meeting.


Gentofte, 12 July 2024

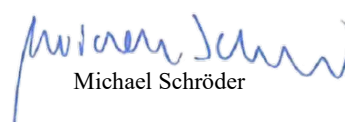
**EXECUTIVE BOARD**

  
Mads Peter Zacho  
CEO

  
Michael Schröder

**BOARD OF DIRECTORS**

  
John Gibson Reay  
Chairman

  
Michael Schröder

  
Andries Odendaal de Necker

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**INDEPENDENT AUDITOR'S REPORT**

*To the shareholder of Navigator Gas (Denmark) ApS*

**Opinion**

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2023, and of the results of the Company's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Navigator Gas (Denmark) ApS for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Statement on Management's Review**

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review, and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

**Management's Responsibilities for the Financial Statements**

Management is responsible for the preparation of the Financial Statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of the Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

**Auditor's Responsibilities for the audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

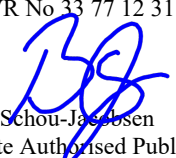
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hellerup, 12 July 2024

**PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31



Bo Schou-Jacobsen  
State Authorised Public Accountant  
mne28703



Henrik Kyhnav  
State Authorised Public Accountant  
mne40028

**Navigator Gas (Denmark) ApS**  
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**COMPANY INFORMATION**

Navigator Gas (Denmark) ApS  
Smakkedalen 4  
DK-2820 Gentofte  
Denmark  
Telephone +45 6996 2110  
CVR no.: 34093482  
Established: 29 December 2011  
Registered office: Gentofte, Denmark  
Financial period: 1 January - 31 December  
Financial year: 12th financial year

**Board of Directors**

John Gibson Reay – *Chairman*  
Michael Schröder  
Andries Odendaal de Necker

**Executive Board**

Mads Peter Zacho – CEO  
Michael Schröder

**Auditors**

PricewaterhouseCoopers  
Statsautoriseret Revisionspartnerselskab  
Strandvejen 44  
DK-2900 Hellerup  
Denmark

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**Annual Report for the year ended 31 December 2023**

**Key Figures and Ratios**

Key Figures (USD '000)	2023	2022	2021	2020	2019
<b>Income Statement</b>					
Revenue	126,577	121,588	118,429	105,878	102,973
Gross profit (Net earnings from shipping activities)	29,352	12,888	1,214	(1,055)	(8,358)
Operating profit/(loss) before depreciation, amortization, and impairment (EBITDA)	25,575	10,009	8,196	(4,849)	(12,102)
Financial items, net	467	(482)	(1,367)	(1,174)	(1,616)
Profit/(loss) for the year	24,753	8,074	6,553	(6,111)	(1,365)
<b>Statement of Financial Position</b>					
Current assets	55,039	35,329	34,653	13,454	18,904
Total assets	56,626	36,868	3,614	15,092	20,437
Equity	44,649	19,896	11,988	119	204
Current liabilities	11,977	16,972	24,153	9,523	11,574
<b>Financial Ratios</b>					
Operating margin before depreciation, amortization, and impairment loss (EBITDA margin)	20.2	8.2	6.9	(4.6)	(11.8)
Solvency ratio	79.0	54.0	33.2	0.8	1.0
US\$/DKK rate at year end	688,08	629,18	629,18	605,76	667,59
Average US\$/DKK rate	675,22	656,12	656,12	653,43	667,03
Average number of employees on shore	18	18	10	11	12
Average number of crew on vessels	384	372	400	400	413

**Definition of Key figures**

Operating margin before depreciation, amortization, and impairment loss (EBITDA margin)	=	$\frac{\text{Operating Profit/(loss) before depreciation, amortization and impairment (EBITDA)} \times 100}{\text{Revenue}}$
Solvency ratio	=	$\frac{\text{Equity at year-end} \times 100}{\text{Total assets}}$

# Navigator Gas (Denmark) ApS

## Annual Report for the year ended 31 December 2023

### Management's review

#### Principal activities

Navigator Gas (Denmark) ApS' ("Navigator Gas Denmark", the "Company", "we") prime activity is to perform fully integrated management of LPG gas carriers in worldwide trade as well as to engage in other related activities. Navigator Gas Denmark is based in Copenhagen with the principal activities of commercial and operational management of a fleet of gas tankers.

Navigator Gas Denmark operates under the rules of the Danish Tonnage Tax Scheme.

A wholly owned subsidiary of Navigator Gas Denmark, Navigator Gas Ship Management (Denmark) ApS (Navigator Gas Ship Management Denmark), is entrusted with the technical management of the fleet.

Navigator Gas Denmark is wholly owned by Navigator Holdings Ltd., (the "Group", "Navigator Gas"), which is listed on the New York Stock Exchange (listed under "NVGS").

There are no unusual circumstances that may have an impact on recognition or measurement and there is no material uncertainty in recognition or measurement in the balance sheet or income statement.

#### Performance and results for the year

Navigator Gas Denmark operated 17 LPG carriers ranging in size from 3,500 to 22,000 cbm, all of which were semi-refrigerated vessels and 8 of them were capable of carrying ethylene. All vessels were bareboat chartered from group companies within the Group.

The fleet was engaged in both regional and international trades during 2023 transporting LPG and various petrochemicals. During the year the commercial operation of 9 vessels, including 8 vessels carrying ethylene, was performed by Unigas International BV (Unigas) in Rotterdam, an associated company which is owned equally by Navigator Gas Denmark and two other partners. Unigas is a leading operator in the segment of up to 15,000 cbm and operated a total of 36 LPG and ethylene carriers at the end of 2023.

The Handysize fleet (vessels between 15,000-25,000 cbm) is commercially operated inhouse. By the end of the 2023, Navigator Gas Denmark operated 7 Handysize vessels. The activities of Navigator Gas Denmark produced a net profit of USD 25.0 million (2022: profit of USD 8.1 million) which was in line with the expectations set out last year. The improvement from last year was linked to an increase in freight rates.

#### Outlook

During 2023, our fleet safely, reliably and efficiently transported LPG, petrochemicals and ammonia to our customers. As in previous years, the largest portion by far, was exported from North America. The rate environment for Handysize gas carriers improved from an average Time Charter Equivalent rate of around \$23,122 per day to an average of \$28,400 per day. The low orderbook in the Handysize and smaller gas carrier segments provides solid fundamentals for these types of vessels. It is expected that this strength will be maintained over the remainder of the 2024, despite high uncertainties due to geopolitical reasons, we can expect an increase of revenue and profits of 5% in line with inflation for Navigator Gas Denmark in 2024.

#### Corporate Governance

It is important for Navigator Gas Denmark that activities are planned and executed in a responsible and reliable manner and with a sound and sustainable balance between the considerations for the surrounding society, respect for the environment, the well-being of employees, and the need for commercial development.

#### Gender composition

According to the requirements in Danish Financial Statement Act § 99b, Navigator Gas Denmark must report management's gender composition. Navigator Gas Denmark applies a policy stating that the gender composition of management shall reflect the gender balance of society as a whole. Navigator Gas, the ultimate parent company's policy states and ensures equal career opportunities for men and women and is actively used as a tool for recruiting and working with both genders, and equality in general. In the recruiting processes, it is the target to have both genders presented in the final stage of selection. The representation of women in the management team has not increased in 2023. The Board of Directors comprises four male members at the end of 31 December 2023. No female member was appointed to the Board of Directors in 2023, primarily caused by the female representation in the shipping industry in general. The group has set a target of 35% of women in leadership roles by 2028.

	2023
<b>Board of Directors</b>	
Total members	3
Under Representation (%)	0%
Group Target	35%
Year to reach target	2028



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<b>Executive Management</b>	
Total members*	2

\*The executive management contains only two members, and the company has less than 50 employees. This means that target figures and policies are not required.

**Data ethics**

Navigator Gas Denmark has evaluated if it is relevant to prepare a policy for data ethics. Navigator Gas Denmark only enters into business with B2B customers and therefore, to a limited extent, collects and processes data. Navigator Gas Denmark has not prepared a data ethics policy, but all information received relates to customers, vendors, and employees is treated in a responsible manner that ensures that the data cannot be accessed by unauthorized persons.

**Corporate Social Responsibility**

According to the Danish Financial Statements Act §99a, the Company must report on its social responsibility. The Company relies on the ultimate parent company's Navigator Holdings Ltd., reporting and therefore exempt from the statutory requirement for Corporate Social Responsibility ("CSR") and human rights. Group reporting regarding CSR can be found at [https://s202.q4cdn.com/342904853/files/doc\\_financials/2023/ar/2023-esg-report.pdf](https://s202.q4cdn.com/342904853/files/doc_financials/2023/ar/2023-esg-report.pdf)

**Going Concern**

The financial statements have been prepared on a going concern basis. In considering whether this is appropriate, the Company has taken into account the following:

The Company had net current assets of \$44.1 million as at 31 December 2023.

The ultimate parent company, Navigator Holdings Ltd., has agreed to provide continued financial support to the Company for the foreseeable future to meet its obligations as and when they fall due, for a minimum period of 12 months from the date of approval of these financial statements, to the extent that the Company is unable to meet its liabilities. This support is expected to be forthcoming and has been confirmed to the Company through a letter of financial support. The Directors have assessed the ultimate parent company's financial ability to provide this support when required. On this basis, the Directors have continued to adopt the going concern basis in preparing the financial statements.

**Events after the balance sheet date**

Reference is made to note 15 in the Financial Statements.

**Navigator Gas (Denmark) ApS**  
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**Income statement for the period 1 January to 31 December**

*Figures in USD '000*

	Note	2023	2022
Revenue	2	126,577	121,588
Voyage related expenses and operating costs of vessels	3	(56,351)	(66,722)
Bare-boat hire		(40,874)	(41,978)
<b>Gross profit</b>		<b>29,352</b>	<b>12,888</b>
Other income		2,290	2,049
Other external expenses		(2,217)	(1,933)
Staff costs	3	(3,850)	(2,995)
<b>Profit before financial items</b>		<b>25,575</b>	<b>10,009</b>
Share of result in subsidiaries and associates	4	(1,115)	(1,407)
Financial income	5	489	1
Financial expenses	6	(22)	(483)
<b>Profit before tax</b>		<b>24,927</b>	<b>8,120</b>
Tax on profit for the year	7	(174)	(46)
<b>Profit for the year</b>	8	<b>24,753</b>	<b>8,074</b>

**Navigator Gas (Denmark) ApS**  
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**Balance Sheet as at 31 December 2023**

<i>Figures in USD '000</i>	Note	2023	2022
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Investment in subsidiaries	9	474	265
Investment in associates	10	905	1,182
Other financial assets		208	92
<b>Total Non-Current Assets</b>		<b>1,587</b>	<b>1,539</b>
<b>Current Assets</b>			
Inventories		4,082	2,490
Trade receivables		15,500	16,101
Other receivables		1,028	345
Receivables from group companies		3,134	914
Prepayments		926	714
Cash and cash equivalents		30,369	14,765
<b>Total Current Assets</b>		<b>55,039</b>	<b>35,329</b>
<b>Total Assets</b>		<b>56,626</b>	<b>36,868</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	11	37	37
Retained earnings		44,612	19,859
<b>Total Equity</b>		<b>44,649</b>	<b>19,896</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade payables		4,680	4,345
Payables to group companies		642	9,304
Other payables		3,404	694
Deferred income		3,149	2,560
Income tax payable		102	69
<b>Current Liabilities</b>		<b>11,977</b>	<b>16,972</b>
<b>Total Liabilities</b>		<b>11,977</b>	<b>16,972</b>
<b>Total Equity and Liabilities</b>		<b>56,626</b>	<b>36,868</b>
Accounting policies	1		
Contractual Obligations	12		
Related party disclosures	13		
Contingent liabilities	14		
Events after the balance sheet date	15		

**Navigator Gas (Denmark) ApS**  
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**Statement of Changes in Equity**

*Figures in USD '000*

	<b>Share capital</b>	<b>Retained earnings</b>	<b>Total</b>
<b>At 1 January 2023</b>	37	19,859	19,896
Profit /(Loss) for the year	-	24,753	24,753
<b>At 31 December 2023</b>	<u>37</u>	<u>44,612</u>	<u>44,649</u>

# Navigator Gas (Denmark) ApS

## Annual Report for the year ended 31 December 2023

### Notes

#### 1. Accounting policies and significant accounting estimates

The annual report of Navigator Gas (Denmark) ApS (the “Company”) for 2023 has been prepared in accordance with the provisions applying to reporting class large C enterprises under the Danish Financial Statements Act.

The Company’s business is primarily conducted in US Dollar. All income in the form of freight income is in US Dollar, and most costs are in US Dollars as well. The Company has designated the US Dollar as its functional and reporting currency. Consequently, all amounts are recognized in US Dollar. The average USD/DKK rate of exchange for 2023 was 6.8808 and the closing rate on 31 December 2023 was 6.7522. The accounting policies are consistent with those for last year.

##### 1.1. Consolidated financial statements.

With reference to section 112 of the Danish Financial Statements Act and to the consolidated financial statements of Navigator Holdings Ltd., the Company has not prepared consolidated financial statements.

##### 1.2. Cash flow statement.

With reference to section 86(4) of the Danish Financial Statements Act and to the cash flow statement included in the consolidated financial statements of Navigator Holdings Ltd., the Company has not prepared a cash flow statement.

##### 1.3. Fee to auditors appointed at the general meeting

Audit fee is disclosed in the consolidated financial statements of Navigator Holdings Ltd., cf. §96 para 3 of the Danish Financial Statements Act.

##### 1.4. Recognition and measurement

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the Company and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the Company and the value of the liability can be measured reliably.

On initial recognition assets and liabilities are measured at cost. Measurement of assets and liabilities after initial recognition is effected as described below for each item.

In recognition and measuring assets and liabilities, any gains, losses and risks occurring prior to the presentation of the annual report that evidence conditions existing at the balance sheet date are taken into account. Income is recognised in the income statement when earned. Furthermore, costs incurred to achieve earnings for the year are recognised in the income statement including depreciation, amortization, impairment losses and provisions as well as reversal of entries as a result of changed accounting estimates, which were formerly recognised in the income statement.

##### 1.5. Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognized in the income statement as financial income or financial expenses.

Receivable, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and at the date at which the receivable or payable arose or was recognized in the latest financial statements is recognized in the income statement as financial income or financial expenses.

### INCOME STATEMENT

#### 1.6. Revenue

The revenue reflects the income earned by vessels which are commercially operated by Navigator Gas Denmark’ own in-house organization as well as earnings by vessels which are commercially operated by Unigas International (“Unigas”). For vessels on time charter, income is recognized upon delivery of the services in accordance with the charter parties concluded.

# Navigator Gas (Denmark) ApS

## Annual Report for the year ended 31 December 2023

### Notes

#### 1.6. Revenue (continued)

*Earnings from vessels commercially operated by Unigas.*

The aggregated gross earnings in Unigas have been adjusted for general expenses, insurance premiums, bad debt losses, financial charge, interest and foreign exchange variances. The functional currency of Unigas is US Dollars. Conversions of other currencies have been accounted for and translated into US Dollars and advances and/or final settlements towards individual members have been affected in this currency. The total voyage results have been translated into US Dollars at fixed accounting rates which, during the year, were updated monthly.

All accounts receivable and liabilities other than in US Dollars have been converted at the exchange rate ruling at the balance sheet date.

*Segment information on revenue*

Information on business segments and geographical segments is based on the Company's risks and returns and its internal financial reporting system. Business segments are regarded as the primary segments.

#### 1.7. Voyage related expenses

Voyage related expenses include bareboat hire, bunker expenses, port expenses, towage, agency fee, survey, stevedoring, and cleaning as well as other expenses incidental to the commercial operation of the vessels and are recognized upon receipt of service in accordance with the agreements parties concluded with the suppliers.

#### 1.8. Operational and crewing related cost

Operating expenses and crewing costs include costs incidental to the technical and crewing management of the vessels and are recognized as accrued.

#### 1.9. Other income

Other income relates to management fees charged between group companies are recognised in the period in which the services are rendered.

#### 1.10. Administrative expenses

Administrative expenses comprise expenses incurred during the year for Company management and administration, including expenses for administrative staff, management, office premises, office expenses and depreciation. Administrative expenses are presented in the Income Statement as "Staff costs" and "Other external expenses", respectively.

#### 1.11. Staff costs

Staff costs comprise wages and salaries, including pension as well as other staff costs.

#### 1.12. Financial income and expenses

Financial income and expenses comprise interest income and expense as well as exchange rate differences from transactions denominated in foreign currencies.

#### 1.13. Tax on profit/loss for the year

The Company's current tax consists of tax payable according to the regulations of the Danish Tonnage Tax Act for shipping activities and according to general tax regulations for net financial income. The Company only has activities taxed under the Danish Tonnage Tax Scheme. Based on the planned use of vessels and activities, the Danish tonnage tax regime does not result in a deferred tax liability. Hence, no deferred tax liability is recognized in the balance sheet. If a liability should arise, it would only relate to minor temporary differences on non-current assets.

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**Notes**

**BALANCE SHEET**

**1.14. Leases**

Leases for non-current assets that transfer substantially all the risks and rewards incident to ownership to the Company (finance leases) are initially recognized in the balance sheet at the lower of fair value and the net present value of future lease payments. In calculating the net present value of the future lease payments, the interest rate implicit in the lease or the incremental borrowing rate is used as the discount factor. Assets held under finance leases are subsequently depreciated as the Company's other non-current assets.

The capitalized residual lease obligation is recognized in the balance sheet as a liability, and the interest element of the lease payment is recognized in the income statement over the term of the lease.

All other leases are treated as operating leases. Payments relating to operating leases are recognized in the income statement over the term of the lease. The Company's total obligation relating to operating leases and other leases is disclosed in contingencies, etc.

**1.15. Investments in subsidiaries and associates**

Investments in subsidiaries and associates are measured according to the equity method. Investments in subsidiaries and associates are measured in the balance sheet at the proportionate share of the enterprises' net asset value calculated in accordance with the Company's accounting policies.

The total net revaluation of investments in subsidiaries and associates is transferred upon distribution of profit to "Reserve for net revaluation under the equity method" under equity. The reserve is reduced by dividend distributed to the Company and adjusted for other equity movements in the subsidiaries and associates.

Subsidiaries and associates with a negative net asset value are recognised at \$nil. Any legal or constructive obligation of the Company to cover the negative balance of the enterprise is recognised in provisions.

**1.16. Other financial assets**

Other financial assets comprise a security deposit for the office used by the Company, the amount is measured at amortized cost.

**1.17. Inventory**

Inventories comprise inventories of bunker and lubricant oil on board the vessels. Inventories are measured at cost in accordance with the FIFO method. Where the net realizable value is lower than cost, inventories are written down to this lower value.

**1.18. Receivables**

Receivables are measured at amortized cost. Write-down is made for bad debt losses where there is an objective indication that a receivable or a receivable portfolio has been impaired. If there is an objective indication that an individual receivable has been impaired. A write-down is made on an individual basis. Receivables with no objective indication of individual impairment are assessed for objective indication of impairment on a portfolio basis. Write-downs are calculated as the difference between the carrying amount of receivables and the present value of the expected cash flows, including the realizable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

**1.19. Prepayments**

Prepayments comprise costs incurred in relation to subsequent financial years.

**1.20. Cash and cash equivalents**

Cash and cash equivalents comprise cash and short-term marketable securities with a term of three months or less that are readily convertible to cash and are subject to an insignificant risk of changes in value.

**1.21. Equity – dividends**

Proposed dividends are recognized as a liability at the date when they are adopted at the annual general meeting (declaration date). The expected dividend payment for the year is disclosed as a separate item under equity.

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**Notes**

**1.22. Liabilities other than provisions**

Financial liabilities are initially recognized at the net proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortized cost, corresponding to the capitalized value using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognized in the income statement over the term of the loan. Other liabilities are measured at net realizable value.

**1.23. Deferred income**

Deferred income arises from prepayments for voyages and time-charter income received regarding income in subsequent financial years.

**1.24. Corporation tax and deferred tax**

The current Danish corporation tax is allocated between the jointly taxed companies in proportion to their taxable income, which includes Navigator Gas Ship Management (Denmark) ApS and Navigator Invest (Denmark) ApS. In relation to the shipping activities Navigator Gas Denmark participates in the Danish Tonnage Tax Scheme. Companies that use tax losses in other companies pay the joint tax contribution to the parent company at an amount corresponding to the tax value of the tax losses used. Companies whose tax losses are used by other companies receive joint tax contributions from the parent company corresponding to the tax value of the losses used (full absorption). The jointly taxed companies are taxed under the tax prepayment scheme. Tax for the year comprises current tax and changes in deferred tax for the year. The tax expense relating to the profit/loss for the year is recognized in the income statement. Tax attributable to entries directly under comprehensive income is recognized directly in equity.



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**Notes**

**2. Revenue**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Voyage Charter Revenue	36,717	21,492
Time Charter Revenue	39,817	53,596
Unigas Pool	50,043	46,500
<b>Total Revenue</b>	<b>126,577</b>	<b>121,588</b>

The distribution of revenue across business segments is, in accordance with the Danish Financial Statements Act section 96 (1), not disclosed and geographical segment information on revenue from external customers is therefore not disclosed.

**3. Staff costs**

**Staff costs, onshore employees:**

The staff cost to onshore employees are recognized under staff costs in the income statement.

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Fixed salaries	(3,626)	(2,724)
Pension- defined contributions	(155)	(171)
Other staff costs	(69)	(99)
<b>Total Staff costs, onshore employees</b>	<b>(3,850)</b>	<b>(2,995)</b>
<b>Average number of employees (FTEs)</b>	<b>18</b>	<b>18</b>

The Board of Directors did not receive any remuneration from the Company. Members of the Board of Directors are remunerated from NGT Services (UK) Ltd., a group company.

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Executive Management	1,309	945

**Staff costs, crew on vessels:**

Staff costs to crew on vessels are a direct cost related to the operating costs of vessels, Therefore, the staff costs to crew are recognized in Voyage related expenses and operating costs of vessels in the income statement.

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Crew salaries	(23,068)	(18,790)
<b>Total Staff costs included in freight income on T/C basis</b>	<b>(23,068)</b>	<b>(18,790)</b>
Average numbers of crew on vessels (FTEs)	384	372

**4. Share of result in subsidiaries and associates**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Share of result in subsidiaries	(1,287)	(1,878)
Share of result in associates	172	470
<b>Share of result in subsidiaries and associates</b>	<b>(1,115)</b>	<b>(1,408)</b>

**5. Financial income**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Interest income	489	1
<b>Financial income</b>	<b>489</b>	<b>1</b>

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**Notes**

**6. Financial expenses**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Interest expenses	-	(2)
Interests to group companies	(22)	(408)
Foreign exchange expenses	-	(60)
Other financial items	-	(13)
<b>Financial expenses</b>	<b>(22)</b>	<b>(483)</b>

**7. Tax**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Current tax on profit for the year	(174)	(46)
<b>Tax for the year</b>	<b>(174)</b>	<b>(46)</b>

**8. Proposed appropriation of profit for the year**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Retained earnings	24,753	8,074
<b>Total proposed appropriation of profit for the year</b>	<b>24,753</b>	<b>8,074</b>

**9. Investments in subsidiaries**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Cost at 1 January	15,796	13,896
Capital contributions	1,490	1,900
Additions	6	-
<b>Cost at 31 December</b>	<b>17,292</b>	<b>15,796</b>
Value adjustment at 1 January	(15,531)	(13,652)
Share of the results for the year	(1,287)	(1,879)
<b>Value adjustment at 31 December</b>	<b>(16,818)</b>	<b>(15,531)</b>
<b>Carrying amount at 31 December</b>	<b>474</b>	<b>265</b>

Investments in subsidiaries are specified as follows:

<i>Figures in USD '000</i>	<b><u>Name</u></b>	<b><u>Place of registered office</u></b>	<b><u>Share capital</u></b>	<b><u>Ownership</u></b>
	Navigator Gas Ship Management (Denmark) ApS	Gentofte, Denmark	7	100 %
	Navigator Gas Invest (Denmark) ApS	Gentofte, Denmark	6	100 %

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**Notes**

**10. Investments in associates**

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
Cost at 1 January	433	432
Additions for the year	-	1
<b>Cost at 31 December</b>	<b>433</b>	<b>433</b>
Value adjustment at 1 January	749	720
Exchange rate adjustment	-	(165)
Dividend received	(448)	(276)
Share of the results for the year	171	470
<b>Value adjustment at 31 December</b>	<b>472</b>	<b>749</b>
<b>Carrying amount at 31 December</b>	<b>905</b>	<b>1,182</b>

Investments in associates are specified as follows:

<u>Name</u>	<u>Place of registered office</u>	<u>Ownership</u>
Dan-Unity CO2 A/S	Gentofte, Denmark	50 %
Unigas International B.V.	Rotterdam, Netherlands	33 %
Navigator Gas Crewing Philippines Inc.	Manilla, Philippines	25 %
Navigator Gas Services Philippines Inc.	Manilla, Philippines	40 %

**11. Share capital**

The share capital comprises 21,000 shares of DKK 10 each (translated at USD 37 thousand). All shares rank equally.

**12. Contractual obligations**

All vessels in the Navigator Gas (Denmark) ApS fleet are bareboat chartered from group companies in the Navigator Group. The table below shows the contractual lease obligations for those vessels:

<i>Figures in USD '000</i>	<b>2023</b>	<b>2022</b>
<b>Vessel related lease obligations</b>		
Within one year	39,684	40,764
Between 1 - 5 years	104,889	118,259
More than 5 years	-	19,863
<b>Office lease obligations</b>		
Within one year	130	190
Between 1-5 years	172	267
<b>Total</b>	<b>144,875</b>	<b>179,343</b>

**13. Related party disclosures**

**Transactions**

In accordance with section 98c (7) of the Danish Financial Statements Act, the Company has not disclosed any related party transactions as they were conducted on an arm's length basis.

**Group relation:**

Navigator Gas (Denmark) ApS is fully owned by:  
Navigator Holdings Ltd., The Verde, 10 Bressenden Place, SW1E5DH London, United Kingdom.

The ultimate parent company and controlling party at 31 December 2023 was Navigator Holdings Ltd. which is incorporated in the Republic of the Marshall Islands. Navigator Holdings Ltd. is a public company that trades its shares on the New York Exchange. The ultimate parent company is the smallest and largest group which prepares consolidated financial statements that include the company. The Verde, 10 Bressenden Place, SW1E5DH London, United Kingdom. The consolidated financial statements of Navigator Holdings Ltd. are available at the Company's address and the following homepage  
<https://investors.navigatorgas.com/financials/annual-reports/default.aspx>

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**14. Contingent liabilities**

The Company is jointly taxed with Navigator Gas Ship Management (Denmark) ApS and Navigator Invest (Denmark) ApS. The companies are jointly and severable liable for Danish corporation tax and withholding taxes on dividends, interest and royalties in the joint taxation. Any subsequent corrections of joint taxation of income or withholding taxes on dividends, etc. could lead to the Company's liability constituting a larger amount.

Navigator Gas (Denmark) ApS and Navigator Gas Ship Management (Denmark) ApS and Navigator Invest (Denmark) ApS are also jointly liable for the joint registration of VAT.

The Company has confirmed to provide financial support to the subsidiary Navigator Gas Ship Management (Denmark) ApS Navigator Invest (Denmark) ApS and to the associate Dan-Unity CO2 A/S until 1 January 2025.

**15. Events after the balance sheet date**

No reportable events have occurred after the balance sheet date that materially affect the financial position of the Company.