Financial report

EXMAR 2011

EXMAR

Contents

1. CONSOLIDATED FINANCIAL STATEMENTS

Consolidated statement of financial position

Consolidated income statement

Consolidated statement of cash flows

Consolidated statement of changes in equity

Notes

1 Accounting policies
2 Segment reporting
3 Other operating income
4 Other operating expenses
5 Personnel expenses
6 Finance income/expenses
7 Income taxes
8 Vessels
9 Other property, plant and equipment
10 Intangible assets
11 Investment property
12 Equity accounted investees
13 Associated companies
14 Other investments
15 Non-current other receivables
16 Assets classified as held for sale
17 Available-for-sale financial assets
18 Trade and other receivables
19 Current tax assets and liabilities
20 Deferred tax assets and liabilities
21 Cash and cash equivalents
22 Share capital and reserves
23 Earnings per share
24 Borrowings
25 Share based payments
26 Employee benefits - defined benefit plan
27 Provisions
28 Trade and other payables
29 Financial risks and financial instruments
30 Operating leases
31 Capital commitments
32 Contingencies
33 Related parties
34 Group entities
35 Interest in joint ventures
36 Major exchange rates used
37 Fees statutory auditor
38 Subsequent events

Statement on the true and fair view

Report of the statutory auditor

2. STATUTORY ACCOUNTS

1. CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(in thousands of USD)

	NOTE	31/12/2011	31/12/2010
ASSETS			
Non-current assets		**1,275,615**	**1,204,497**
Vessels	8	1,042,421	1,166,597
LPG - Operational		504,765	602,118
LNG - Operational		504,903	526,100
Offshore - Operational		32,753	38,379
Other property, plant and equipment	9	11,239	13,866
Intangible assets	10	2,945	3,260
Investment property	11	12,684	13,599
Investments in equity accounted investees	12	2,508	4,258
Other investments	14	2,420	2,417
Other receivables	15	201,398	500
Current assets		**322,656**	**557,046**
Assets classified as held for sale	16	0	298,651
Available-for-sale financial assets	17	37,131	43,004
Derivative financial instruments	29	0	341
Trade and other receivables	18	130,523	80,646
Current tax assets	19	3,149	4,215
Cash and cash equivalents	21	151,853	130,189
TOTAL ASSETS		**1,598,271**	**1,761,543**
EQUITY AND LIABILITIES			
Total equity		**342,823**	**402,622**
Equity attributable to owners of the Company		342,674	402,474
Share capital		88,812	88,812
Share premium		209,902	209,902
Reserves		77,954	89,402
Result for the period		-33,994	14,358
Non-controlling interest		149	148
Non-current liabilities		**1,027,505**	**1,164,594**
Borrowings		894,655	1,067,279
Banks	24	771,356	931,652
Finance leases	24	117,625	128,223
Other loans	24	5,674	7,404
Employee benefits	26	3,177	2,939
Provisions	27	3,348	3,815
Derivative financial instruments	29	126,325	90,561
Current liabilities		**227,943**	**194,327**
Borrowings		123,622	91,561
Banks	24	92,069	73,320
Finance leases	24	8,653	8,241
Bank overdrafts	21/24	22,900	10,000
Trade debts and other payables	28	102,163	102,177
Provisions	27	60	0
Derivative financial instruments	29	807	0
Current tax liability	19	1,291	589
TOTAL EQUITY AND LIABILITIES		**1,598,271**	**1,761,543**

The notes are an integral part of these consolidated financial statements

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(in thousands of USD)

	NOTE	01/01/2011 - 31/12/2011	01/01/2010 - 31/12/2010
CONSOLIDATED INCOME STATEMENT			
Revenue		450,156	413,885
Capital gain on sale of assets	3	45,376	46,902
Other operating income	3	4,438	3,037
OPERATING INCOME		**499,970**	**463,824**
Goods and services		-316,519	-246,165
Personnel expenses	5	-41,646	-39,389
Depreciations, amortisations and impairment losses	8/9/10/11	-102,716	-89,487
Provisions	27	402	508
Capital loss on disposal of assets		-11	-7
Other operating expenses	4	-1,876	-1,856
RESULT FROM OPERATING ACTIVITIES		**37,604**	**87,428**
Interest income	6	11,497	1,078
Interest expenses	6	-43,922	-47,138
Other finance income	6	8,025	6,024
Other finance expenses	6	-44,006	-30,058
RESULT BEFORE INCOME TAX AND SHARE OF RESULT OF EQUITY ACCOUNTED INVESTEES		**-30,802**	**17,334**
Share of result of equity accounted investees	12	-1,705	-1,135
RESULT BEFORE INCOME TAX		**-32,507**	**16,199**
Income tax expense	7	-1,471	-1,825
RESULT FOR THE PERIOD		**-33,978**	**14,374**
Attributable to:			
Non-controlling interest		16	16
Owners of the Company		-33,994	14,358
Result for the period		**-33,978**	**14,374**
BASIC EARNINGS PER SHARE (in USD)	23	**-0.61**	**0.25**
DILUTED EARNINGS PER SHARE (in USD)	23	**-0.61**	**0.25**
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME			
RESULT FOR THE PERIOD		**-33,978**	**14,374**
Other comprehensive result			
Foreign currency translation differences for foreign operations		-1,300	-1,807
Net change in fair value of cash flow hedges transferred to profit and loss		628	629
Net change in fair value of cash flow hedges - hedge accounting		-497	-862
Net change in fair value of available-for-sale financial assets		-5,248	6,022
OTHER COMPREHENSIVE RESULT FOR THE PERIOD		**-6,417**	**3,982**
TOTAL COMPREHENSIVE RESULT FOR THE PERIOD		**-40,395**	**18,356**
Attributable to:			
Non-controlling interest		11	15
Owners of the Company		-40,406	18,341
Total comprehensive result for the period		**-40,395**	**18,356**

The notes are an integral part of these consolidated financial statements

CONSOLIDATED STATEMENT OF CASH FLOWS

(in thousands of USD)

	NOTE	01/01/2011 - 31/12/2011	01/01/2010 - 31/12/2010
OPERATING ACTIVITIES			
Result for the period		-33,978	14,375
Share of result of equity accounted investees	12	1,705	1,135
Depreciations, amortisations and impairment loss	8/9/10/11/16	102,716	89,489
Changes in the fair value of derivative financial instruments	6	35,121	15,756
Net interest income/expenses	6	32,425	46,060
Income tax expense	7	1,471	1,825
Net gain on sale of assets	3	-45,365	-46,895
Dividend income	6	-2,653	-48
Unrealised exchange difference		-317	0
Equity settled share-based payment expenses (option plan)	25	1,128	1,217
GROSS CASH FLOW FROM OPERATING ACTIVITIES		**92,253**	**122,914**
Decrease/increase of trade and other receivables		-15,064	-24,230
Increase/decrease of trade and other payables		686	17,394
Increase/decrease in provisions and employee benefits		-163	-839
CASH GENERATED FROM OPERATING ACTIVITIES		**77,712**	**115,239**
Interest paid		-43,502	-48,572
Interest received		11,991	1,214
Income taxes paid/received		355	-3,811
NET CASH FROM OPERATING ACTIVITIES		**46,556**	**64,070**
INVESTING ACTIVITIES			
Acquisition of intangible assets	10	-290	-121
Acquisition of vessels and other property, plant and equipment	8/9/11/16	-17,257	-51,368
Proceeds from the sale of intangible assets		74	4
Proceeds from the sale of vessels and other property, plant and equipment (incl held for sale)		148,520	169
Acquisition of available-for-sale financial assets		0	-35,172
Proceeds from available-for-sale financial assets		688	218
Proceeds from the sale of 50% shares in 3 LNG subsidiaries in 2010 - net of cash		0	60,026
Acquisition of / proceeds from the sale of subsidiaries, associates and other investments	14/34	-9	3
NET CASH FROM / USED IN INVESTING ACTIVITIES		**131,726**	**-26,241**
FINANCING ACTIVITIES			
Dividends paid	22	-20,521	-30,691
Dividends received	6	2,653	48
Acquisition of treasury shares	22	0	-6,103
Proceeds from new borrowings	24	88,575	32,719
Repayment of borrowings	24	-239,907	-77,090
NET CASH USED IN FINANCING ACTIVITIES		**-169,200**	**-81,117**
NET INCREASE /DECREASE IN CASH AND CASH EQUIVALENTS		**9,082**	**-43,288**
RECONCILIATION OF NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS			
Net cash and cash equivalents at 1 January		120,189	164,366
Net increase/decrease in cash and cash equivalents		9,082	-43,288
Exchange rate fluctuations on cash and cash equivalents		-318	-889
NET CASH AND CASH EQUIVALENTS AT 31 DECEMBER	**21**	**128,953**	**120,189**

The notes are an integral part of these consolidated financial statements

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(in thousands of USD)

	NOTE	Share capital	Share premium	Retained earnings	Reserve for treasury shares
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS PER 31 DECEMBER 2010					
1 January 2010		**88,812**	**209,902**	**189,803**	**-66,131**
Comprehensive result for the period					
Result for the period				**14,358**	
Foreign currency translation differences	6				
Net change in fair value of cash flow hedges transferred to profit and loss	6				
Net change in fair value of cash flow hedges - hedge accounting	6				
Net change in fair value of available-for-sale financial assets	6				
Total other comprehensive result		**0**	**0**	**0**	**0**
TOTAL COMPREHENSIVE RESULT FOR THE PERIOD		**0**	**0**	**14,358**	**0**
Transactions with owners of the Company					
Dividends paid	22			-30,691	
Treasury shares acquired					-6,103
Share-based payments					
TOTAL TRANSACTIONS WITH OWNERS OF THE COMPANY		**0**	**0**	**-30,691**	**-6,103**
31 DECEMBER 2010		**88,812**	**209,902**	**173,470**	**-72,234**
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS PER 31 DECEMBER 2011					
1 January 2011		**88,812**	**209,902**	**173,470**	**-72,234**
Comprehensive result for the period					
Result for the period				**-33,994**	
Foreign currency translation differences	6				
Net change in fair value of cash flow hedges transferred to profit and loss	6				
Net change in fair value of cash flow hedges - hedge accounting	6				
Net change in fair value of available-for-sale financial assets	6				
Total other comprehensive result		**0**	**0**	**0**	**0**
TOTAL COMPREHENSIVE RESULT FOR THE PERIOD		**0**	**0**	**-33,994**	**0**
Transactions with owners of the Company					
Dividends paid	22			-20,521	
Acquisition addiotional non-controlling interest	34				
Share-based payments	25				
TOTAL TRANSACTIONS WITH OWNERS OF THE COMPANY		**0**	**0**	**-20,521**	**0**
31 DECEMBER 2011		**88,812**	**209,902**	**118,955**	**-72,234**

The notes are an integral part of these consolidated financial statements.

Translation reserve	Fair value reserve	Hedging reserve	Share-based payments reserve	Total	Non-controlling interest	Total equity
-4,023	**899**	**-7,286**	**7,735**	**419,710**	**133**	**419,843**
				14,358	**16**	**14,374**
-1,806				-1,806	-1	-1,807
		629		629		629
		-862		-862		-862
	6,022			6,022		6,022
-1,806	**6,022**	**-233**	**0**	**3,983**	**-1**	**3,982**
-1,806	**6,022**	**-233**	**0**	**18,341**	**15**	**18,356**
				-30,691		-30,691
				-6,103		-6,103
			1,217	1,217		1,217
0	**0**	**0**	**1,217**	**-35,577**	**0**	**-35,577**
-5,829	**6,921**	**-7,519**	**8,952**	**402,474**	**148**	**402,622**
-5,829	**6,921**	**-7,519**	**8,952**	**402,474**	**148**	**402,622**
				-33,994	**16**	**-33,978**
-1,295				-1,295	-5	-1,300
		628		628		628
		-497		-497		-497
	-5,248			-5,248		-5,248
-1,295	**-5,248**	**131**	**0**	**-6,412**	**-5**	**-6,417**
-1,295	**-5,248**	**131**	**0**	**-40,406**	**11**	**-40,395**
				-20,521		-20,521
-1				-1	-10	-11
			1,128	1,128		1,128
-1	**0**	**0**	**1,128**	**-19,394**	**-10**	**-19,404**
-7,125	**1,673**	**-7,388**	**10,080**	**342,674**	**149**	**342,823**

1. ACCOUNTING POLICIES

EXMAR nv ("the Company") is a company domiciled in Belgium whose shares are publicly traded. The consolidated financial statements of the Group comprise the Company, its subsidiaries, and the Group's interest in associates and jointly controlled entities (referred to as "The Group"). The Group is active in the industrial shipping business.

(a) Statement of compliance

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

A number of new standards, amendments to standards and interpretations that have been issued but are not yet effective for the year ended December 31, 2011 have not been applied in preparing these consolidated financial statements:

- IFRS 10 *Consolidated financial statements and* IFRS 12 *Disclosure of interests in other entities.* IFRS 10 revises the definition of control and provides guidance relating to potential voting rights, de facto control and principal/agent relationships. IFRS 12 requires enhanced disclosures of interests in consolidated and unconsolidated entities. These standards become mandatory for the Group's 2013 financial statements. The Group does not plan to adopt this standard early and the change is not expected to have a significant impact on the consolidated financial statements.
- Amendments to IAS 1 *Presentation of the financial statements* require separate presentation of items of other comprehensive income that will be reclassified through profit and loss from those items that will not be reclassified through profit and loss. The amendments which become mandatory for the Group's 2013 consolidated financial statements are not expected to have a significant impact on the consolidated financial statements.
- IFRS 11 *Joint arrangements* limits the types of joint arrangements to either joint operations or joint ventures and requires the use of the equity method of accounting for joint ventures (no proportionate consolidation). The standard becomes effective for annual periods beginning on or after January 1, 2013. In accordance with the EXMAR accounting policies, the joint ventures are currently consolidated using proportionate consolidation. We refer to note 35 in which we disclose the interests in joint ventures and their contribution to the main sections of the consolidated income statement and the consolidated statement of financial position for 2011 and 2010.
- IFRS 13 *Fair value measurement* establishes a single framework for measuring fair value. This standard becomes mandatory for the Group's 2013 financial statements. The Group does not plan to adopt this standard early and the change is not expected to have a significant impact on the consolidated financial statements.
- Amendment to IAS 19 *Employee benefits* which eliminates the option to defer and amortize actuarial gains and losses over a future period. The amendments which become mandatory for the Group's 2013 consolidated financial statements are not expected to have a significant impact on the consolidated financial statements.
- Amendment to IAS 12 *Income taxes* which provides an exception for measuring deferred tax for investment property measured at fair value. The amendment which become mandatory for the Group's 2013 consolidated financial statements are not expected to have a significant impact on the consolidated financial statements.

The consolidated financial statements were approved and were authorised for issue by the board of directors on March 28, 2012.

(b) Basis of preparation

The consolidated accounts are presented in USD in accordance with the deviation granted by the "Banking, Finance and Insurance Commission" by letter of 2 July 2003, and all values are rounded to the nearest thousand. They are prepared on the historical cost basis except for the following material assets and liabilities that have been measured at fair value: derivative financial instruments, financial assets at fair value through profit and loss and available-for-sale financial assets. Assets held for sale are stated at the lower of carrying amount and fair value less cost to sell.

The preparation of the consolidated financial statements in accordance with IFRS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and related assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The estimates and the underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision only affects that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

Preparing the consolidated financial statements, the Group has made estimates and assumptions for the definition of the fair value for the share options, the employee benefit plans, provisions and contingencies and the classification of new lease commitments. On a yearly basis the residual value and the economic life of the vessels is reviewed.
The carrying values of the vessels may not represent the fair market value at any point in time since the market prices of second-hand vessels tend to fluctuate with changes in charter rates and the cost of newbuildings. Historically, both charter rates and vessel values tend to be cyclical. The carrying amounts of each specific fleet are reviewed for potential impairment whenever events or changes in circumstances indicate that the carrying amount of a specific fleet may not be fully recoverable. In such instances, an impairment charge would be recognised if the estimate of the future cash flows expected to result from the use of the fleet or its eventual disposition is less than the fleet's carrying amount. In developing estimates of future cash flows, we must make assumptions about future charter rates, ship operating expenses, the estimated remaining useful lives of the fleet and the WACC. These assumptions are based on historical trends as well as future expectations. Although management believes that the assumptions used to evaluate potential impairment are reasonable and appropriate, such assumptions are highly subjective.
The accounting policies have been applied consistently to all periods

presented in these consolidated financial statements and they have been applied consistently by Group entities.

(c) Basis of consolidation

Subsidiaries

Subsidiaries are those entities controlled by the Group. Control exists when the Group has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable or convertible are taken into account.

The financial statements of subsidiaries are fully consolidated from the date that control commences until the date that control ceases. The accounting policies of the subsidiaries have been changed when necessary to align them with the policies adopted by the Group. All intra-Group balances, income and expenses, unrealised gains and losses and dividends resulting from intra-Group transactions are eliminated in full.

Loss of control

Upon the loss of control, the Group derecognises the assets and liabilities of the subsidiary, and non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit and loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date the control is lost. Subsequently it is accounted for as an equity-accounted investee or as an available-for-sale financial asset depending on the level of influence retained.

Associates

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20 and 50 % of the voting power.

Investments in associates are accounted for using the equity method and are recognised initially at cost. The cost of the investment includes transaction costs.

The Group's investment includes goodwill identified on acquisition, net of any accumulated impairment losses. The consolidated financial statements include the Group's share of the income and expenses and equity movements of equity accounted investees, from the date that significant influence commences until the date that significant influence ceases. The accounting policies of the subsidiaries have been changed when necessary to align them with the policies adopted by the Group.

When the share of the Group in the losses exceeds its interest in an equity accounted investee, the carrying amount of that interest is reduced to zero, and the recognition of future losses is discontinued, except to the extent that the Group has an obligation or has made payments on behalf of the investee. All intra-Group balances, income and expenses, unrealised gains and losses resulting from intra-Group transactions are eliminated. Unrealised gains arising from transactions with equity-accounted investees are eliminated against the investment to the extend of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extend that there is no evidence of impairment.

Jointly controlled entities

Jointly controlled entities or joint ventures are those entities over whose activities the Group has joint control, established by contractual agreement. The Group recognises its interest in the joint venture using the proportionate consolidation method. All elements of the assets and liabilities of the joint ventures, together with the income statement, are, line by line, included into the consolidated financial statements in proportion to the Group's interest, from the date that joint control commences until the date that joint control ceases. The accounting policies of the jointly controlled entities have been changed when necessary to align them with the policies adopted by the Group. The Group's share of intra-Group balances, income and expenses and unrealised gains and losses on transactions between the Group and its jointly controlled entity are eliminated.

(d) Foreign currency

Foreign currency transactions

Foreign currency transactions are converted to USD at the exchange rate applicable at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to USD at the exchange rate applicable at that date. The non-monetary assets and liabilities that are measured in terms of historical cost, are translated to USD at the exchange rate at the date of the initial transactions. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date the fair value was determined. Foreign exchange differences arising on translation are recognised in the income statement, except for differences arising on the retranslation of available-for-sale equity instruments or qualified cash flow hedges, which are recognised in other comprehensive income.

Financial statements of foreign operations

Assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated to USD using the closing rate at reporting date.

The income and expenses of the foreign operations are converted to USD at the exchange rate at the date of the transaction (the average exchange rate during the relevant period is used in case the date of transaction approximates this average rate).

Foreign currency differences are recognised directly in other comprehensive income. These foreign currency differences are presented within the translation reserve. However, if the operation is a non-wholly-owned subsidiary, then the relevant portion proportionate share of the translation difference is allocated to the non-controlling interests. When a foreign operation is disposed of such that control, significant influence or joint control is lost, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit and loss as part of the gain or loss on disposal. When the Group disposes of only part of its interest in a subsidiary that includes a foreign operation while retaining control, the relevant proportion of the cumulative amount is reattributed to non-controlling interests. When the Group disposes of only part of its investment in an associate or joint venture that includes a foreign operation while

retaining significant influence or joint control, the relevant proportion of the cumulative amount is reclassified to profit and loss.

(e) Financial instruments

Non-derivative financial assets

Loans and receivables and deposits are initially recognised on the date that they are originated. All other financial assets are recognised initially on the transaction date. The Group derecognises a financial asset when the contractual rights to the cash flow from the assets expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substancially all risks and rewards of ownership are transferred.

Financial assets and liabilities are offset when and only when, the Group has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Financial assets at fair value through profit and loss

A financial asset is classified at fair value through profit and loss if it is classified as held for trading. Upon initial recognition attributable transaction costs are recognised in the income statement as incurred. Financial assets at fair value through profit and loss are measured at fair value and changes therein are recognised in the income statement.

Held-to maturity financial assets/other investments

If the Group has the positive intent and ability to hold debt securities to maturity, then such financial assets are classified as held-to-maturity. Held-to-maturity financial assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition held-to-maturity financial assets are measured at amortised cost, using the effective interest method, less any impairment losses.

Loans and receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised initially at fair value (normally equals transaction price) plus any directly attributable transaction costs. Subsequent to initial recognition loans and receivables are measured at amortised cost, using the effective interest method, less any impairment losses.

Available-for-sale financial assets;

Available-for-sale financial assets include equity securities, which are not classified as held for trading, designated at fair value through profit and loss or held to maturity. Available-for-sale financial assets are, subsequent to initial recognition, measured at fair value and changes therein, other than impairment losses, are recognised in other comprehensive income and presented within the fair value reserve. When an investment is derecognised, the cumulative gain or loss in other comprehensive income is transferred to the income statement.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalents for the purpose of the statement of the cash flows.

Non-derivative financial liabilities

The Group initially recognises debt securities issued and subordinated liabilities on the date that they are originated. All other financial liabilities are recognised initially at trade date at which the Group becomes a party to the contractual provisions of the instrument. The Group derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

The Group has the following non-derivative financial liabilities: loans and borrowings, bank overdrafts and trade and other payables. Such financial liabilities are recognised initially at fair value (normally equals the transaction price for trade and other payables) plus any directly attributable transaction costs for loans and borrowings. Subsequent to initial recognition these financial liabilities are measured at amortised cost using the effective interest method.

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares and share options are recognised as a deduction from equity, net of tax effects. When share capital recognised as equity is repurchased, the amount of the consideration paid, including directly attributable costs, is recognised as a deduction from equity. When treasury shares are sold, the amount received is recognised as an increase in equity and the resulting surplus or deficit on the transaction is transferred to/from retained earnings.

Derivative financial instruments & hedge accounting

The Group holds derivative financial instruments to hedge its foreign currency and interest rate risk exposures.

Embedded derivatives are separated from the host contract and accounted for separately if the economic characteristics and risks of the host contract and the embedded derivative are not closely related, a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative and the combined instrument is not measured at fair value through profit and loss.

On initial designation of the hedge, the Group formally documents the relationship between the hedging instrument(s) and the hedged item(s), including the risk management objectives and strategy in undertaking the hedge transaction, together with the methods that will be used to assess the effectiveness of the hedging relationship. The Group makes an assessment, both at the inception of the hedge relationship as well as on an ongoing basis, whether the hedging instruments are expected to be "highly effective" in offsetting the changes in the fair value or cash flows of the respective hedged items during the period for which the hedge is designated, and whether the actual results of each hedge are within the range of 80-125%.

Derivatives are recognised initially at fair value; attributable transaction costs are recognised in the income statement as incurred. Subsequently they are measured at fair value. Changes in fair value are accounted for as follows:
When a derivative is designated as the hedging instrument in a hedge of

the variability in cash flows attributable to a particular risk associated with a recognised asset or liability, the effective portion of changes in the fair value of the derivative is recognised in other comprehensive income and presented in the hedging reserve in equity. The amount recognised in other comprehensive income is removed and included in the income statement in the same period as the hedged cash flows affect the income statement under the same line item as the hedged item. Any ineffective portion of changes in fair value of the derivative is recognised immediately in the income statement. If the hedging instrument no longer meets the criteria for hedge accounting, expires or is sold, terminated, exercised, or the designation is revoked, then the hedge accounting is discontinued prospectively. The cumulative gain or loss previously recognised in other comprehensive income remains there until the forecast transaction affects the income statement.

(f) Intangible assets

Goodwill

Goodwill arising upon the acquisition of subsidiaries is included in intangible assets.

For acquisitions on or after 1 January 2010, the Company measures goodwill at the acquisition date as: the fair value of the consideration transferred; plus the recognised amount of any non-controlling interests in the acquiree; plus if the business combination is achieved in stages, the fair value of the existing equity interest in the acquiree; less the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed. When the excess is negative, a bargain purchase gain is recognised immediately in the statement of comprehensive income. The consideration transferred does not include amounts related to the settlement of preexisting relationships. Such amounts are generally recognised in the statement of comprehensive income. Costs related to the acquisition, other than those associated with the issue of debt or equity securities, that the Company incurs in connection with a business combination are expensed as incurred. Any contingent consideration payable is recognised at fair value at the acquisition date. If the contingent consideration is classified as equity, it is not remeasured and settlement is accounted for within equity. Otherwise, subsequent changes to the fair value of the contingent consideration are recognised in the statement of comprehensive income.

For acquisitions prior to 1 January 2010, goodwill represents the excess of the cost of the acquisition over the Company's interest in the recognised amount (generally fair value) of the identifiable assets, liabilities and contingent liabilities of the acquiree. When the excess was negative, a bargain purchase gain was recognised immediately in the statement of comprehensive income. Transaction costs, other than those associated with the issue of debt or equity securities, that the Company incurred in connection with business combinations were capitalised as part of the cost of the acquisition.

Subsequently goodwill is measured at cost less accumulated impairment losses. In respect of equity accounted investees, the carrying amount of goodwill is included in the carrying amount of the investment and an impairment loss on such an investment is not allocated to any asset, including goodwill, that forms part of the carrying amount of the equity-accounted investee.

Research and development

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding, is recognised in profit or loss as incurred.

Development activities involve a plan or design for the production of new or substantially new improved products and processes. Development cost is capitalised only if development costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Group intends to and has sufficient resources to complete development and to use or sell the asset. Capitalised development expenditure is measured at cost less accumulated amortisation and accumulated impairment losses.

Other intangible assets

Other intangible assets (e.g. software,...) acquired by the Group that have finite useful lives are measured at cost less accumulated amortisations and accumulated impairment losses. The amortisation is recognised in the income statement, and is spread over the useful life of the relevant intangible assets following the straight-line depreciation method. The depreciation starts from the date that they are available for use. The estimated useful lives for the current and comparative periods is 5 years. Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Intangible assets with an indefinite useful life or that are not yet available for use, are subject to an annual impairment test.

(g) Property, plant and equipment

Owned assets

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use and capitalised borrowing costs.

Subsequent expenses associated with items of property, plant and equipment are capitalised only if a future economic advantage will result from this expenditure and its cost can be measured reliably. If a part of an item of property, plant and equipment is replaced, the replacement cost is capitalised and the carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in the income statement as incurred.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Depreciation is calculated over the depreciable amount, which is the cost of an asset, less its residual value.

The vessels are presented on a separate line in the statement of financial

position given their importance.

The vessels are depreciated on a straight-line basis to their residual value over their expected economic life in the Group.

Gas vessels LPG:	30 years
Gas vessels LNG:	30 years
Accommodation platform, second hand:	10 years
Accommodation platform, newbuild;	
- Hull, machinery & deck outfitting	20 years
- Accommodation	10 years

Dry-docking expenses are capitalised when they occur and depreciated over a period until the next dry-dock.

Other property, plant and equipment are depreciated over their estimated useful life using the straight-line depreciation method. Land is not depreciated.
The estimated depreciation percentages of the various types of assets are as follows:

Buildings	3%
Leased real estate:	3%
Plant and equipment:	20%
Furniture:	10%
Cars:	20%
Airplane:	10%
IT equipment:	33%

The method of depreciation, the residual value, and the useful life values are reviewed at each financial year-end and adjusted if appropriate.

Leased assets
Lease agreements substantially assigning all risks and rewards inherent to ownership to the Group, are classified as finance leases. Upon recognition, the leased assets measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments at inception of the lease, reduced by the accumulated depreciation and possible impairment losses. The depreciation period matches the useful life or the lease term. If there is uncertainty with respect to the transfer of ownership to the Group at the end of the contract, the asset is fully depreciated over the shorter of the lease term and its useful life.

The Group entered into long-term time charter agreements for certain LNG vessels. In respect of lease classification, it was judged that substantially all risks and rewards remain with the Group. Based on qualitative factors it was concluded that these agreements qualify for operating leases.

(h) Investment property

Investments property is measured at the historical cost less accumulated depreciation and accumulated impairment losses.
The depreciation is recognised in the income statement on a straight-line basis over the estimated useful lives of the investment properties.

(i) Impairment of assets

Financial assets
A financial asset not carried at fair value through profit and loss is assessed each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after initial recognition of the asset and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognised in the income statement. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit and loss.

Impairment losses on available-for-sale investment securities are recognised by transferring the cumulative loss that has been recognised in other comprehensive income and presented in the fair value reserve in equity to profit and loss.

Non-financial assets
The carrying value of non-financial assets, other than deferred tax assets and inventories, are reviewed at each balance sheet date to determine whether there is an indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

For goodwill and intangible assets that have indefinite lives or that are not yet available for use the recoverable amount is estimated on each balance sheet date.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

The goodwill acquired in a business combination, for the purpose of impairment testing, is allocated to cash-generating units that are expected to benefit from the synergies of the combination.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its estimated recoverable amount. All impairment losses are recognised in the income statement.

Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses in prior periods are assessed at each reporting date for indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(j) Assets held for sale

Non-current assets, or disposal groups comprising assets and liabilities, that are expected to be recovered primarily through sale rather than through continuing use, are classified as held for sale. Immediately before classification as held for sale, the assets (or components of a disposal group) are remeasured in accordance with the Group's accounting policies. Thereafter the assets (or disposal group) are measured at the lower of their carrying amount and fair value less cost to sell. Intangible assets and property, plant and equipment once classified as held for sale or distribution are not amortised or depreciated. In addition, equity accounting of equity-accounted investees ceases once classified as held for sale or distribution.

(k) Employee benefits

Defined contribution plans

Obligations for contributions to defined contribution pension plans are recognised as an expense in the income statement as incurred.

Defined benefit plans

The Group's net obligation in respect of defined benefit pension plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine the present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. This discount rate is the yield at balance sheet date on AAA credit rate bonds that have maturity dates approximating the terms of the Group's obligations. The calculation is performed by a qualified actuary using the projected unit credit method.

Actuarial gains and losses are immediately recognised in the income statement. When the benefits of a plan are improved, the portion of the increased benefit relating to past service by employees is recognised in profit or loss on a straight-line basis over the average period until the benefits become vested. To the extent that the benefits vest immediately, the expense is recognised immediately in profit or loss.

Share-based payment transactions

The grant date fair value of options granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees unconditionally become entitled to the options. The amounts recognised as an expense is adjusted to reflect the actual number of options for which the related service and non-market vesting conditions are met, such that the amount ultimately recognised as an expense is based on the number of awards that do meet the related service and non-market performance conditions at vesting date.

(l) Provisions

A provision is recognised in the balance sheet when the Group has a legal or constructive obligation as result of a past event, that can be estimated reliably and it is probable that an outflow of benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Restructuring provisions

Provisions for restructuring are recognised when the Group has approved a detailed and formal restructuring plan, and the restructuring has either commenced or has been announced publicly. Future operating costs are not provided for.

Onerous contracts

A provision from onerous contracts is recognised when the expected benefits to be derived by the Group from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract.

(m) Revenues

Goods sold and services rendered

Revenue from the sale of goods is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. Revenue from services rendered is recognised in the income statement in proportion to the stage of completion of the transaction at the balance sheet date. The stage of completion is assessed by reference to surveys of work performed.

Rental income from investment property is recognised in the income statement on a straight-line basis over the term of the lease term.

Finance income consists of interests received, dividend income, gains on the disposal of available-for-sale financial assets, changes in the fair value of financial assets at fair value through profit or loss, and gains on hedging instruments that are recognised in profit or loss and exchange rate gains. Interest income is recognised in the income statement as it accrues, taking into account the effective yield on the asset. Dividend income is recognised in the income statement on the date that the dividend is declared.

Government grants are recognised initially as deferred income at fair value when there is a reasonable assurance that they will be received and the Group will comply with the conditions associated with the grant and are then recognised in profit and loss as other income on a systematic basis over the

useful live of the asset. Grants that compensate for costs that have already been made are entered consistently in the income statement (other income) for the period in which the expenses were recognised.

(n) Expenses

Operating lease payments

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease.

Finance lease

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

Finance expenses consist of interest expense on borrowings, unwinding of the discount on provisions, changes in the fair value of financial assets at fair value through profit or loss, impairment losses recognised on financial assets, and losses on hedging instruments that are recognised in profit or loss.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

(o) Taxes

Income tax expense consist of current and deferred taxes. Current and deferred tax are recognised in the income statement, except when they relate to items that are recognised directly in equity.

Current tax is the expected tax payable of receivable on the taxable income or loss of the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised on all temporary differences between the carrying amounts of assets and liabilities for reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax liabilities related to the results of subsidiaries that the Group will not distribute in the foreseeable future are not recognised. Deferred tax assets are recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised.

Deferred tax assets are reduced in value when it is no longer probable that the related tax benefits will be realised.

Tonnage tax is not accounted for as income taxes in accordance with IAS 12 and is not presented as part of income tax expense in the income statement but is shown under other operating expenses.

(p) Segment reporting

An operating segment is a compound of the Group that engages the business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other segments. All operating segments' operating results are reviewed regularly by management to make decisions about resources to be allocated to the segment and assess its performance.

The result for each segment includes all income and expenses generated directly by this segment, as well as part of the income and expenses that can reasonably be allocated to this segment. The assets and liabilities of a segment include the assets and liabilities that belong directly to the segment, and the assets and liabilities that can reasonably be allocated to this segment.

Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment and intangible assets other than goodwill.

All intersegment transactions are supplied on an arm's length basis.

(q) Earnings per share

The Group presents basic and diluted earnings per share for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for treasury shares held. Diluted earnings per share is determined by adjusting the profit and loss attributable to ordinary shareholders and the weighted average of ordinary shares outstanding, adjusted for treasury shares held, for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

(r) Discontinued operations

A discontinued operation is a component of the Group's business that represents a separate major line of business of geographical area of operations that has been disposed of or is held for sale. Classification of a discontinued operation occurs upon disposal or when the operation meets the criteria to be classified as held for sale, if earlier. When an operation is classified as a discontinued operation, the comparative income statement is re-persented as if the operation had been discontinued from the start of the comparative period.

2. SEGMENT REPORTING

The Group has 4 reportable segments. These segments offer different products and services and are managed separately. The LPG segment includes transportation of Liquid Petroleum Gas, ammonia and other petrochemical gases through the Midsize, VLGC and pressurised fleet. Transportation of Liquefied Natural Gas is comprised in the LNG segment. The activities in the offshore industry through the supply of services and the lease of equipment are allocated to the Offshore segment. The segment Services includes the specialised supporting services to the oil and gas industry such as shipmanagement services, insurance brokerage and a travel agency. The Group's internal and management structure does not distinguish any geographical segments. Major LNG client Excelerate Energy Llc represents 76% (78% in 2010) of the revenue of the LNG segment revenue and 16% (21% in 2010) of the EXMAR Group revenue in 2011.

SEGMENT REPORTING 2011	**LPG**	**LNG**	**OFFSHORE**	**SERVICES**	**ELIMINA-TIONS**	**TOTAL**
INCOME STATEMENT						
Revenue third party	199,050	92,286	89,384	67,970		448,690
Revenue intra-segment	1,538	19	286	14,329	-16,172	0
Total revenue	200,588	92,305	89,670	82,299	-16,172	448,690
Revenue on property rental third party				1,466		1,466
Revenue on property rental intra-segment				219	-219	0
Total revenue on property rental	0	0	0	1,685	-219	1,466
Capital gain on sale of assets	4,217		41,151	8		45,376
Other operating income	1,218	1,964	16	1,248	-8	4,438
OPERATING INCOME	**206,023**	**94,269**	**130,837**	**85,240**	**-16,399**	**499,970**
Operating result before depreciation and amortisation charges (EBITDA)	**52,938**	**52,516**	**31,582**	**5,387**	**0**	**142,423**
Depreciations, amortisations and impairment loss	-72,626	-21,777	-6,124	-2,064		-102,591
OPERATING RESULT (EBIT)	**-19,688**	**30,739**	**25,458**	**3,323**	**0**	**39,832**
Interest income/expenses (net)	-14,045	-22,418	2,675	-254	16	-34,026
Other finance income/expenses (net)	-9,754	-23,794	-4,049	273	-16	-37,340
Share of result of equity accounted investees			-1,612	-93		-1,705
Income tax expense	-135	-35	-578	-723		-1,471
SEGMENT RESULT FOR THE PERIOD	**-43,622**	**-15,508**	**21,894**	**2,526**	**0**	**-34,710**
Unallocated overhead expenses and finance result						732
RESULT FOR THE PERIOD						**-33,978**
Non-controlling interest						16
Attributable to owners of the Company						**-33,994**

To be continued on page 16

SEGMENT REPORTING 2010	LPG	LNG	OFFSHORE	SERVICES	ELIMINA-TIONS	TOTAL
INCOME STATEMENT						
Revenue third party	184,590	111,594	61,333	54,951		412,468
Revenue intra-segment	1,669	40	488	12,340	-14,537	0
Total revenue	186,259	111,634	61,821	67,291	-14,537	412,468
Revenue on property rental third party				1,417		1,417
Revenue on property rental intra-segment				165	-165	0
Total revenue on property rental	0	0	0	1,582	-165	1,417
Capital gain on sale of assets		46,891	1	10		46,902
Other operating income	507	1,927	58	545		3,037
OPERATING INCOME	**186,766**	**160,452**	**61,880**	**69,428**	**-14,702**	**463,824**
Operating result before depreciation and amortisation charges (EBITDA)	**53,693**	**120,078**	**1,753**	**4,547**	**0**	**180,071**
Depreciations and amortisations	-48,179	-27,106	-12,045	-2,041		-89,371
OPERATING RESULT (EBIT)	**5,514**	**92,972**	**-10,292**	**2,506**	**0**	**90,700**
Interest income/expenses (net)	-13,871	-26,765	-7,862	-374	9	-48,863
Other finance income/expenses (net)	-3,633	-11,157	-2,698	-675	-9	-18,172
Share of result of equity accounted investees			-1,176	41		-1,135
Income tax expense	-879	-20	-296	-630		-1,825
SEGMENT RESULT FOR THE PERIOD	**-12,869**	**55,030**	**-22,324**	**868**	**0**	**20,705**
Unallocated overhead expenses and finance result						-6,331
RESULT FOR THE PERIOD						**14,374**
Non-controlling interest						16
Attributable to owners of the Company						**14,358**

To be continued on page 17

SEGMENT REPORTING 2011	LPG	LNG	OFFSHORE	SERVICES	ELIMINA-TIONS	TOTAL
STATEMENT OF FINANCIAL POSITION						
ASSETS						
Vessels	504,765	504,903	32,753			1,042,421
Other property, plant and equipment	5,129	67	288	5,517		11,001
Intangible assets			2,628	317		2,945
Investment property				12,684		12,684
Receivable related to sale OPTI-EX			237,802			237,802
Cash and cash equivalents	6,527	42,152	18,435	11,479		78,593
Total segment assets	**516,421**	**547,122**	**291,906**	**29,997**	**0**	**1,385,446**
Unallocated other property plant and equipment						238
Unallocated available-for-sale financial assets						37,131
Unallocated trade and other receivables						93,619
Unallocated cash						73,260
Other unallocated assets						8,577
Total assets						**1,598,271**
EQUITY AND LIABILITIES						
Non-current borrowings	298,697	490,433	99,750	5,775		894,655
Current borrowings	46,109	24,993	28,600	1,020		100,722
Derivative financial instruments	32,562	83,684	10,700	186		127,132
Total segment liabilities	**377,368**	**599,110**	**139,050**	**6,981**	**0**	**1,122,509**
Unallocated equity						342,823
Unallocated bank overdrafts						22,900
Unallocated trade and other payables						102,163
Unallocated other liabilities						7,876
Total equity and liabilities						**1,598,271**
CASH FLOW STATEMENT						
Cash from in operating activities	41,290	47,972	-44,604	1,340		45,998
Cash from investing activities	30,122	-488	102,290	-526		131,398
Cash used in financing activities	-77,743	-23,580	-48,650	-1,215		-151,188
Unallocated cash flow						742
Dividends paid / received						-17,868
	-6,331	**23,904**	**9,036**	**-401**	**0**	**9,082**
ADDITIONAL INFORMATION						
Capital expenditures	-12,694	-447	-3,460	-946		-17,547
Proceeds from disposals	42,980		105,460	154		148,594

SEGMENT REPORTING 2010	LPG	LNG	OFFSHORE	SERVICES	ELIMINA-TIONS	TOTAL
STATEMENT OF FINANCIAL POSITION						
ASSETS						
Vessels	602,118	526,100	38,379			1,166,597
Other property, plant and equipment	6,308	161	380	6,694		13,543
Intangible assets			3,009	251		3,260
Investment property				13,599		13,599
Assets classified as held for sale			298,651			298,651
Cash and cash equivalents	8,945	46,261	9,332	12,252		76,790
Total segment assets	**617,371**	**572,522**	**349,751**	**32,796**	**0**	**1,572,440**
Unallocated other property plant and equipment						323
Unallocated available-for-sale financial assets						43,004
Unallocated trade and other receivables						80,646
Unallocated cash						53,399
Other unallocated assets						11,731
Total assets						**1,761,543**
EQUITY AND LIABILITIES						
Non-current borrowings	4	514,737	165,000	9,248		1,067,279
Current borrowings	44,255	24,269	12,000	1,037		81,561
Derivative financial instruments	23,838	58,661	7,923	139		90,561
Total segment liabilities	**446,387**	**597,667**	**184,923**	**10,424**	**0**	**1,239,401**
Unallocated equity						402,622
Unallocated bank overdrafts						10,000
Unallocated trade and other payables						102,177
Unallocated other liabilities						7,343
Total equity and liabilities						**1,761,543**
CASH FLOW STATEMENT						
Cash from operating activities	40,227	28,695	-9,478	4,626		64,070
Cash used in investing activities	-42,997	20,640	-3,296	-588		-26,241
Cash used in financing activities	-10,792	-22,718	-12,000	1,139		-44,371
Dividends paid/received						-30,643
Acquisition of treasury shares						-6,103
	-13,562	**26,617**	**-24,774**	**5,177**	**0**	**-43,288**
ADDITIONAL INFORMATION						
Capital expenditures	-42,997	-4,214	-3,296	-588		-51,095
Proceeds from disposals		24,854				24,854

3. OTHER OPERATING INCOME (in thousands of USD)

	2011	2010
CAPITAL GAIN ON THE DISPOSAL OF ASSETS		
Profit on the sale of 50% of the shares in 3 LNG subsidiaries	0	46,885
Profit on sale of OPTI-EX offshore unit (*)	41,151	0
Profit on sale of LPG carrier GENT	4,217	0
Other	8	17
	45,376	**46,902**
OTHER		
Contribution of third parties in the results realised on the vessel EXCEL	1,964	1,927
Other	2,474	1,110
	4,438	**3,037**

(*) On July 5, 2011 EXMAR delivered the OPTI-EX offshore unit at the installation site and fulfilled the closing conditions of the 2010 sales agreement with LLOG Deepwater Company LLC ("LLOG"). The total consideration paid by LLOG is above USD 400 million of wich USD 104.5 million was paid by LLOG upon delivery, the remainder of the consideration was agreed to be paid over a period of about 62 months following installation of the OPTI-EX. Upon delivery, the gain on disposal amounting to USD 41.2 million and a receivable from LLOG for the outstanding balance of the consideration were recognised. The receivable was recognised at the net present value of future cash flows, the difference between the nominal value and the net present value was recognised as interest income over the approximate 62 month period. As per December 31, 2011, the outstanding receivable amounting to USD 237.8 million (non-current USD 200.9 million and current USD 36.9 milliion as disclosed in note 15 and 18) and interest income amounting to USD 11,2 million (see note 6) were recognised.

4. OTHER OPERATING EXPENSES (in thousands of USD)

	2011	2010
OTHER		
Non-income based taxes	-691	-908
Other	-1,185	-948
	-1,876	**-1,856**

5. PERSONNEL EXPENSES (in thousands of USD)

	2011	2010
PERSONNEL EXPENSES		
Salaries and wages	-33,149	-31,514
Social security charges	-6,002	-5,713
Defined benefit plan	-1,367	-945
Share option plan	-1,128	-1,217
	-41,646	**-39,389**
NUMBER OF PERSONNEL (IN FULL TIME EQUIVALENT)		
Seagoing (*)	1,293	1,309
Staff	278	265
	1,571	**1,574**

(*) The personnel expenses for the seagoing personnel are included in the 'services and other goods'.

6. FINANCE INCOME / EXPENSES (in thousands of USD)

	2011	2010
INTEREST INCOME AND EXPENSES		
Interest income		
Interest income on cash and cash equivalents	288	1,078
Interest income on receivable towards LLOG for sale OPTI-EX (see note 3)	11,209	0
	11,497	**1,078**
Interest expenses		
Interest expenses on borrowings	-25,485	-28,040
Interest expenses on instruments	-18,437	-19,098
	-43,922	**-47,138**
OTHER FINANCE INCOME AND EXPENSES		
Other finance income		
Realised exchange gains	1,220	4,090
Unrealised exchange gains	2,884	933
Change in the fair value of financial instruments - forward exchange contracts	0	249
Dividend income from non-consolidated companies	2,653	632
Gain on sale available-for-sale financial assets	524	0
Other	744	120
	8,025	**6,024**
Other finance expenses		
Realised exchange losses	-4,410	-6,674
Unrealised exchange losses	-134	-4,281
Withdrawal from the hedging reserve	-628	-629
Change in the fair value of financial instruments:	-34,493	-15,376
Interest rate swaps	-29,947	-14,375
Forward exchange contracts	-1,149	0
Cross currency contracts	-3,397	-1,001
Letter of credit commission fees	-322	-384
Banking fees	-3,524	-2,089
Other	-495	-625
	-44,006	**-30,058**
FINANCE INCOME/EXPENSE RECOGNISED DIRECTLY IN EQUITY		
Foreign currency translation differences	-1,300	-1,807
Net change in fair value of cash flow hedges transferred to profit and loss	628	629
Net change in fair value of cash flow hedges - hedge accounting	-497	-862
Net change in fair value of available-for-sale financial assets	-5,248	6,022
	-6,417	**3,982**
Recognised in:		
Fair value reserve	-5,248	6,022
Translation reserve	-1,295	-1,806
Hedging reserve	131	-233
Non-controlling interest	-5	-1
	-6,417	**3,982**

7. INCOME TAXES (in thousands of USD)

		2011		2010
INCOME TAXES				
Income taxes				
Taxes current period		-1,359		-1,021
Prior year adjustments		-112		-804
		-1,471		**-1,825**
Deferred income taxes		**0**		**0**
Total income taxes		**-1,471**		**-1,825**
RECONCILIATION OF THE EFFECTIVE TAX RATE				
Result after net finance costs		**-30,802**		**17,334**
TAX AT DOMESTIC TAX RATE	**-33.99%**	**10,470**	**-33.99%**	**-5,892**
Increase/decrease resulting from:				
Effects of tax rates in foreign jurisdictions		10,350		10,937
Tax exemptions		3,161		8,968
Non-deductible expenses		-763		-445
Use of tax losses carried forward, tax credits and other tax benefits		-8,167		1,003
Temporary differences for which no deferred tax has been recognised		-540		-36
Current year losses carried forward for which no deferred tax asset has been recognised		-15,870		-15,556
Adjustments in respect of prior years		-112		-804
	4.8%	**-1,471**	**-10.5%**	**-1,825**

8. VESSELS (in thousands of USD)

	LPG		
	Operational	Under construction	Total LPG
COST 2010			
Balance as per 1 January 2010	890,427	8,451	898,878
Changes during the financial year			
Vessel acquisition		24,021	24,021
Component acquisition (drydock)	18,806		18,806
Component disposal (drydock)	-7,922		-7,922
Transfers	32,472	-32,472	0
Transfer to assets classified as held for sale			0
Change in consolidation scope			0
BALANCE AS PER 31 DECEMBER 2010	**933,783**	**0**	**933,783**
COST 2011			
Balance as per 1 January 2011	933,783	0	933,783
Changes during the financial year			
Vessel acquisition (*)	101,500		101,500
Component acquisition (drydock)	12,694		12,694
Vessel disposal (**)	-25,966		-25,966
Component disposal (drydock)	-16,124		-16,124
Transfers to assets classified as held for sale (*)	-186,490		-186,490
BALANCE AS PER 31 DECEMBER 2011	**819,397**	**0**	**819,397**
DEPRECIATIONS AND IMPAIRMENT LOSSES 2010			
Balance as per 1 January 2010	292,718	0	292,718
Changes during the financial year			
Depreciations	46,869		46,869
Component disposal (drydock)	-7,922		-7,922
Transfer to assets classified as held for sale			0
Change in consolidation scope			0
BALANCE AS PER 31 DECEMBER 2010	**331,665**	**0**	**331,665**
DEPRECIATIONS AND IMPAIRMENT LOSSES 2011			
Balance as per 1 January 2011	331,665	0	331,665
Changes during the financial year			
Depreciations	44,578		44,578
Vessel disposal (**)	-22,203		-22,203
Component disposal (drydock)	-16,124		-16,124
Transfer to assets classified as held for sale (*)	-23,284		-23,284
BALANCE AS PER 31 DECEMBER 2011	**314,632**	**0**	**314,632**
NET BOOK VALUE			
NET BOOK VALUE AS PER 31 DECEMBER 2010	602,118	0	602,118
NET BOOK VALUE AS PER 31 DECEMBER 2011	504,765	0	504,765

(*) In July 2011 EXMAR and BW Gas reached an agreement to swap 2 EXMAR LPG VLGC vessels FLANDERS LIBERTY and FLANDERS LOYALTY against the Midsize fleet of BW Gas (3.5 vessels). The purchase of the BW Gas Midsize fleet for a value of USD 101.5 million is included in the vessel acquisition. In view of this swap, the 2 LPG VLGC vessels FLANDERS LIBERTY and FLANDERS LOYALTY were transferred to assets classified as held for sale for a net book value of USD 163.2 million.

(**) Disposals include the sale of the LPG carrier GENT for a net book value of USD 3.8 million.

LNG			OFFSHORE			TOTAL
Operational	Under construction	Total LNG	Operational	Under construction	Total Offshore	
769,146	142,630	911,776	358,309	7,260	365,569	2,176,223
		0	83	3,121	3,204	27,225
4,189		4,189			0	22,995
-1,520		-1,520			0	-9,442
		0	10,381	-10,381	0	0
		0	-304,628		-304,628	-304,628
-153,643	-142,630	-296,273			0	-296,273
618,172	**0**	**618,172**	**64,145**	**0**	**64,145**	**1,616,100**
618,172	0	618,172	64,145	0	64,145	1,616,100
81		81			0	101,581
365		365			0	13,059
		0			0	-25,966
-531		-531			0	-16,655
		0			0	-186,490
618,087	**0**	**618,087**	**64,145**	**0**	**64,145**	**1,501,629**
102,696	0	102,696	20,272	0	20,272	415,686
26,981		26,981	11,471		11,471	85,321
-1,520		-1,520			0	-9,442
		0	-5,977		-5,977	-5,977
-36,085		-36,085			0	-36,085
92,072	**0**	**92,072**	**25,766**	**0**	**25,766**	**449,503**
92,072	0	92,072	25,766	0	25,766	449,503
21,643		21,643	5,626		5,626	71,847
		0			0	-22,203
-531		-531			0	-16,655
		0			0	-23,284
113,184	**0**	**113,184**	**31,392**	**0**	**31,392**	**459,208**
526,100	0	526,100	38,379	0	38,379	**1,166,597**
504,903	0	504,903	32,753	0	32,753	**1,042,421**

	2011	2010
ADDITIONAL INFORMATION		
Net book value of the vessels under finance lease contract (*)		
LPG	66,965	70,400
LNG	58,199	60,864
	125,164	**131,264**
Amount of mortgage as guarantee for debts and liabilities (original deposits)		
LPG	596,973	645,390
LNG	725,806	725,806
Offshore (including OPTI-EX unit)	245,076	245,076
	1,567,855	**1,616,272**

(*) For some of the finance lease contracts EXMAR has a purchase option. The lease agreements don't impose restrictions such as those concerning dividends, further leasing, additional debt.... The finance expense related to the finance lease contracts amounts to KUSD 7,555 (KUSD 8,039 in 2010).

9. OTHER PROPERTY, PLANT AND EQUIPMENT (in thousands of USD)

	Land and buildings	Machinery and equipment	Furniture and movables	Other	Assets under construction	Total
COST 2010						
Balance as per 1 January 2010	5,082	2,022	8,144	14,742	984	30,974
Changes during the financial year						
Acquisitions	64	145	754		185	1,148
Disposals		-34	-699			-733
Transfer	1,093				-1,093	0
Translation differences	-226	-118	-315	-560	-76	-1,295
BALANCE AS PER 31 DECEMBER 2010	**6,013**	**2,015**	**7,884**	**14,182**	**0**	**30,094**
COST 2011						
Balance as per 1 January 2011	6,013	2,015	7,884	14,182	0	30,094
Changes during the financial year						
Acquisitions		65	587	4		656
Disposals	-49	-36	-1,125			-1,210
Translation differences	-137	-59	-69	-57		-322
BALANCE AS PER 31 DECEMBER 2011	**5,827**	**1,985**	**7,277**	**14,129**	**0**	**29,218**
DEPRECIATIONS AND IMPAIRMENT LOSSES 2010						
Balance as per 1 January 2010	1,476	1,382	4,792	6,688	0	14,338
Changes during the financial year						
Depreciations	231	237	1,206	1,398		3,072
Disposals			-585			-585
Translation differences	-74	-91	-187	-245		-597
BALANCE AS PER 31 DECEMBER 2010	**1,633**	**1,528**	**5,226**	**7,841**	**0**	**16,228**
DEPRECIATIONS AND IMPAIRMENT LOSSES 2011						
Balance as per 1 January 2011	1,633	1,528	5,226	7,841	0	16,228
Changes during the financial year						
Depreciations	258	190	1,374	1,245		3,067
Disposals	-49	-36	-1,044			-1,129
Translation differences	-53	-56	-34	-44		-187
BALANCE AS PER 31 DECEMBER 2011	**1,789**	**1,626**	**5,522**	**9,042**	**0**	**17,979**
NET BOOK VALUE						
NET BOOK VALUE AS PER 31 DECEMBER 2010	**4,380**	**487**	**2,658**	**6,341**	**0**	**13,866**
NET BOOK VALUE AS PER 31 DECEMBER 2011	**4,038**	**359**	**1,755**	**5,087**	**0**	**11,239**

10. INTANGIBLE ASSETS (in thousands of USD)

	Concessions, patents, licences	Client portfolio	Other	Total
COST 2010				
Balance as per 1 January 2010	2,238	4,387	3,500	10,125
Changes during the financial year				
Acquisitions	121			121
Disposals	-6			-6
Translation differences	-157			-157
BALANCE AS PER 31 DECEMBER 2010	**2,196**	**4,387**	**3,500**	**10,083**
COST 2011				
Balance as per 1 January 2011	2,196	4,387	3,500	10,083
Changes during the financial year				
Acquisitions	290			290
Disposals	-615			-615
Translation differences	-78			-78
BALANCE AS PER 31 DECEMBER 2011	**1,793**	**4,387**	**3,500**	**9,680**
AMORTISATIONS AND IMPAIRMENTS LOSSES 2010				
Balance as per 1 January 2010	1,837	4,387	193	6,417
Changes during the financial year				
Depreciations	190		350	540
Disposals	-2			-2
Translation differences	-132			-132
BALANCE AS PER 31 DECEMBER 2010	**1,893**	**4,387**	**543**	**6,823**
AMORTISATIONS AND IMPAIRMENTS LOSSES 2011				
Balance as per 1 January 2011	1,893	4,387	543	6,823
Changes during the financial year				
Depreciations	168		350	518
Disposals	-541			-541
Translation differences	-65			-65
BALANCE AS PER 31 DECEMBER 2011	**1,455**	**4,387**	**893**	**6,735**
NET BOOK VALUE				
NET BOOK VALUE AS PER 31 DECEMBER 2010	**303**	**0**	**2,957**	**3,260**
NET BOOK VALUE AS PER 31 DECEMBER 2011	**338**	**0**	**2,607**	**2,945**

11. INVESTMENT PROPERTY (in thousands of USD)

	Investment property
COST 2010	
Balance as per 1 January 2010	19,764
Changes during the financial year	
Translation differences	-1,222
BALANCE AS PER 31 DECEMBER 2010	**18,542**
COST 2011	
Balance as per 1 January 2011	18,542
Changes during the financial year	
Translation differences	-495
BALANCE AS PER 31 DECEMBER 2011	**18,047**
DEPRECIATIONS AND IMPAIRMENT LOSSES 2010	
Balance as per 1 January 2010	4,659
Changes during the financial year	
Depreciations	556
Translation differences	-272
BALANCE AS PER 31 DECEMBER 2010	**4,943**
DEPRECIATIONS AND IMPAIRMENT LOSSES 2011	
Balance as per 1 January 2011	4,943
Changes during the financial year	
Depreciations	578
Translation differences	-158
BALANCE AS PER 31 DECEMBER 2011	**5,363**
NET BOOK VALUE	
NET BOOK VALUE AS PER 31 DECEMBER 2010	**13,599**
NET BOOK VALUE AS PER 31 DECEMBER 2011	**12,684**
FAIR VALUE (*)	
FAIR VALUE AS PER 31 DECEMBER 2010	**29,177**
FAIR VALUE AS PER 31 DECEMBER 2011	**28,253**

(*) The fair value is based upon a valuation made by a qualified broker.

12. EQUITY ACCOUNTED INVESTEES (in thousands of USD)

	Equity accounted investees
EQUITY ACCOUNTED INVESTEES	
BALANCE AS PER 1 JANUARY 2010	**5,674**
Gross amount	5,674
Accumulated impairment losses(-)	0
Changes during the financial year	
Share in the profit/loss(-)	-1,135
Share in dividend	-48
Translation differences	-233
BALANCE AS PER 31 DECEMBER 2010	**4,258**
Gross amount	4,258
Accumulated impairment losses(-)	0
Changes during the financial year	
Share in the profit/loss(-)	-1,705
Translation differences	-45
BALANCE AS PER 31 DECEMBER 2011	**2,508**
Gross amount	2,508
Accumulated impairment losses(-)	0

13. ASSOCIATED COMPANIES (in thousands of USD)

		Share	
	Country	2011	2010
SHARE IN EQUITY ACCOUNTED INVESTEES			
Marpos nv	Belgium	45%	45%
Bexco nv	Belgium	27%	27%

	Assets	Liabilities	Equity	Revenue	Profit / Loss(-)
FINANCIAL INFORMATION - 100%					
2011					
Marpos nv	1,269	663	606	1,486	-206
Bexco nv	17,265	8,866	8,398	18,343	-6,057
	18,534	**9,529**	**9,004**	**19,829**	**-6,263**
2010					
Marpos nv	1,381	559	822	1,538	92
Bexco nv	22,197	7,593	14,604	17,017	-4,420
	23,578	**8,152**	**15,426**	**18,555**	**-4,328**

14. OTHER INVESTMENTS (in thousands of USD)

	Other investments	Other receivables	Total
OTHER INVESTMENTS			
BALANCE AS PER 1 JANUARY 2010	**1,041**	**1,382**	**2,423**
Gross amount	1,281	1,382	2,663
Accumulated impairment losses(-)	-240	0	-240
Changes during the financial year			
Investments		1	1
Disposals	-5		-5
Translation differences	-2		-2
BALANCE AS PER 31 DECEMBER 2010	**1,034**	**1,383**	**2,417**
Gross amount	1,272	1,383	2,655
Accumulated impairment losses(-)	-238	0	-238
Changes during the financial year			
Investments		5	5
Translation differences	-2		-2
BALANCE AS PER 31 DECEMBER 2011	**1,032**	**1,388**	**2,420**
Gross amount	1,270	1,388	2,658
Accumulated impairment losses(-)	-238	0	-238

15. NON-CURRENT OTHER RECEIVABLES (in thousands of USD)

	2011	2010
NON-CURRENT RECEIVABLE		
Non-current receivable on joint venture partner	500	500
Receivable on sale OPTI-EX (see note 3)	200,898	
	201,398	**500**

16. ASSETS CLASSIFIED AS HELD FOR SALE (in thousands of USD)

	2011	2010
COST		
Balance as per 1 January	304,628	0
Changes during the financial year		
Transfer from vessels (*)	186,490	304,628
Acquisitions	3,460	
Sale of the asset classified as held for sale (*)	-494,578	
BALANCE AS PER 31 DECEMBER	**0**	**304,628**
DEPRECIATIONS AND IMPAIRMENT LOSSES		
Balance as per 1 January	5,977	0
Changes during the financial year		
Transfer from vessels (*)	23,284	5,977
Impairment loss (*)	26,706	
Sale of the asset classified as held for sale (*)	-55,967	
BALANCE AS PER 31 DECEMBER	**0**	**5,977**
NET BOOK VAUE		
NET BOOK VALUE AS PER 31 DECEMBER	**0**	**298,651**
FAIR VALUE		
FAIR VALUE AS PER 31 DECEMBER	**0**	**348,277**

(*) The sale of the assets classified as held for sale consists of the sale of the OPTI-EX for a net book value of KUSD 302,111 and the 2 LPG VLGC vessels FLANDERS LIBERTY and FLANDERS LOYALTY for a net book value of KUSD 136,500. The OPTI-EX was transferred to assets classified as held for sale in 2010 in view of the sales agreement with LLOG Development Company LLC, which was subject to conditions to be fullfulled in 2011. The conditional sale of the OPTI-EX was fulfilled on the 5th of July 2011. See note 3 for more detail. The 2 LPG VLGC vessels FLANDERS LIBERTY and FLANDERS LOYALTY were transferred to assets held for sale in 2011 in view of the sales agreement with BW Gas reached in July 2011 at a net book value of KUSD 162,306. Both vessels were measured at the lower of their carrying amount and fair value less cost to sell which resulted in an impairment loss amounting to KUSD 26,706.

17. AVAILABLE-FOR-SALE FINANCIAL ASSETS (in thousands of USD)

	2011	2010
SHARES AVAILABLE FOR SALE		
Quoted shares	37,131	43,004
Unquoted shares	0	0
	37,131	**43,004**

18. TRADE AND OTHER RECEIVABLES (in thousands of USD)

	2011	2010
TRADE AND OTHER RECEIVABLES		
Trade receivables	56,239	51,804
Cash guarantees	814	926
Other receivables (*)	59,654	10,349
Deferred charges (**)	10,107	14,050
Accrued income (**)	3,709	3,517
	130,523	**80,646**
Of which financial assets (note 29)	**113,422**	**60,554**

(*) The OPTI-EX was sold in 2011 and part of the total consideration receivable in 2012 for USD 36.9 million is included in other receivables. See note 3 for more detail.
(**) 'Deferred charges' comprise expenses already invoiced relating to the next accounting year, e.g. hire, insurances, commissions, bunkers,... 'Accrued income' comprises uninvoiced revenue related to the current accounting period, e.g. interests,...
The Group's exposure to credit and currency risks and impairment losses related to trade and other receivables is disclosed in note 29.

19. CURRENT TAX ASSETS AND LIABILITIES (in thousands of USD)

	2011	2010
CURRENT TAX ASSETS AND LIABILITIES		
Current tax assets	3,149	4,215
Current tax liabilities	1,291	589

20. DEFERRED TAX ASSETS AND LIABILITIES (in thousands of USD)

	Assets	Liabilities	Assets	Liabilities
	31 December 2011		31 December 2010	
DEFERRED TAX ASSETS AND LIABILITIES IN DETAIL				
Property, plant and equipment	115		649	
Intangible assets	3		6	
Provisions	831		1,597	
Employee benefits	4,112		3,000	
Other	620		132	
Investments in subsidiaries		-117		-380
TAX ASSETS / LIABILITIES (-)	**5,681**	**-117**	**5,384**	**-380**
Set off of tax assets / liabilities	-117	117	-380	380
Tax assets not recognised (*)	-5,564	0	-5,004	0
NET TAX ASSET / LIABILITY (-)	**0**	**0**	**0**	**0**
DEFERRED TAX ASSETS AND LIABILITIES NOT RECOGNISED				
Deductible temporary differences (33.99%)	5,564		5,004	
Unused tax losses and investment tax credits (**)	146,858		124,174	
	152,422	**0**	**129,178**	**0**
Set off of tax assets / liabilities	0		0	
NET DEFERRED TAX ASSETS / LIABILITIES NOT RECOGNISED (*)	**152,422**	**0**	**129,178**	**0**

(*) These deferred tax assets have not been recognised because no taxable profits are to be expected in the coming years.
(**) The unused tax losses and the main part of the investment tax credits do not expire in time.

21. CASH AND CASH EQUIVALENTS (in thousands of USD)

	2011	2010
CASH AND CASH EQUIVALENTS		
Bank	29,335	44,782
Cash in hand	148	205
Short-term deposits (*)	122,370	85,202
	151,853	**130,189**
Less:		
Bank overdrafts	-22,900	-10,000
Net cash and cash equivalents	**128,953**	**120,189**

(*) Includes reserved cash related to credit facilities and financial instrument agreements for an amount of KUSD 117,717 for 2011 (KUSD 68,110 for 2010).

22. SHARE CAPITAL AND RESERVES (in thousands of USD)

SHARE CAPITAL AND SHARE PREMIUM	2011	2010
NUMBER OF ORDINARY SHARES		
Issued shares as per 1 January	59,500,000	59,500,000
ISSUED SHARES AS PER 31 DECEMBER - PAID IN FULL	**59,500,000**	**59,500,000**

The issued shares do not mention a nominal value. The holders of ordinary shares are entitled to dividends and are entitled to one vote per share during the general shareholders' meetings of the Company.

DIVIDENDS

In September 2011 the board of directors approved the payment of an w dividend of 0.15 EUR per share. The proposed dividend for 2010 of 0.1 EUR per share was approved by the general shareholders' meeting in May 2011. Both dividends were recognised as a distribution to owners of the Company during 2011.

	2011	2010
DIVIDEND PAID		
Gross interim dividend/share (in EUR)	0.15	0.30
Rate used:	1.4450	1.3711
Interim dividend payment (in thousands of USD)	**12,174**	**23,103**
Dividend payment (in thousands of USD)	**8,347**	**7,588**
TOTAL DISTRIBUTION TO OWNERS OF THE COMPANY (IN THOUSANDS OF USD)	**20,521**	**30,691**

After the balance sheet date the board of directors made a final dividend proposal for 2011 of 0.50 EUR per share (0.65 EUR per share of which 0.15 EUR per share was paid as interim dividend). The proposal for a final dividend has not yet been approved by the general shareholders' meeting, and has not been processed in the statement of financial position.

	2011	2010
PROPOSED DIVIDEND		
Gross dividend/share (in EUR)	0.50	0.10
Rate used:	1.2939	1.3362
Proposed dividend payment (in thousands of USD)	**38,494**	**7,950**

TREASURY SHARES

The reserve for treasury shares comprises the cost of the Company's shares held by the Group.

	2011	2010
TREASURY SHARES		
Number of treasury shares held as of 31 December	3,332,642	3,332,642
Bookvalue of treasury shares held (in thousands USD)	72,234	72,234
Average cost price per share (in EUR)	15.3537	15.3537

TRANSLATION RESERVE

The translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations and the financial statements of consolidated companies not reporting in USD as functional currency.

FAIR VALUE RESERVE

The fair value reserve includes the cumulative net change in the fair value of available-for-sale financial assets until derecognition.

HEDGING RESERVE

The hedging reserve comprises the effective portion of the cumulative net change in the fair value of cash flow hedging instruments related to the hedged transactions that have not yet occurred.

23. EARNINGS PER SHARE

	2011	2010
BASIC EARNINGS PER SHARE		
Result for the period (in USD)	-33,993,818	14,357,599
Issued ordinary shares as per 31 December	59,500,000	59,500,000
Effect of treasury shares	-3,332,642	-2,830,568
Weighted average number of ordinary shares as per 31 December	56,167,358	56,669,432
BASIC EARNINGS PER SHARE IN USD	**-0.61**	**0.25**
DILUTED EARNINGS PER SHARE		
Result for the period (in USD)	-33,993,818	14,357,599
Weighted average number of ordinary shares as per 31 December	56,167,358	56,669,432
Weighted average number of ordinary shares during the year including options (*)	56,167,358	56,669,432
DILUTED EARNINGS PER SHARE (IN USD) (*)	**-0.61**	**0.25**

(*) Option plans 1 - 7 are anti-dilutive as per 31 December 2011 and they are not included in the calculation of the diluted earnings per share.

24. BORROWINGS (in thousands of USD)

	Finance lease debts	Bank loans	Other loans	Total
BORROWINGS AS PER 31 DECEMBER 2010				
AS OF 1 JANUARY 2010	**147,597**	**1,154,890**	**144,650**	**1,447,137**
New loans		23,013	9,706	32,719
Scheduled repayments	-7,910	-69,180		-77,090
Change in consolidation scope		-103,130	-146,872	-250,002
Translation differences	-3,223	-621	-80	-3,924
AS OF 31 DECEMBER 2010	**136,464**	**1,004,972**	**7,404**	**1,148,840**
More than 5 years	57,589	366,830		424,419
Between 1 and 5 years	70,634	564,822	7,404	642,860
More than 1 year	**128,223**	**931,652**	**7,404**	**1,067,279**
Less than 1 year	8,241	73,320		81,561
AS OF 31 DECEMBER 2010	**136,464**	**1,004,972**	**7,404**	**1,148,840**
LPG	65,575	356,974		422,549
LNG	70,043	463,836	5,127	539,006
Offshore		177,000		177,000
Services	846	7,162	2,277	10,285
AS OF 31 DECEMBER 2010	**136,464**	**1,004,972**	**7,404**	**1,148,840**
BORROWINGS AS PER 31 DECEMBER 2011				
AS OF 1 JANUARY 2011	**136,464**	**1,004,972**	**7,404**	**1,148,840**
New loans		88,063	512	88,575
Scheduled repayments	-8,247	-108,954	-2,211	-119,412
Early repayments		-120,495		-120,495
Translation differences	-1,939	-161	-31	-2,131
AS OF 31 DECEMBER 2011	**126,278**	**863,425**	**5,674**	**995,377**
More than 5 years	52,682	340,532		393,214
Between 1 and 5 years	64,943	430,824	5,674	501,441
More than 1 year	**117,625**	**771,356**	**5,674**	**894,655**
Less than 1 year	8,653	92,069		100,722
AS OF 31 DECEMBER 2011	**126,278**	**863,425**	**5,674**	**995,377**
LPG	59,650	285,156		344,806
LNG	65,931	443,856	5,639	515,426
Offshore		128,350		128,350
Services	697	6,063	35	6,795
AS OF 31 DECEMBER 2011	**126,278**	**863,425**	**5,674**	**995,377**

	2011	2010
CURRENT BORROWINGS		
Current portion of long-term loans	100,722	81,561
Bank overdrafts and credit lines used	22,900	10,000
	123,622	**91,561**

	2011			2010		
	Minimum lease payments	Interest payments	Principal	Minimum lease payments	Interest payments	Principal
FINANCE LEASE OBLIGATIONS						
More than 5 years	74,656	21,974	52,682	82,950	25,331	57,619
Between 1 and 5 years	85,382	20,439	64,943	94,906	24,302	70,604
Less than 1 year	15,871	7,218	8,653	15,957	7,716	8,241
	175,909	**49,631**	**126,278**	**193,813**	**57,349**	**136,464**

Information in connection with guarantees and securities given on above mentioned borrowings (see note 8).

	2011	2010
UNUSED CREDIT FACILITIES		
Unused credit facilities	15,917	36,686
	15,917	**36,686**

25. SHARE BASED PAYMENTS (in thousands of USD)

The Group established a share option plan program that entitles the participants to register for a number of shares.
The fair value of services received in return for share options granted are measured by reference to the exercise price of the granted share options. The estimated fair value of the services received is measured based on a binomial lattice model. The contractual life of the option is used as an input into this model. Expectations of early exercise are also incorporated into the binomial lattice model.

	Option plan 7	Option plan 6	Option plan 5	Option plan 4	Option plan 3	Option plan 2	Option plan 1
GRANT DATE FAIR VALUE OF SHARE OPTIONS AND ASSUMPTIONS AT INCEPTION							
Number of options granted, outstanding at year-end (*)	433,150	548,100	329,656	218,199	389,522	298,651	145,681
Fair value at grant date (in EUR)	1.35	2.29	1.63	5.64	7.38	5.25	2.50
Share price (in EUR)	5.28	5.75	7.85	16.80	23.84	18.47	9.24
Exercise price at inception (in EUR) (*)	5.41	5.57	6.8	16.81	18.33	12.33	7.04
Expected volatility (**)	39.70%	38.16%	30.43%	25.78%	31.10%	24.50%	24.21%
Option life at inception (***)	8 years	8 years	8 years	8 years	8 years	8 years	8 years
Expected dividends	0.4 eur/year	0.49 eur/year	0.43 eur/year	0.50 eur/year	0.66 eur/year	0.66 eur/year	0.19 eur/year
Risk-free interest rate	3.61%	3.22%	3.75%	4.29%	3.85%	3.90%	3.27%

(*) The number of options granted and the exercise price for option plan 1 - 5 have been adjusted due to the dilutive effect of the capital increase (adjustment ratio of 0.794) of November 2009. The number of options granted and the exercise price mentioned above reflect the adjusted amounts.

(**) The expected volatility is based on the historical volatility (calculated based on the weighted average remaining life of the share options), adjusted for any expected changes to future volatility due to publicly available information.

(***) The board of directors of 23th March 2009 decided to extend the exercise period for option plans 1 - 4 by 5 years, in virtue of the decision by the Belgian Government to extend the Act of 26 March 1999 regarding stock options. At modification date additional fair value calculations were made based on the remaining and extented life time of the options.

	number of options	weighted average exercise price	number of options	weighted average exercise price
	2011		2010	
RECONCILIATION OF OUTSTANDING SHARE OPTIONS				
Outstanding at 1 January	**2,058,482**	**10.99**	**1,522,282**	**13.04**
Changes during the year				
Options granted	437,650	5.41	555,400	5.57
Options forfeited	-133,173	13.84	-19,200	16.26
Outstanding at 31 December	**2,362,959**	**9.80**	**2,058,482**	**10.99**
Exercisable at 31 December	**1,052,053**	**14.75**	**924,883**	**14.25**

		2011	2010
SHARE OPTIONS			
Total number of share options outstanding		**2,362,959**	**2,058,482**
Included in personnel expenses (including costs for extension of the exercise period)	option plan 4		470
	option plan 5	225	184
	option plan 6	626	563
	option plan 7	277	0
		1,128	**1,217**

26. EMPLOYEE BENEFITS - DEFINED BENEFIT PLAN (in thousands of USD)

LIABILITY FOR DEFINED BENEFIT PLAN AND SIMILAR LIABILITIES

The group provides pension benefits for most of its employees, either directly or through a contribution to an independent fund. The pension benefits for management staff employed before 1 January 2008 are provided under a defined benefit plan. For the management staff employed as from 1 January 2008, the management staff promoted to management as from 1 January 2008 and the management staff who reached the age of 60, the pension benefits are provided under a defined contribution plan. The actuarial profits and losses related to the closed defined benefit plan pension obligations are immediately recognised in the income statement. For the defined contribution plan, the contributions are recognised in the income statement (2011: KUSD 413 and 2010: KUSD 386) and no liability is recorded.

EMPLOYEE BENEFITS	2011	2010	2009	2008	2007
EMPLOYEE BENEFITS					
Present value of funded obligations	-11,119	-12,321	-13,157	-12,098	-11,852
Fair value of the defined plan assets	7,942	9,382	9,836	8,903	8,568
Present value of net obligations	-3,177	-2,939	-3,321	-3,195	-3,284
Total employee benefits	**-3,177**	**-2,939**	**-3,321**	**-3,195**	**-3,284**

DEFINED BENEFIT PLAN	2011	2010
CHANGES IN LIABILITY DURING THE PERIOD		
Liability as per 1 January	12,321	13,157
Distributions	-2,738	-1,349
Interest cost	660	637
Current service cost	766	746
DBO gain/loss	432	86
Translation differences	-322	-956
LIABILITY AS PER 31 DECEMBER	**11,119**	**12,321**
CHANGES OF FAIR VALUE OF PLAN ASSETS		
Plan assets as per 1 January	9,382	9,836
Contributions	1,180	1,261
Distributions	-2,738	-1,349
Return on plan assets	319	346
Translation differences	-201	-712
PLAN ASSETS AS PER 31 DECEMBER (*)	**7,942**	**9,382**
EXPENSE RECOGNISED IN THE INCOME STATEMENT		
Current service expenses	-766	-742
Interest obligation	-660	-637
Expected return on defined benefit plan	415	409
Recognition of actuarial gains and losses	-528	-150
Contributions	172	175
TOTAL PENSION COST RECOGNISED IN THE INCOME STATEMENT (SEE NOTE 5)	**-1,367**	**-945**
MOST SIGNIFICANT ASSUMPTIONS, EXPRESSED IN WEIGHTED AVERAGES		
Discount rate at 31 December	4.45%	5.10%
Expected return on assets at 31 December	4.00%	4.00%
Future salary increases (including inflation)	(salary scales)	(salary scales)
Mortality tables	Belgian (MR/FR)	Belgian (MR/FR)
Inflation	2%	2%
EXPECTED NEXT YEAR CONTRIBUTIONS		
Best estimate of contributions expected to be paid during next year	851	965
DETAIL PLAN ASSETS INVESTMENTS		
Shares	7%	8%
Bonds & loans	83%	74%
Property investments	7%	6%
Cash	3%	12%

(*) The plan assets do not include any shares issued by EXMAR or property occupied by EXMAR.

27. PROVISIONS (in thousands of USD)

	Claims	Total
PROVISIONS		
Long-term provisions	4,323	4,323
Short-term provisions	0	0
AS PER 1 JANUARY 2010	**4,323**	**4,323**
Reversal of unused provisions	-508	-508
AS PER 31 DECEMBER 2010	**3,815**	**3,815**
Long-term provisions	3,815	3,815
Short-term provisions	0	0
AS PER 1 JANUARY 2011	**3,815**	**3,815**
Reversal of unused provisions (*)	-467	-467
New provision	60	0
AS PER 31 DECEMBER 2011	**3,408**	**3,348**
Long-term provisions	3,348	3,348
Short-term provisions	60	60
AS PER 31 DECEMBER 2011	**3,408**	**3,408**

(*) Due to the partial demerger from CMB, EXMAR provided for 39% of the PSA claim against CMB. In 2011 the provision was reduced with KUSD 467 as a result of reduced risk (2010: KUSD 508). The amount and timing of possible outflows related to this provision are uncertain.

28. TRADE AND OTHER PAYABLES (in thousands of USD)

	2011	2010
TRADE AND OTHER PAYABLES		
Trade payables	63,841	53,705
Other payables	8,367	11,698
Accrued expenses (*)	9,400	9,100
Deferred income (*)	20,555	27,674
	102,163	**102,177**
Of which financial liabilities (note 29)	**71,838**	**64,744**

(*) 'Accrued charges' comprise expenses not invoiced yet, but to be allocated to the current accounting year, e.g. commissions, port expenses, interests,...
'Deferred income' comprises already invoiced revenue, related to the next accounting year, e.g. freight, hire,...

29. FINANCIAL RISKS AND FINANCIAL INSTRUMENTS (in thousands of USD)

During the normal course of its business, EXMAR is exposed to market and financial risks as described in more detail in the report of the board of directors. EXMAR is exposed to credit, interest, market and currency risks and in order to hedge this exposure, EXMAR uses various financial instruments such as bunkerhedges, exchange rate and interest rate hedges. EXMAR applies hedge accounting for all hedging relations which meet the conditions to apply hedge accounting (formal documentation and high effectiveness at inception and on an ongoing basis). Financial instruments are recognised initially at fair value. Subsequent to initial recognition, the effective portion of changes in fair value of the financial instruments qualifying for hedge accounting, is recognised in other comprehensive income. Any ineffective portion of changes in fair value and changes in fair value of financial instuments not qualifying for hedge accounting are recognised immediately in profit or loss.

DERIVATIVE FINANCIAL INSTRUMENTS	2011	2010
ASSETS		
Current		
Forward exchange contracts	0	341
	0	**341**
Total assets	**0**	**341**
LIABILITIES		
Non-current		
Interest rate swaps	102,786	72,341
Cross currency interest rate contract	23,539	18,220
	126,325	**90,561**
Current		
Forward exchange contracts	807	0
	807	**0**
Total liabilities	**127,132**	**90,561**

CREDIT RISK

Credit risk policy

Creditworthiness controls are carried out if deemed necessary.
At year-end no significant creditworthiness problems were noted.

EXPOSURE TO RISK	2011	2010
CARRYING AMOUNTS OF FINANCIAL ASSETS		
Available-for-sale financial assets	37,131	43,004
Held-to-maturity investments	2,420	2,417
Derivative financial instruments	0	341
Trade and other reveivables	314,320	60,554
Cash and cash equivalents	151,853	130,189
	505,724	**236,505**

The carrying amounts of the financial assets represent the maximum credit exposure.

Impairment losses

As past due outstanding receivable balances are immaterial, no aging analysis is disclosed. No impairment losses have occured and at reporting date, no allowance for impairment has been recorded.

INTEREST RISK

Interest risk policy

Most of EXMAR's time-charter income is based on a fixed rate component calculation, while the interest-bearing loans are mainly negotiated with variable interest rates. In order to monitor this interest risk, the Group uses a variety of interest hedging instruments available on the market (i.a. IRS,CAPS, floors and collars). The Group applies hedge accounting when the conditions to applies hedge accounting are met. In case no hedge accounting is applied, the changes in fair value are recorded in the income statement.

	2011	2010
INTEREST RATES SWAPS		
Nominal amount of interest rate swaps	502,794	509,561
Net fair value of interest rate swaps	-126,325	-90,561
Maximum maturity date	2024	2024
EXPOSURE TO INTEREST RATE RISK		
Total borrowings	995,377	1,148,840
with fixed interest rate	-206,243	-226,938
with variable interest rate: **gross exposure**	**789,134**	**921,902**
Neutralised through time-charter contract (*)	-159,671	-164,955
Neutralised through capitalised interest expense (**)		-5,705
Interest rate swaps (nominal amount)	-502,794	-509,561
Net exposure	**126,669**	**241,681**

(*) The time-charter income calculation takes into account changes in interest rates (back-to-back) and therefore neutralises changes in interest expenses.
(**) Change in interest rate does not affect the income statement as the interest expense is capitalised for vessels under construction.

Sensitivity analysis

In case the interest rate would increase/decrease with 50 basis points, the financial statements would be impacted with the following amounts (assuming that all other variables remain constant):

	2011		2010	
	+ 50 bp	- 50 bp	+ 50 bp	- 50 bp
SENSITIVITY ANALYSIS				
Interest-bearing loans (variable interest rate)	-3,946	3,946	-4,601	4,601
Time-charter contract	798	-798	825	-825
Capitalised interest			29	-29
Interest rate swaps	10,184	-12,368	8,119	-10,881
Sensitivity (net)	**7,036**	**-9,220**	**4,372**	**-7,134**
Impact in profit and loss	6,652	-8,835	4,191	-6,951
Impact in equity	384	-385	181	-183
Total impact	**7,036**	**-9,220**	**4,372**	**-7,134**

CURRENCY RISK

Currency risk policy

The Group's currency risk is mainly affected by the EUR/USD ratio for manning its fleet, paying salaries and all other personnel-related expenses. In order to monitor the EUR currency risk, the Group uses a varied range of foreign currency rate hedging instruments. As per 31 December 2011, forward exchange contracts are outstanding for a nominal amount of KUSD 16,500. The net fair value of the currency hedging contracts amounts to KUSD -807 (2010: KUSD 341) at year end.

Exposure to risk

Exposure to currency risk, based on notional amounts in thousands of foreign currency:

	2011			2010		
	EUR	**GBP**	**JPY**	**EUR**	**GBP**	**JPY**
Receivables	15,543	642	15,342	15,176	360	
Payables	-13,502	-140	-27,939	-17,043	-502	-15,057
Interest-bearing loans	-5,938			-6,774		
Balance sheet exposure	**-3,897**	**502**	**-12,597**	**-8,641**	**-142**	**-15,057**
In thousands of USD	**-5,042**	**778**	**-163**	**-11,546**	**-220**	**-185**

Sensitivity analysis

An increase in the year-end USD/EUR rate of 10% at 31 December would effect the income statement with KUSD -504 in 2011 (KUSD -1,154 for 2010), excluding the effect on forward exchange contracts. A 10% decrease of the USD/EUR rate would impact the income statement with the same amount (opposite sign).

LIQUIDITY RISK

Liquidity risk policy

The Group manages the liquidity risk in order to meet financial obligations as they fall due. The risk is managed through a continuous cash flow projection follow-up, monitoring balance sheet liquidity ratio's against internal and regulatory requirements and maintaining a diverse range of funding sources with adequate back-up facilities.

Maturity analysis of financial liabilities

The following are the contractual maturities of financial liabilities, including estimated interest payments:

					Contractual cash flows					
MATURITY OF FINANCIAL LIABILITIES	Currency	Interest rates	Maturity	Carrying amount	total	0-12 mths	1-2 years	2-5 years	5-10 years	> 10 years
AS PER 31 DECEMBER 2011										
Non-derivative financial liabilities:										
Bank loans (*)	USD	libor + 0.7%	2013	147,018	150,364	20,387	129,977			
Bank loans	USD	libor + 2.25%	2013	76,198	79,657	17,227	62,430			
Bank loans	USD	libor + 2.7%	2014	4,875	5,129	1,646	1,593	1,890		
Bank loans	USD	libor + 1%	2018-2019	46,950	52,218	60	403	3,612	48,143	
Bank loans	USD	libor + 2%	2019-2020	46,615	53,412	4,780	4,697	13,526	30,409	
Bank loans	USD	libor + 1.1%	2014	48,388	50,540	5,020	5,183	40,337		
Bank loans	USD	5.19%	2017	29,288	33,920	6,808	6,510	17,869	2,733	
Bank loans	USD	libor + 1.25%	2017	16,100	17,918	306	334	1,009	16,269	
Bank loans	USD	5.52%	2018	49,583	59,988	9,764	9,360	25,708	15,156	
Bank loans	USD	libor + 0.9%	2020-2021	263,998	295,423	9,767	10,195	32,421	243,040	
Bank loans	USD	libor + 3%	2012	113,350	122,583	30,305	29,387	62,891		
Bank loans	USD	libor + 1.4%	2019	15,000	16,130	2,282	2,241	6,482	5,125	
Bank loans	EUR	euribor + 1.15%	2018	6,062	6,518	997	973	2,792	1,756	
Finance lease debts	USD	5.75%	2015	30,742	35,954	4,610	4,598	26,746		
Finance lease debts	USD	5.35%	2015	28,908	32,920	4,758	4,636	23,526		
Finance lease debts	GBP	5.79%	2028	32,837	52,915	3,113	3,113	9,338	15,563	21,788
Finance lease debts	GBP	6.03%	2028	33,095	54,280	3,193	3,192	9,579	15,965	22,351
Finance lease debts	EUR			696	934	224	227	483		
Other loans	USD			5,674	5,746		5,746			
Trade and other payables	USD			54,368	54,368	54,368				
Trade and other payables	EUR			17,470	17,470	17,470				
				1,067,215	**1,198,387**	**197,085**	**284,795**	**278,209**	**394,159**	**44,139**
Derivative financial instruments (net):										
Interest rate swaps	USD			102,786	137,726	17,478	15,762	44,695	50,660	9,131
Foreign currency	EUR			807	807	807				
Cross currency interest rate contract	USD			23,539	25,717	3,530	3,323	7,935	7,111	3,818
				127,132	**164,250**	**21,815**	**19,085**	**52,630**	**57,771**	**12,949**

MATURITY OF FINANCIAL LIABILITIES	Currency	Interest rates	Maturity	Carrying amount	Contractual cash flows total	0-12 mths	1-2 years	2-5 years	5-10 years	> 10 years
AS PER 31 DECEMBER 2010										
Non-derivative financial liabilities:										
Bank loans (*)	USD	libor + 0.7%	2013	288,406	295,701	34,433	34,218	227,050		
Bank Loans	USD	libor + 2.7%	2014	6,375	6,784	1,677	1,632	3,475		
Bank Loans	USD	libor + 1%	2018-2019	46,370	57,937	2,130	1,647	4,712	49,448	
Bank Loans	USD	libor + 2%	2019-2020	50,222	57,435	4,743	4,666	13,485	34,541	
Bank Loans	USD	libor + 1.1%	2012-2014	212,417	217,727	16,995	155,438	45,294		
Bank Loans	USD	5.19%	2017	34,613	40,996	7,077	6,800	18,709	8,410	
Bank Loans	USD	libor + 1.25%	2017	16,100	17,936	301	279	836	16,520	
Bank Loans	USD	5.52%	2018	56,667	70,142	10,153	9,764	26,893	23,332	
Bank Loans	USD	libor + 0.9%	2020-2021	269,639	298,548	8,896	9,189	29,372	150,627	100,464
Bank Loans	USD	libor + 1.4%	2019	17,000	18,248	2,276	2,242	6,518	7,212	
Bank Loans	EUR	euribor + 1.15%	2018	7,163	7,701	1,031	1,012	2,917	2,741	0
Finance Lease Debts	USD	5.75%	2015	33,473	40,551	4,598	4,610	31,343	0	0
Finance Lease Debts	USD	5.35%	2015	32,102	37,775	4,855	4,758	28,162	0	0
Finance Lease Debts	GBP	5.79%	2028	34,904	56,027	3,113	3,113	9,338	15,563	24,900
Finance Lease Debts	GBP	6.03%	2028	35,140	57,473	3,193	3,193	9,579	15,965	25,543
Finance lease debts	EUR			845	1,182	227	229	660	66	
Other loans	USD			7,404	7,491		7,491			
Trade and other payables	USD			45,978	45,978	45,978				
Trade and other payables	EUR			18,766	18,766	18,766				
				1,213,584	**1,354,398**	**170,442**	**250,281**	**458,343**	**324,425**	**150,907**
Derivative financial instruments (net):										
Interest rate swaps	USD			72,341	168,873	18,999	18,936	50,715	64,716	15,507
Cross currency interest rate contract	USD			18,220	16,895	3,780	3,200	5,551	2,850	1,514
				90,561	**185,768**	**22,779**	**22,136**	**56,266**	**67,566**	**17,021**

(*) Bank loans include a revolver credit facility for which the cash flows are included, based on the amount withdrawn at year-end. The cash flows will differ from those included in this scheme in case of additional withdrawals/repayments in the future.

FAIR VALUES

Fair values versus carrying amounts

	Fair value hierarchy(*)	2011 Carrying amount	2011 Fair value	2010 Carrying amount	2010 Fair value
CARRYING VALUES VERSUS FAIR VALUES					
Available-for-sale financial assets	1	37,131	37,131	43,004	43,004
Derivative financial instruments assets	2	0	0	341	341
Trade and other receivables		314,320	312,683	60,554	60,554
Cash and cash equivalents		151,853	151,853	130,189	130,189
Interest-bearing loans		-995,377	-1,229,356	-1,148,840	-1,280,846
Trade and other payables		-71,838	-71,838	-64,744	-64,744
Derivative financial instruments liabilities	2	-127,132	-127,132	-90,561	-90,561
Bank overdrafts		-22,900	-22,900	-10,000	-10,000
		-713,943	**-947,922**	**-1,080,057**	**-1,212,063**

(*) The financial assets and liabilities carried at fair value are analysed and a hierarchy in valuation method has been defined: level 1 being quoted bid prices in active markets for identical assets or liabilities, level 2 being inputs in other than quoted prices included in level 1 that are observable for the assets and liabilities, either directly or indirectly, level 3 being inputs for the asset or liability that are not based on observable market data.

Basis for determining fair values:

Available-for-sale financial assets:	quoted closing bid price at reporting date
Derivative financial instruments:	present value of future cash flows, discounted at the market rate of interest at reporting date
Loans and receivables:	present value of future cash flows, discounted at the market rate of interest at reporting date
Other interest-bearing borrowings:	present value of future principal and interest cash flows, discounted at the market rate of interest at reporting date

CAPITAL MANAGEMENT

The board's policy is to maintain a strong capital base as to maintain investor, creditor and market confidence and to sustain future development of the business. The balance between a higher return that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position is monitored on a continuing basis. The board monitors the return on capital and the level of dividends to ordinary shareholders.

30. OPERATING LEASES (in thousands of USD)

Lease obligations

EXMAR leases a number of its vessels using operating lease agreements. The agreements don't impose restrictions such as additional debt and further leasing. The expense for 2011 relating to the operational leases amounts to KUSD 32,283 (KUSD 27,361 for 2010) and no payments for non-cancellable subleases were received. The future minimum lease payments are as follows:

	2011	2010
OPERATING LEASE OBLIGATIONS		
Less than 1 year	19,736	29,331
Between 1 and 5 years	56,506	62,116
More than 5 years	71,960	86,087
	148,202	**177,534**

The average duration of the lease agreements amounts to 6 years. The Group has for some of the leased vessels purchase options, some contracts foresee a possible extension at the end of the lease agreement.

Lease rights

EXMAR lets a number of its vessels using operating lease agreements. The income in 2011 relating to operating leases amounts to KUSD 255,349 (KUSD 240,744 for 2010). The future minimum rental receipts are as follows:

	2011	2010
OPERATING LEASE RIGHTS		
Less than 1 year	190,351	206,068
Between 1 and 5 years	520,255	530,045
More than 5 years	876,515	966,314
	1,587,121	**1,702,427**

The average duration of the lease agreements amounts to 4.5 years. The Group has granted for some of these vessels purchase options, some contracts foresee a possible extension at the end of the lease agreement.

31. CAPITAL COMMITMENTS (in thousands of USD)

The Company has no capital commitments outstanding as per 31 December 2011 and 2010.

32. CONTINGENCIES

Several of the Group's companies are involved in a number of minor legal disputes arising from their daily management. The directors do not expect the outcome of these procedures to have any material effect on the Group's financial position.

33. RELATED PARTIES (all amounts are in EUR)

IDENTITY OF RELATED PARTIES

The Company has a related party relationship with its subsidiaries and joint ventures (note 35) and with its directors and executive officers.

TRANSACTIONS WITH MAJORITY SHAREHOLDERS

Saverbel nv & Saverex nv, controlled by Mr. Nicolas Saverys (CEO of EXMAR) charged EUR 246,234 to the Group (2010: EUR 323,959) for services provided during 2011. All services are supplied on an arm's lenght basis.

PARENT COMPANY

Saverex nv, the major shareholder of EXMAR nv prepares financial statements available in Belgium.

TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL

Board of directors

	2011	2010
BOARD OF DIRECTORS (in EUR)		
Chairman	100,000	100,000
Other members	50,000	50,000
Total paid (*)	450,000	447,707

(*) The total amount paid to the members of the board of directors represents the total payments to all non-executive and independent directors for the activities as members of the board of directors. The directors who are member of the executive committee and were paid accordingly, have foregone the director's payment. No share options, loans or advances were granted to them.

Audit committee

	2011	2010
AUDIT COMMITTEE (in EUR)		
Chairman	20,000	20,000
Other members	10,000	10,000
Total paid	50,000	50,000

Nomination and remuneration committee

	2011	2010
NOMINATION AND REMUNERATION COMMITTEE (in EUR)		
Members	10,000	10,000
Total paid	30,000	30,000

Executive committee

The remuneration of the members of the executive committee is determined annually by the board of directors on the basis of a proposal of the nomination and remuneration committee. In 2011 the Executive Committee, excluding the CEO, counts 8 members on average, compared to an average of 6 members in 2010. 7 members of the executive committee have a self-employed status. In the event of termination of their appointment, they have no right to any form of severance compensation, except for the agreement with Lara Consult represented by Bart Lavent and the agreement with Chirmont represented by Miguel de Potter. Paul Young and David lim are employed through an agreement under United States law. The remuneration consists of a fixed component and a variable component. The variable component is partly determined in function of the financial result of the Group.

	2011	2010
EXECUTIVE COMMITTEE, EXCLUDING CEO (in EUR)		
Total fixed remuneration	2,771	2,296
of which for insurance and pension plan	250	159
Total variable remuneration	361	793
CEO (in EUR)		
Total fixed remuneration	712	713
of which for insurance and pension plan	52	53
Total variable remuneration	30	400

No loans or advances were granted to the members of the executive committee in 2011.

The members of the executive committee are among the beneficiaries of the 7 share option plans approved by the board of directors. The accumulated number of options (plan 1 - 7) allocated to the members of the executive committee are as follows:

	2011	2010
NUMBER OF SHARES ALLOCATED		
Nicolas Saverys	215,061	215,061
Patrick De Brabandere	152,397	152,397
Pierre Dincq	100,133	100,133
Paul Young	102,494	102,494
Didier Ryelandt	82,663	82,663
Marc Nuytemans	60,000	60,000
Bart Lavent	50,000	50,000
Miguel de Potter	28,400	28,400
David Lim	55,180	55,180
	846,328	**846,328**

34. GROUP ENTITIES

	Country of incorporation	Company id	Consolidation method	Ownership 2011	Ownership 2010
CONSOLIDATED COMPANIES					
Joint ventures					
Best Progress International ltd	Hong Kong		Proportionate	50.00%	50.00%
Blackbeard Shipping Limited	Hong Kong		Proportionate	50.00%	50.00%
Croxford ltd	Hong Kong		Proportionate	50.00%	50.00%
Estrela Limited	Hong Kong		Proportionate	50.00%	50.00%
Excelerate nv	Belgium	0870,910,441	Proportionate	50.00%	50.00%
Excelsior bvba	Belgium	0866,482,687	Proportionate	50.00%	50.00%
Exmar Excalibur Shipping Company Ltd	Great-Britain		Proportionate	50.00%	50.00%
Exmar Shipmanagement India Private limited	India		Proportionate	60.00%	60.00%
Explorer nv	Belgium	0896,311,177	Proportionate	50.00%	50.00%
Express nv	Belgium	0878,453,279	Proportionate	50.00%	50.00%
Farnwick Shipping ltd	Liberia		Proportionate	50.00%	50.00%
Fertility Development Co ltd	Hong Kong		Proportionate	50.00%	50.00%
Glory Transportation ltd	Hong Kong		Proportionate	50.00%	50.00%
Hallsworth Marine Co	Liberia		Proportionate	50.00%	50.00%
Laurels Carriers inc	Liberia		Proportionate	50.00%	50.00%
Monteriggioni Inc.	Liberia		Proportionate	50.00%	50.00%
Palliser Shipping Inc.	Liberia		Proportionate	50.00%	50.00%
Reslea nv	Belgium	0435,390,141	Proportionate	50.00%	50.00%
Solaia Shipping llc	Liberia		Proportionate	50.00%	50.00%
Splendid Limited	Hong Kong		Proportionate	50.00%	50.00%
Talmadge Investments ltd	British Virgin Islands		Proportionate	50.00%	50.00%
Universal Crown ltd	Hong Kong		Proportionate	50.00%	50.00%
Vine Navigation co	Liberia		Proportionate	50.00%	50.00%
Equity accounted investees					
Bexco nv	Belgium	0412,623,251	Equity method	26.62%	26.62%
Marpos nv	Belgium	0460,314,389	Equity method	45.00%	45.00%

To be continued on page 47

	Country of incorporation	Company id	Consolidation method	Ownership 2011	Ownership 2010
CONSOLIDATED COMPANIES					
Subsidiaries					
Belgibo nv	Belgium	0416,986,865	Full	100.00%	100.00%
B.R.M. nv	Belgium	0456,620,867	Full	100.00%	100.00%
DV Offshore sas	France		Full	100.00%	100.00%
ECOS srl	Italy		Full	60.00%	60.00%
Exmar Gas Shipping ltd	Hong Kong		Full	100.00%	100.00%
Exmar Holdings Limited	Liberia		Full	100.00%	100.00%
Exmar Hong Kong Limited	Hong Kong		Full	100.00%	100.00%
Exmar LNG Holdings nv	Belgium	0891,233,327	Full	100.00%	100.00%
Exmar LNG Hong Kong ltd	Hong Kong		Full	100.00%	100.00%
Exmar LNG Investments Ltd.	Liberia		Full	100.00%	100.00%
Exmar Lux sa	Luxembourg		Full	100.00%	100.00%
Exmar Marine nv	Belgium	0424,355,501	Full	100.00%	100.00%
Exmar (Monteriggioni) Shipping Cy. Ltd	Great-Britain		Full	100.00%	100.00%
Exmar NV	Belgium	0860,409,202	Full	100.00%	100.00%
Exmar Offshore Company	USA		Full	100.00%	100.00%
Exmar Offshore Limited	Bermuda		Full	100.00%	100.00%
Exmar Offshore Services sa	Luxembourg		Full	100.00%	100.00%
Exmar Offshore nv	Belgium	0882,213,020	Full	100.00%	100.00%
Exmar Opti Ltd	Hong Kong		Full	100.00%	100.00%
Exmar Qeshm Private Limited	Iran		Full	100.00%	100.00%
Exmar Singapore Pte ltd	Singapore		Full	100.00%	100.00%
Exmar Shipmanagement nv	Belgium	0442,176,676	Full	100.00%	100.00%
Exmar Shipping nv	Belgium	0860,978,334	Full	100.00%	100.00%
Exmar Shipping USA Inc.	USA		Full	100.00%	100.00%
Exmar (UK) Shipping Company Limited	Great-Britain		Full	100.00%	100.00%
Franship Offshore Lux sa	Luxembourg		Full	100.00%	100.00%
Good Investment Ltd	Hong Kong		Full	100.00%	100.00%
Internationaal Maritiem Agentschap nv (*)	Belgium	0404,507,915	Full	99.03%	98.96%
Kellett Shipping Inc.	Liberia		Full	100.00%	100.00%
Seana Shipping & Trading , transport Company	Iran		Full	66.00%	66.00%
Tecto Cyprus Limited	Cyprus		Full	100.00%	100.00%
Tecto Luxembourg sa	Luxembourg		Full	100.00%	100.00%
Travel Plus nv	Belgium	0442,160,147	Full	100.00%	100.00%

(*) In 2011 he Group acquired an additional 0.07% in International Maritiem Agentschap nv for KUSD 4, increasing the ownership to 99.03% and resulting in a decrease of the non-controlling interest of KUSD 10.

35. INTEREST IN JOINT VENTURES (in thousands of USD)

The Group has various interests in joint ventures. The following items are included in the consolidated annual accounts, which are in accordance with the Group's interest in the assets and liabilities, income/expenses arising from joint ventures.

	2011	2010
INCOME STATEMENT		
Operating income	113,482	69,026
Operting expenses	-64,135	-30,915
OPERATING PROFIT	**49,347**	**38,111**
Net finance cost including change in fair value of financial instruments	-41,801	-27,556
Income taxes	-295	-307
AGGREGATED PROFIT JOINT VENTURES	**7,251**	**10,248**
STATEMENT OF FINANCIAL POSITION		
Vessels	639,315	682,856
Other non-current assets	13,445	13,836
NON-CURRENT ASSETS	**652,760**	**696,692**
Cash and cash equivalents	50,489	53,870
Other current assets	30,271	10,831
CURRENT ASSETS	**80,760**	**64,701**
Non-current borrowings	564,400	597,916
Financial instruments	60,447	37,648
NON-CURRENT LIABILITIES	**624,847**	**635,564**
Current borrowings	33,979	33,778
Other current liabilities	20,817	17,078
CURRENT LIABILITIES	**54,796**	**50,856**

36. MAJOR EXCHANGE RATES USED

	Closing rates		Average rates	
	2011	2010	2011	2010
EXCHANGE RATES				
USD	1.2939	1.3362	1.4035	1.3294
GBP	0.8353	0.8608	0.8734	0.8583
HKD	10.0510	10.3856	10.9239	10.3266

All exchange rates used are expressed with reference to the EURO.

37. FEES STATUTORY AUDITOR (in thousands of USD)

The worldwide audit and other fees in respect of services provided by KPMG Bedrijfsrevisoren or companies or persons related to the auditors, can be detailed as follows:

	2011	2010
FEES STATUTORY AUDITOR		
Audit services	344	364
Audit related services	17	16
Tax services	97	156
	458	**536**

38. SUBSEQUENT EVENTS

On January 27, 2012, EXMAR and LLOG Deepwater Company LLC ("LLOG") reached a settlement and termination agreement resulting in the accelerated and full & final settlement of the outstanding receivable from LLOG. Upon receipt of the settlement amount paid by LLOG on January 31, 2012, LLOG has fulfilled all obligations to pay the remaining balance of the consideration. The settlement and termination resulted in an additional gain of USD 24 million, recognised upon contractual closing of the settlement and termination agreement, being January 2012. EXMAR partially used the funds received to early repay the outstanding loan facility related to the OPTI-EX on January 31, 2012.

STATEMENT ON THE TRUE AND FAIR VIEW OF THE CONSOLIDATED FINANCIAL STATEMENTS AND THE FAIR OVERVIEW OF THE MANAGEMENT REPORT

The board of directors, represented by Nicolas Saverys and Patrick De Brabandere, and the executive committee, represented by Nicolas Saverys and Miguel de Potter, hereby confirm that, to the best of their knowledge, the consolidated financial statements for the twelve months period ended 31 December 2011, which have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union, give a true and fair view of the assets, liabilities, financial position and profit or loss of the company and the entities included in the consolidation as a whole, and that the consolidated management report includes a fair overview of the development and performance of the business and the position of the company and the entities included in the consolidation, together with a description of the principal risks and uncertainties which they are exposed to.

REPORT OF THE STATUTORY AUDITOR

Statutory auditor's report to the general meeting of shareholders of Exmar NV on the consolidated financial statements for the year ended December 31, 2011

In accordance with legal and statutory requirements, we report to you on the performance of our audit mandate. This report includes our opinion on the consolidated financial statements together with the required additional comment.

Unqualified audit opinion on the consolidated financial statements

We have audited the consolidated financial statements of Exmar NV ("the company") and its subsidiaries (jointly "the group"), prepared in accordance with International Financial Reporting Standards, as adopted by the European Union, and with the legal and regulatory requirements applicable in Belgium. These consolidated accounts comprise the consolidated statement of financial position as at December 31, 2011 and the consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information. The total of the consolidated statement of financial position amounts to KUSD 1,598,271 and the consolidated statement of comprehensive income shows a loss for the year of KUSD 33,978.

Board of directors Responsibility for the Consolidated Financial Statements

The board of directors of the company is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards, as adopted by the European Union and with the legal and regulatory requirements applicable in Belgium, and for such internal control as the board of directors determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing, legal requirements and auditing standards applicable in Belgium, as issued by the "Institut des Réviseurs d'Entreprises/Instituut van de Bedrijfsrevisoren". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the group's preparation and fair presentation of the consolidated financial statements 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 group's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the board of directors as well as the overall presentation of the consolidated financial statements.

Finally, we have obtained from management and responsible officers of the company the explanations and information necessary for our audit. We believe that the audit evidence we have obtained provides a reasonable basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements give a true and fair view of the group's net worth and consolidated financial position as at December 31, 2011 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards, as adopted by the European Union, and with the legal and regulatory requirements applicable in Belgium.

Additional comment

The preparation of the management report on the consolidated financial statements and its content are the responsibility of the board of directors. Our responsibility is to supplement our report with the following additional comment, which do not modify our audit opinion on the financial statements:

- The management report on the consolidated financial statements includes the information required by law and is consistent with the consolidated financial statements. We are, however, unable to comment on the description of the principal risks and uncertainties which the group is facing, and on its financial situation, its foreseeable evolution or the significant influence of certain facts on its future development. We can nevertheless confirm that the matters disclosed do not present any obvious inconsistencies with the information that we became aware of during the performance of our mandate.

Kontich, 28 March 2012
KPMG Réviseurs d'Entreprises
Statutory auditor
represented by

Filip De Bock
Réviseur d'Entreprises / Bedrijfsrevisor

2. STATUTORY ACCOUNTS

STATUTORY ACCOUNTS (in thousands of USD)

The statutory accounts of EXMAR nv are disclosed hereafter in summarised version. The full version will be filed with the National Bank of Belgium and is available on the Company's website (www.exmar.be). In his audit report, the statutory auditor did not express any reservations in respect of the statutory accounts of EXMAR nv.

BALANCE SHEET	31/12/2011	31/12/2010
ASSETS		
FIXED ASSETS	**604,931**	**612,146**
Tangibles assets	238	323
Financial assets	604,693	611,823
CURRENT ASSETS	**343,746**	**294,667**
Amounts receivable after one year	71,625	78,772
Amounts receivable within one year	137,667	101,149
Investments	132,206	99,704
Cash and cash equivalents	1,341	14,055
Accrued income and deferred charges	907	987
Total assets	**948,677**	**906,813**
EQUITY AND LIABILITIES		
EQUITY	**434,199**	**439,814**
Capital	88,812	88,812
Share premium	209,902	209,902
Reserves	95,568	92,975
Accumulated profits	39,917	48,125
PROVISIONS AND DEFERRED TAXES	**3,685**	**4,153**
Provisions and deferred taxes	3,685	4,153
LIABILITIES	**510,793**	**462,846**
Amounts payable after one year	337,009	347,981
Amounts payable within one year	110,459	72,623
Accrued charges and deferred income	63,325	42,242
Total equity and liabilities	**948,677**	**906,813**

INCOME STATEMENT	01/01/2011 - 31/12/2011	01/01/2011 - 31/12/2011
Operating income	2,012	1,327
Operating expenses	6,006	6,629
OPERATING RESULT	**-3,994**	**-5,302**
Financial income	55,397	34,527
Financial expenses	39,822	54,983
RESULTS FROM ORDINARY ACTIVITIES BEFORE TAX	**11,581**	**-25,758**
Extra-ordinary income	60,644	43,052
Extra-ordinary expenses	26,448	0
RESULT FOR THE YEAR BEFORE TAX	**45,777**	**17,294**
Income tax	0	0
RESULT FOR THE YEAR	**45,777**	**17,294**
APPROPRIATION OF RESULT		
Result to be appropriated	93,902	84,687
Transfer to / from capital and reserves	-2,594	-4,138
Result to be carried forward	-39,917	-48,125
Distribution of result	-51,391	-32,424

Board of Directors

Baron Philippe Bodson – *Chairman*
Nicolas Saverys – *Managing Director/Chief Executive Officer*
Leo Cappoen
Ludwig Criel
Patrick De Brabandere
François Gillet
Jens Ismar
Philippe van Marcke de Lummen
Guy Verhofstadt
Baron Philippe Vlerick
NV SAVEREX represented by Pauline Saverys

Executive commitee

Nicolas Saverys – *Chief Executive Officer*
Patrick De Brabandere – *Chief Operating Officer*
Miguel de Potter - *Chief Financial Officer*
Pierre Dincq – *Managing Director Shipping*
David Lim – *Managing Director Offshore*
Didier Ryelandt – *Executive Vice President Offshore*
Paul Young – *Chief Marketing Officer*
Marc Nuytemans – *CEO EXMAR Shipmanagement*
Bart Lavent – *Managing Director LNG upstream/downstream*

Auditor

Klynveld Peat Marwick Goerdeler – auditors, represented by Mr. Filip De Bock.

Colophon

EXMAR nv
De Gerlachekaai 20
2000 Antwerp
Tel.: +32(0)3 247 56 11
Fax: +32(0)3 247 56 01

Business registration number:
0860 409 202 RPR Antwerp
Website: www.exmar.be
E-mail: corporate@exmar.be

Contact

- All EXMAR press releases can be consulted on the website: www.exmar.be
- Questions can be asked by telephone at +32(0)3 247 56 11 or by e-mail to corporate@EXMAR.be, for the attention of Patrick De Brabandere (COO), Miguel de Potter (CFO) or Karel Stes (Secretary).
- In case you wish to receive our annual or halfyear report please mail: corporate@EXMAR.be

The Dutch version of this annual report must be considered to be the official version.

Concept en realisatie: www.dms.be

FSC www.fsc.org
MIX
Paper from responsible sources
FSC® C008551

EXMAR