

Team Tankers International Ltd.



1st Quarter 2019

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Team Tankers International Ltd. (“Team Tankers” or the “Company”) is an international shipping company incorporated in Hamilton, Bermuda. With a fleet of 48 vessels: 37 owned vessels and 11 leased vessels as of the date of this report, the Company is one of the largest chemical and clean petroleum product tanker owner/operators in the world. With offices worldwide, Team Tankers offers comprehensive ocean transportation services to global chemical producers, oil majors, commodities traders and others in the petrochemical supply chain. The Company is committed to the safe and efficient transport of liquid bulk cargoes for all its customers and partners.

Highlights

- Team Tankers International (the “Company”) reported EBITDA (earnings before interest, taxes, depreciation and amortization) of \$14.0 million in the 1st quarter of 2019, compared with \$2.8 million in the 4th quarter of 2018, and \$2.5 million in the 1st quarter of 2018. IFRS 16 - Leases was implemented in the 1st quarter of 2019 which impacted the accounting for the Company’s chartered in vessels and other long-term leases. Qualifying charterhire expenses for vessels and rent expense for office leases meeting the requirements of IFRS 16 are recorded on the balance sheet as *Right-of-use assets* with a corresponding lease liability.
- Net loss in the 1st quarter of 2019 was \$7.9 million, compared with net loss of \$36.4 million in the 4th quarter of 2018 (net loss of \$7.3 million in the 1st quarter of 2018). Included in the net loss for the 4th quarter of 2018 was a vessel impairment charge of \$18.0 and onerous charter contracts of \$3.5 million. Excluding these charges, the net loss for the year-to-date 31 December 2018 was \$32.3 million as compared to the net loss of \$53.8 million.
- The average time charter equivalent rate (the “TCE”) for the fleet was \$12,123 for the 1st quarter of 2019, an increase of 11.7 per cent from \$10,854 in the 4th quarter of 2018 and 14.3 per cent from \$10,610 in the 1st quarter of 2018.

Main events Q1 2019

- In March, the Company redelivered the FMT Knidos (13,214 dwt, built 2010) following the expiry of the lease period. The vessel’s charter was classified as an operating lease.
- The Company completed the sale and delivered to buyer the Sichem Defiance (17,396 dwt, built 2001) in the 1st quarter 2019. A net loss of \$3.0 million was recognized in 2018 on this transaction. The vessel was included in *Vessels held for sale* in the Company’s Consolidated Statement of Financial Position as of 31 December 2018.

Subsequent events

- In April, the Company agreed to sell the Team Tapatio (44,999 dwt, built 2003) for \$12.5 million. Delivery of the vessel to the buyer is expected in May 2019. The Company has recorded an estimated loss of \$0.2 million and has included this vessel in *Vessels held for sale* as of 31 March 2019. The buyer will time-charter the vessel back to the Company for a period of three years.

Financial review

First quarter 2019 income statement

The Company reported total freight revenue of \$83.6 million in the 1st quarter of 2019, a decrease of \$4.6 million or 5.2 per cent as compared with \$88.2 million in the 4th quarter of 2018. Voyage expenses of \$33.5 million in the 1st quarter of 2019 decreased 9.5 percent as compared to \$37.0 million in the 4th quarter. Freight income on T/C basis was \$50.1 million, which represents a \$1.1 million decrease from the previous quarter (\$51.2 million in the 4th quarter). The decrease in revenue and voyage expenses were primarily the result of fewer on-hire days due to fleet changes and drydock activity. The freight market improved in the 1st quarter of 2019 leading to an increased TCE of \$12,123 compared to \$10,854 in the previous quarter.

Ship operating expenses were \$27.3 million in the 1st quarter of 2019, a \$2.5 million decrease from \$29.8 million in the 4th quarter of 2018. Charterhire expenses were \$2.4 million compared with the \$11.3 million in the 4th quarter of 2018 primarily impacted by the implementation of the IFRS 16 Lease standard. General and administrative expenses were \$6.4 million in the 1st quarter of 2019, a decrease of \$0.8 million from \$7.2 million in the previous quarter. EBITDA in the 1st quarter of 2019 was \$14.0 million compared with \$2.8 million in the previous quarter (\$2.5 million in the 1st quarter of 2019).

Depreciation and amortization expense was \$16.9 million in the 1st quarter of 2019, up from \$10.7 million in the previous quarter. The operating result (EBIT – earnings before interest and taxes) in the 1st quarter of 2019 was negative \$3.1 million, compared with negative \$32.5 million in the 4th quarter of 2018 (negative \$5.8 million in the 1st quarter of 2018) due to vessel impairment of \$18.0 million and onerous charter contracts of \$3.5 million recognized in the 4th quarter of 2018.

Net interest expense was \$4.1 million in the 1st quarter of 2019, an increase of \$1.0 million from the previous quarter due to the inclusion of interest expenses on vessel and office property leases per IFRS 16. Other financial items were negative \$0.8 million in the 1st quarter of 2019, a decrease of \$0.1 from the previous period.

Net loss in the 1st quarter of 2019 was \$7.9 million compared with a net loss of \$36.4 million (net loss of \$14.9 million, excluding the vessel impairment and onerous charter contract) in the previous period (net loss of \$5.8 million in 1st quarter of 2018).

Balance sheet and Cash Flow as of 31 March 2019

Total book value of the Company's vessels was \$499.2 million as of 31 March 2019, down \$18.7 million from 31 December 2018 primarily due to the Team Tapatio recognized as *Vessel held for sale*.

Total short-term and long-term debt was \$188.1 million at the end of the 1st quarter of 2019, down from \$191.8 million at the end of the previous quarter. During the 1st quarter of 2019, a principal payment \$4.0 million was made and \$22.0 million was classified as *Current portion of long-term debt*, reflecting the repayment schedule of the \$220.0 million financing agreement.

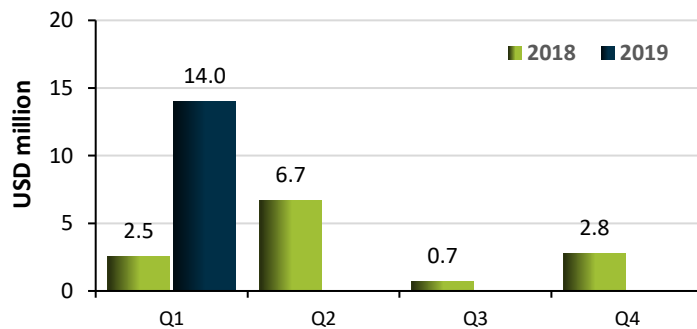
Total *cash and cash equivalents* amounted to \$25.8 million as of 31 March 2019, a decrease of \$7.9 million compared to the previous quarter, primarily as a result of working capital requirements. The Company has an additional \$10.0 million undrawn under the revolving credit facility.

Total equity as of 31 March 2019 was \$378.0 million, compared with \$385.1 million at the end of the previous quarter. The equity ratio of the Company was approximately 56 per cent at the end of the 1st quarter of 2019 and 61 per cent at the end of the 4th quarter of 2018. At 31 March 2019, there were 209,578,173 shares outstanding, each with a par value of \$0.01. The share price, as quoted on the Oslo Stock Exchange, ended the 1st quarter of 2019 at NOK 6.00, compared with an NOK 6.25 at the end of the previous quarter.

Earnings development

The total cargo volume lifted in the 1st quarter of 2019 was 8 per cent lower than the volumes lifted in the 4th quarter of 2018. Total trading days for the Company's fleet decreased by 7 per cent compared to the previous quarter, mainly due to fewer average vessels in the fleet following the redeliveries in the quarter. The average TCE for the fleet increased by 12 per cent during the quarter from \$10,854 to \$12,123 per day. As of 13 May 2019, about 63 per cent of the expected operating days in the 2nd quarter were fixed at an average TCE of about \$11,996 per day.

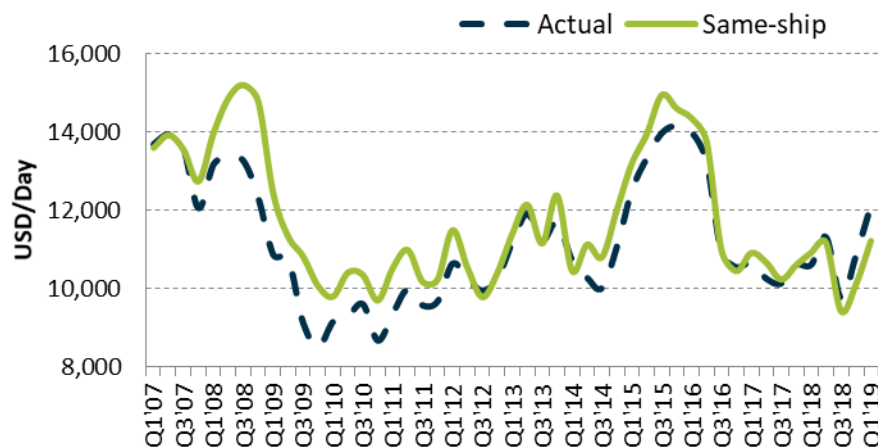
EBITDA development



Fleet development

Quarter	Avg Dwt	# vessels EOP	TCE - \$/day
Q1 19	26 169	48	12 123
Q4 18	25 484	51	10 854
Q3 18	25 484	51	9 758
Q2 18	25 484	51	11 316
Q1 18	18 524	37	10 610

Team Tankers Index (TTI)



The Team Tankers Index (TTI) is based on the company's sailed in time charter equivalent (TCE) earnings per day since 2007, both the actual development and the development on a same-ship basis (same-ship excludes short term charters). The TTI is calculated using the days the vessels are available to earn revenue (revenue days), and includes revenue earned from COAs and time charters.

Fleet development

At the end of March 2019, the fleet consisted of 48 vessels, of which 37 were owned, 9 were long-term charters classified as *Right-of-use assets* and 2 were classified as operational leases.

In the 1st quarter of 2019, the Company redelivered one time-chartered vessel, the FMT Knidos (13,214 dwt), following the expiry of the lease period and completed the sale of the Sichem Defiance (17,396 dwt), which was classified as *Vessels held for sale* at year-end.

In regards to vessel drydocks, six surveys have been completed and two are in progress as of 31 March 2019 compared with eighteen vessel drydocks completed in the corresponding prior year period. Seven additional surveys are scheduled for the remainder of 2019.

Alternative Performance Measures (APMs)

Alternative performance measures (financial performance measures not within the IFRS framework), are used by the Company to provide supplemental information. Financial APMs are intended to enhance comparability from period to period. The APMs are also used internally for management reporting. These measures are adjusted IFRS measures defined, calculated and used in a consistent and transparent manner. Financial APMs should not be considered as a substitute for measures of performance in accordance with the IFRS.

Freight income on T/C basis: is defined as freight revenue less voyage expenses.

	Q1 2019	Q4 2018
(\$ '000)		
Freight revenue	83 570	88 189
Voyage expenses	(33 479)	(37 000)
Freight income on T/C basis	50 091	51 189

EBITDA: is defined as *EBIT* + impairment, depreciation, amortization and (gain)/loss on sale of assets

	Q1 2019	Q4 2018
(\$ '000)		
EBIT	(3 082)	(32 503)
Depreciation and amortization	16 890	10 702
Loss on sale of vessels	168	3 072
Vessel impairment	-	18 001
Onerous charter contracts	-	3 516
EBITDA	13 976	2 788

Time-Charter Equivalent (TCE): Shipping industry freight rates are commonly measured in terms of “time-charter equivalent” (or TCE) rates, which represent net revenues divided by revenue days.

Hamilton, Bermuda, 13 May 2019

The Board of Directors of Team Tankers International Ltd.

/s/ Jesper Bo Hansen
Jesper Bo Hansen

/s/ Robert P. Burke
Robert P. Burke

/s/ Mads Meldgaard
Mads Meldgaard

/s/ Kevin M. Kennedy
Kevin M. Kennedy

/s/ Tom Higbie
Tom Higbie

/s/ Bryce Fraser
Bryce Fraser

/s/ Mikael Laurin
Mikael Laurin

/s/ Morten Arntzen
Morten Arntzen
Chairman of the Board

/s/ Hans Feringa
Hans Feringa
*President &
Chief Executive Officer*

Consolidated statement of comprehensive income

		2019 Q1	2018 Q4	2018 Q1
	Note	(unaudited)	(unaudited)	(unaudited)
<i>(\$ '000, except per share data)</i>				
Freight revenue		83 570	88 189	59 737
Voyage expenses		(33 479)	(37 000)	(24 438)
Freight income on T/C basis		50 091	51 189	35 299
Ship operating expenses		(27 324)	(29 840)	(22 691)
Charterhire expenses		(2 364)	(11 355)	(4 457)
General and administrative expenses		(6 427)	(7 206)	(5 600)
EBITDA		13 976	2 788	2 551
Vessel impairment		-	(18 001)	-
Onerous charter contracts		-	(3 516)	-
Depreciation and amortization	3,4	(16 890)	(10 702)	(8 372)
(Loss) / gain on sale of vessels		(168)	(3 072)	56
EBIT		(3 082)	(32 503)	(5 765)
Interest income		68	85	263
Interest expenses		(4 093)	(3 081)	(1 302)
Other financial items		(810)	(907)	(453)
Profit / (loss) before tax		(7 917)	(36 406)	(7 257)
Income tax expense		-	-	-
Net profit / (loss)		(7 917)	(36 406)	(7 257)
Value adjustments of hedging instruments		359	(116)	(133)
Foreign currency translation differences		(78)	541	76
Total items that may be reclassified to profit or loss		281	425	(57)
Other comprehensive income / (loss)		281	425	(57)
Total comprehensive income / (loss)		(7 636)	(35 981)	(7 314)
Attributable to owners of the parent		(7 636)	(35 981)	(7 314)
Earnings per share – basic (USD)		(0.04)	(0.18)	(0.04)
Earnings per share – diluted (USD)		(0.04)	(0.18)	(0.04)

See accompanying notes that are an integral part of these consolidated financial statements.

Consolidated statement of financial position

(\$ '000)		2019 31.03	2018 31.12
	Note	(unaudited)	(audited)
ASSETS			
Vessels	4	499 217	517 902
Right-of-use assets	3	54 706	-
Other equipment	4	1 296	1 230
Other non-current assets		5 325	5 826
Total non-current assets		560 544	524 958
Trade and other receivables		55 902	52 766
Inventories		15 653	14 629
Other current assets		2 947	1 410
Cash and cash equivalents	5	25 793	33 724
Total current assets		100 295	102 529
Vessels held for sale		12 500	6 550
TOTAL ASSETS		673 339	634 037
EQUITY AND LIABILITIES			
Equity		378 062	385 127
Treasury shares		(37)	(39)
Total Equity	6	378 025	385 088
Long-term debt	7	166 137	169 924
Long-term lease obligations	3	33 381	-
Other non-current liabilities		85	4 588
Total non-current liabilities		199 603	174 512
Trade and other payables		38 392	39 245
Short-term debt and current portion of long-term debt	7	22 000	21 838
Short-term lease obligations	3	25 497	-
Other current liabilities		9 822	13 354
Total current liabilities		95 711	74 437
Total liabilities		295 314	248 949
TOTAL EQUITY AND LIABILITIES		673 339	634 037

See accompanying notes that are an integral part of these consolidated financial statements.

Consolidated statement of cash flow

(\$ '000)	Note	2019 Q1 (unaudited)	2018 Q4 (unaudited)	2018 Q1 (unaudited)
Operating activities				
(Loss) before taxes		(7 917)	(36 406)	(7 259)
Depreciation and amortization	3, 4	16 890	10 702	8 372
Vessel impairment		-	18 001	-
Onerous charter contracts		-	3 516	-
Loss/(gain) on sale of vessels		168	3 072	(56)
Interest expenses, net		4 025	2 996	1 039
Foreign currency loss / (gain), net		62	9	(81)
Share-based incentive expense		639	670	247
Working capital and other adjustments		(7 119)	70	(5 481)
Net cash flow from / (used in) operating activities		6 748	2 630	(3 219)
Investing activities				
Vessel sale proceeds		6 184	-	16 848
Purchase of vessels		-	-	(13 625)
Capitalized dry dock, owned vessels	4	(3 470)	(4 171)	-
Capitalized dry dock, operational leases	4	-	(1 211)	-
Capital expenditures, other equipment	4	(151)	(359)	-
Interest received		68	85	263
Net cash flow from / (used in) investing activities		2 631	(5 656)	3 486
Financing activities				
Repayment of long-term debt	7	(4 000)	(4 000)	(5 500)
Repayment of obligations under leases	3	(7 781)	-	-
Interest paid		(2 772)	(2 798)	(1 028)
Other financial costs, net		(2 598)	(66)	(3 885)
Net cash flow (used in) financing activities		(17 151)	(6 864)	(10 413)
Net change in cash and cash equivalents		(7 772)	(9 890)	(10 146)
Cash balance at beginning of period		33 724	43 624	99 162
Net foreign exchange difference on cash		(159)	(10)	204
Cash and cash equivalents at end of period	5	25 793	33 724	89 220

See accompanying notes that are an integral part of these consolidated financial statements.

Consolidated statement of changes in equity

2019 (unaudited)		Attributable to equity holders of the parent company							
	Share Capital	Share Premium	Treasury shares	Other paid in capital	Retained losses	Revaluation reserve	Translation reserve	Hedging reserve	Total
(\$ '000)	Paid in capital					Other reserves			

Equity as of 1 January 2019	2 096	22 636	(39)	1 130 322	(779 635)	3 406	6 291	11	385 088
(Loss) for the period	-	-	-	-	(7 917)	-	-	-	(7 917)
Other comprehensive income	-	-	-	-	-	-	(78)	359	281
Total comprehensive income	-	-	-	-	(7 917)	-	(78)	359	(7 636)
Share-based payments	-	-	1	572	-	-	-	-	573
At 31 March 2019	2 096	22 636	(38)	1 130 894	(787 552)	3 406	6 213	370	378 025

2018 (unaudited)		Attributable to equity holders of the parent company							
	Share Capital	Share Premium	Treasury shares	Other paid in capital	Retained losses	Revaluation reserve	Translation reserve	Hedging reserve	Total
(\$ '000)	Paid in capital					Other reserves			

At 31 December 2017	1 885	-	(38)	1 129 798	(724 345)	3 406	6 270	311	417 287
Changes in accounting principles – IFRS 15	-	-	-	-	(1 451)	-	-	-	(1 451)
Equity as of 1 January 2018	1 885	-	(38)	1 129 798	(725 796)	3 406	6 270	311	415 836
(Loss) for the period	-	-	-	-	(7 259)	-	-	-	(7 259)
Other comprehensive income	-	-	-	-	-	-	76	(133)	(57)
Total comprehensive income	-	-	-	-	(7 259)	-	76	(133)	(7 316)
Share-based payments	-	-	1	202	-	-	-	-	203
At 31 March 2018	1 885	-	(37)	1 130 000	(733 055)	3 406	6 346	178	408 723

Foreign currency translation reserve

The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of subsidiaries in foreign currencies.

Treasury shares

The treasury shares reserve is used to record purchase of own shares. At 31 March 2019, the Company held 3,739,738 treasury shares.

Revaluation reserve

The revaluation reserves are used to record step by step revaluations in connection with the purchase of subsidiaries.

Share-based payments

The Company recorded \$0.6 million as compensation for management equity awards in the 1st quarter 2019.

See accompanying notes that are an integral part of these consolidated financial statements.

Notes to the consolidated financial statements

Note 1 - Organization and basis for preparation

Team Tankers International Ltd. (the “Company”) is incorporated and domiciled in Bermuda. The Company is incorporated as an exempted company under the laws of Bermuda and in accordance with the Bermuda Companies Act. The address of its registered office is Williams House, 4th Floor, 20 Reid Street, Hamilton HM 11, Bermuda.

Note 2 - Significant accounting policies

Basis of preparation

The interim consolidated financial statements for the Company are prepared in accordance with International Accounting Standard IAS 34 “Interim Financial Reporting” as issued by the International Accounting Standards Board (IASB) and adopted by the European Union (EU). With effect from 1 January 2019, the Company implemented IFRS 16 Leases. Implementation effects of IFRS 16 is described in Note 3.

Judgments, estimates and assumptions

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis for making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis, considering the current and expected future market conditions. A change in an accounting estimate is recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Significant accounting principles

The accounting principles used to prepare these interim financial statements are consistent with those used to prepare prior annual financial statements. The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the 2018 annual financial statements which is available on the Company’s website www.teamtankers.com.

As a result of rounding adjustments, the figures in one or more columns may not add up to the total of that column.

Segment information

The Company has one reportable segment; tanker tankers. Accordingly, no segment information is presented in the notes to the consolidated financial statements.

Note 3 – Leases - IFRS 16 Implementation

IFRS 16, Leases was issued in January 2016 and replaces IAS 17 Leases. IFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract, (the customer ('lessee') and the supplier ('lessor')). The new standard requires lessees to recognize assets and liabilities for most leases, a significant change from the previous requirements. Lessees will recognize right-of-use assets and lease liabilities based on discounted payments required under the lease, taking into account the term as determined under the new standard. For lessors, IFRS 16 substantially carries forward the accounting requirements in IAS 17. Accordingly, a lessor continues to classify its leases as operating leases or finance leases and to account for those two types of leases differently. Under IFRS 16, a lessee can choose to apply the standard either using a full retrospective or a modified retrospective approach. The date of adoption is 1 January 2019. The Company has assessed the impact of IFRS 16 on its consolidated financial statements in 2019. As of 31 December 2018, the Company had 9 vessels and 4 properties on operational lease-in. These contracts were reflected in the statement of financial position and will have an impact on the presentation in the Consolidated Statement of Comprehensive Income with a corresponding shift of certain amounts from charterhire and rent expenses to depreciation and interest expenses.

The Company has undertaken a review of its leases and considers the main changes are in relation to the operational lease-in of vessels and properties. The Company has adopted the cumulative catch up approach and the effect of these changes on the opening balance position as of 1 January 2019 are \$61.6 million for vessels and \$4.1 million for properties. The remaining non-cancellable lease payments are discounted at the Company's incremental borrowing rate (approximately 6.05%). The Company had an onerous contract provision of \$7.1 million at 31 December 2018 related to its time chartered and bareboat vessels. On 1 January 2019, this amount was offset against the opening balance of the right-of-use assets resulting in a total value of right-of-use assets of \$54.5 million for vessels.

Changes to the statement of financial position at 1 January 2019

	Vessels	Properties
(\$ '000)		
Fixed assets (Right-of-use assets)	61 648	4 065
Onerous contracts adjustment	(7 134)	-
Adjusted fixed assets (Right-of-use assets)	54,514	4 065
Lease liability	(61 648)	(4 065)

	Right-of-use assets: vessels	Right-of-use assets: properties	Total
(\$ '000)			
At 1 January 2019, net of accumulated depreciation	54 514	4 065	58 579
Transfers and reclassifications ¹⁾	2 933	-	2 933
Depreciation for the period	(6 632)	(174)	(6 806)
At 31 March 2019, net of accumulated depreciation	50 815	3 891	54 706

- 1) Capitalized dry dock expenditures on operational leased vessels were classified as non-current assets as of 31 December 2018. The costs, net of accumulated depreciation, were transferred and reclassified as right-of-use assets as of 31 March 2019.

	Lease obligation, vessels	Lease obligation, properties	Total
(\$ '000)			
At 1 January 2019	61 648	4 065	65 713
Payment	(7 578)	(203)	(7 781)
Interest	885	61	946
At 31 March 2019	54 955	3 923	58 878
Non-current	30 053	3 328	33 381
Current	24 902	595	25 497
At 31 March 2019	54 955	3 923	58 878

Due to the adoption of IFRS 16, the Company's EBITDA will improve, while its depreciation expense and interest will increase. This is due to the change in the accounting for expenses of leases that were classified as operating leases under IAS 17. In summary, the impact of the IFRS 16 adoption for Q1 2019 in the Company's statement of comprehensive income is as follows:

	2019 31.03
(\$ '000)	
Charterhire for vessels on time charter (included in charterhire expense)	(6 638)
Charterhire for vessels on bareboat (included in charterhire expense)	(941)
Office rental expense (included in general and administrative expense)	(202)
Change in EBITDA	7 781
Depreciation expense, vessels (included in depreciation and amortization)	6 488
Depreciation expense, leases (included in depreciation and amortization)	174
Change in EBIT	1 119
Interest expense, vessels (included in interest expenses)	886
Interest expense, leases (included in interest expenses)	61
Change in net profit	172

Note 4 – Vessels and other equipment

	Vessels	Other equipment	Total
(\$ '000)			
At 1 January 2019, net of accumulated depreciation	517 902	1 230	519 132
Additions (mainly upgrading and docking of vessels)	3 470	151	3 621
Sale of vessels / reclassification to held for sale ¹⁾	(12 250)	-	(12 250)
Transfers and reclassifications	94	-	94
Depreciation for the period	(9 999)	(85)	(10 084)
At 31 March 2019 net of accumulated depreciation	499 217	1 296	500 513

¹⁾ The Team Tapatio was classified as *Vessels held for sale* at 31 March 2019 for \$12.5 million. Vessel delivery is expected in May 2019.

Note 5 – Cash and cash equivalents

	2019 31.03	2018 31.12
(\$ '000)		
Banks	24 551	32 580
Petty cash	942	820
Restricted cash	300	324
Cash and cash equivalents	25 793	33 724

Note 6 – Share capital

	Number of shares	Share capital \$ '000
At 1 January 2019	209 578 173	2 096
Changes in shares and share capital in the period	-	-
At 31 March 2019	209 578 173	2 096

The Company's share capital was \$2,095,781.73 at 31 March 2019. Outstanding shares were 209,578,173, each with a par value of \$0.01.

Note 7 – Long-term debt

Bank loans	2019 31.03	2018 31.12
(\$ '000)		
Balance at beginning of period	191 762	85 675
New financing agreement	-	200 000
Installments on old facility repayment	-	(85 675)
Installments on new financing repayment	(4 000)	(8 000)
Amortization of debt issuance costs	375	(238)
Balance at end of period	188 137	191 762
Non-current	166 137	169 924
Current	22 000	21 838
Balance at end of period	188 137	191 762

Note 8 – Provisions and Contingent Liabilities

The Company had certain onerous time charter contract obligations and accordingly under IAS 37, Provisions, Contingent Liabilities and Contingent Assets, recorded a provision at 31 December 2018. The onerous contract obligation of \$7.1 million as of 31 December 2018 was offset against the opening balance of the *Right-of-use assets* on 1 January 2019, resulting in a total net value of *Right-of-use assets* of \$54.5 million for vessels. See note 3.

Fleet list

Vessel	Built	Coating	DWT	Ownership	Flag
Sichem Croisic	2001	Stainless Steel	7 721	Owned	Malta
Sichem Lily	2009	Stainless Steel	8 109	Owned	Malta
Sichem Orchid	2008	Stainless Steel	8 115	Owned	Malta
Sichem Iris	2008	Stainless Steel	8 139	Operational lease	Malta
Sichem Palace	2004	Stainless Steel	8 807	Owned	Malta
Sichem Ruby	2006	Stainless Steel	8 824	Owned	Malta
Sichem Amethyst	2006	Stainless Steel	8 817	Owned	Malta
Team Sapphire	2004	Stainless Steel	8 907	Owned	Malta
Black Star	2011	Stainless Steel	9 438	Operational lease	Malta
Blue Star	2011	Stainless Steel	9 438	Operational lease	Malta
Tour Pomerol	1998	Stainless Steel	10 379	Owned	Malta
Sichem Challenge	1998	Stainless Steel	12 180	Owned	Bermuda
Sichem Mississippi	2008	Stainless Steel	12 273	Operational lease	Panama
Sichem Marseille	2007	Coated	12 927	Owned	Bermuda
Tromso	2008	Coated	12 934	Operational lease	Bahamas
Sichem Melbourne	2007	Coated	12 936	Operational lease	Marshall Island
Sichem New York	2007	Coated	12 945	Owned	Bermuda
Sichem Montreal	2008	Coated	13 056	Owned	Bermuda
Sichem Beijing	2007	Coated	13 068	Owned	Bermuda
Sichem Hong Kong	2007	Coated	13 069	Owned	Bermuda
Sichem Paris	2008	Coated	13 079	Owned	Bermuda
Sichem Mumbai	2006	Coated	13 084	Owned	Bermuda
Sichem Manila	2007	Coated	13 125	Owned	Malta
Sichem Singapore	2006	Coated	13 141	Owned	Malta
Sichem Rio	2006	Coated	13 162	Owned	Malta
Team Hawk	2008	Coated	25 385	Owned	Malta
Team Falcon	2009	Coated	25 419	Owned	Malta
Sichem Eagle	2008	Coated	25 421	Operational lease	Malta
Sichem Osprey	2009	Coated	25 431	Owned	Malta
Cavatina	2010	Coated	44 999	Owned	Liberia
Team Calypso	2010	Coated	44 999	Owned	Liberia
Team Corrido	2011	Coated	44 999	Owned	Liberia
Team Tosca	2004	Coated	44 999	Owned	Liberia
Tarantella	2002	Coated	44 999	Owned	Liberia
Team Tapatio ¹⁾	2003	Coated	44 999	Owned	Liberia
Team Toccata	2004	Coated	44 999	Owned	Liberia
Tambourin	2004	Coated	44 999	Owned	Liberia
Tintomara	2003	Coated	44 999	Operational lease	Liberia
Team Explorer	2007	Coated	46 026	Owned	Bermuda
Team Discoverer	2008	Coated	46 043	Owned	Bermuda
Team Leader	2009	Coated	46 070	Owned	Bermuda
Amorina	2012	Coated	46 070	Owned	Liberia
Allegro	2012	Coated	46 070	Owned	Liberia
Siteam Adventurer	2007	Coated	46 099	Owned	Bermuda
Team Voyager	2008	Coated	46 190	Owned	Bermuda
Silver Linda	2015	Coated	49 746	Operational lease	Panama
Silver Houston	2015	Coated	49 746	Operational lease	Panama
Silver Eleanor	2015	Coated	49 746	Operational lease	Marshall Island

¹⁾ Sales contract executed, expected to be delivered to new owners and time-chartered back to Team in May 2019.