



OKEANIS

ECO TANKERS

CONDENSED
CONSOLIDATED
INTERIM
FINANCIAL
INFORMATION

FIRST QUARTER 2020



Okeanis Eco Tankers Corp. Reports Unaudited Interim Condensed Consolidated Results for the First Quarter of 2020

GREECE, May 14, 2020 – Okeanis Eco Tankers Corp. (“OET” or the “Company”) today reported unaudited interim condensed consolidated results for the three month period ended March 31, 2020.

Q1 2020 HIGHLIGHTS

- Time charter equivalent (“TCE”, a non-IFRS measure) revenue and Adjusted EBITDA (a non-IFRS measure) of \$73.4 million and \$63.3 million, respectively. Profit for the period of \$41.1 million or \$1.26 per share (basic & diluted).
- Fleetwide daily TCE rate of \$56,200 per operating day; VLCC, Suezmax and Aframax/LR2 TCE rates of \$59,200, \$63,700 and \$35,200 per operating day, respectively.
- Daily vessel operating expenses (“opex”, a non-IFRS measure) of \$7,025 per calendar day, including management fees.
- In Q2 2020 to date, 68% of the available VLCC spot days have been booked at an average TCE rate of \$105,500 per day, 67% of the available Suezmax spot days have been booked at an average TCE rate of \$56,700 per day and 64% of the available Aframax/LR2 spot days have been booked at an average TCE rate of \$35,800 per day.
- In January 2020, the Company took delivery of the eighth and final VLCC of its newbuilding program with Hyundai Heavy Industries, Nissos Anafi (Hull 3090).
- In February 2020, the Company lost its arbitration claim against Ocean Yield ASA (“Ocean Yield”) and the four VLCCs will remain on bareboat charter.
- In March 2020, the Company purchased 113,934 of its own shares at an average price of NOK 57.3 per share.

SUBSEQUENT EVENTS

- The Board of Directors of OET declared a cash dividend of \$0.50 per share, amounting to \$16.2 million. The cash dividend will be paid on Tuesday June 2, 2020 to shareholders of record as of Wednesday May 20, 2020. The shares will be traded ex-dividend as from and including Tuesday May 19, 2020.
- In April 2020, the Company entered into a thirty-six month time charter contract with a leading international energy company for its VLCC Nissos Keros and an eight-month time charter contract with a national energy company for its VLCC Nissos Kythnos.
- Also in April 2020, the Company purchased 250,000 of its own shares at an average price of NOK 57.5 per share.
- Lastly in April 2020, the Company received firm commitments from the Export-Import Bank of Korea (“KEXIM”), the Busan Bank (“BNK”) and the Kyongnam Bank (“KNB”) for \$90.3 million for the financing of its two Suezmax newbuildings scheduled for delivery in September 2020. The facility includes an accordion option of up to \$6.5 million per vessel subject to acceptable long-term employment and credit approval by lenders. The weighted average amortization profile is approximately 15.2 years.

* Definitions in section Use and Reconciliation of Alternative Performance Measures at the end of this report

SELECTED KEY FINANCIAL FIGURES

Commercial Performance <i>USD per day</i>	Q1 2020	Q1 2019	YoY Change
VLCC Daily TCE*	\$59,200	n/a	n/a
Suezmax Daily TCE*	\$63,700	\$21,900	191%
Aframax/LR2 Daily TCE*	\$35,200	\$25,800	36%
Fleetwide Daily TCE*	\$56,200	\$23,600	138%
Fleetwide Daily Opex*	\$7,025	\$7,162	(2%)
Time Charter Coverage*	41%	51%	

Income Statement <i>USDm exc. EPS</i>	Q1 2020	Q1 2019	YoY Change
TCE Revenue*	\$73.4	\$14.9	393%
Adjusted EBITDA*	\$63.3	\$9.0	603%
Net Income	\$41.1	\$0.5	8,120%
Earnings Per Share*	\$1.26	\$0.02	6,200%

Balance Sheet <i>USDm</i>	MAR. 31. 2020	MAR. 31. 2019	YoY Change
Total Interest Bearing Debt	\$793.5	\$408.6	94%
Total Cash (incl. Restricted Cash)	\$26.2	\$24.0	9%
Total Assets	\$1,208.9	\$740.5	63%
Total Equity	\$382.1	\$316.9	21%
Leverage*	67%	55%	

FINANCIAL & OPERATIONAL REVIEW

Revenues for Q1 2020 of \$90.5 million, up from \$19.2 million in Q1 2019. The increase was due to a 107% increase in vessel operating days and a 138% increase in the fleet wide daily TCE rate.

Voyage expenses for Q1 2020 of \$15.7 million, up from \$4.2 million in Q1 2019. The increase was due to an enlarged fleet and a 10% reduction in time charter coverage (from 51% in Q1 2019 to 41% in Q1 2020) in absolute terms.

Vessel operating expenses for Q1 2020 of \$8.8 million, up from \$4.1 million in Q1 2019. The increase was due to a 116% increase in vessel calendar days and a 68% increase in average vessel size in deadweight ton terms, offset by a 2% reduction in fleet wide daily opex.

Depreciation and amortization for Q1 2020 of \$10.0 million, up from \$3.8 million in Q1 2019. The increase was due to a 177% increase in the depreciable asset base and an increase in operating days.

General and administrative expenses for Q1 2020 of \$0.6 million, down from \$1.3 million in Q1 2019. The decrease was mainly due to a delay in the disbursement of annual cash bonuses.

Other expenses of \$1.4 million incurred in Q1 2020 concern one-off legal fees in connection with the arbitration claim against Ocean Yield.

Interest and finance costs for Q1 2020 of \$10.9 million, up from \$4.8 million in Q1 2019. The increase is attributable to a 94% increase in interest bearing debt due to an enlarged fleet, offset by a decrease in average LIBOR of 77 basis points. Total indebtedness as of March 31, 2020 of \$793.5 million, up from \$408.6 million as of March 31, 2019.

* Definitions in section Use and Reconciliation of Alternative Performance Measures at the end of this report

The Company generated **profit** in Q1 2020 of \$41.1 million, or \$1.26 per basic and diluted share, compared to a profit in Q1 2019 of \$0.5 million, or \$0.02 per basic and diluted share. The significant increase in profit and earnings per share is attributable to the lucrative spot market rates that prevailed during the quarter and an enlarged fleet, partially offset by higher depreciation expense and finance costs during the period.

Net cash **provided by operating activities** in Q1 2020 of \$40.9 million comprising operating cash flows of \$61.8 million and negative changes in operating assets and liabilities of \$20.9 million.

Net cash **used in investing activities** in Q1 2020 of \$80.9 million primarily comprising the delivery instalment for the VLCC Nissos Anafi of \$53.7 million, progress payments for the Suezmax newbuildings of \$19.4 million, progress payments for scrubber installations of \$2.0 million and initial stores and capitalized pre-delivery interest related to our newbuildings of \$1.8 million.

Net cash **provided by financing activities** in Q1 2020 of \$49.4 million primarily comprising debt issuance of \$71.2 million (\$53.7 million drawdown of delivery financing for the Nissos Anafi and \$17.5 million drawdown of pre-delivery financing for the two Suezmax newbuildings), partially offset by repayment of long term borrowings of \$10.2 million, repayment of amounts due to shareholders for the signing instalment of the two Suezmax newbuildings of \$10.0 million, acquisition of treasury shares of \$0.7 million and payment of loan financing fees of \$0.2 million.

As of March 31, 2020, the Company's cash balance (including restricted cash) was \$26.2 million, compared to \$16.8 million as of December 31, 2019.

As of May 14, 2020, the Company had 32,375,917 shares outstanding (net of 514,083 treasury shares).

FLEET

As of May 14, 2020, the Company's fleet comprised 17 vessels with an average age of 2 years and aggregate capacity of approximately 3.8 million deadweight tons:

- Three Aframax/LR2 vessels with an average age of 5 years.
- Four Suezmax vessels with an average age of 3 years.
- Eight VLCC vessels with an average age of 1 year.
- Two Suezmax newbuildings under construction at Hyundai Samho Heavy Industries with expected delivery in September 2020.

PRESENTATION

OET will be hosting a conference call and webcast at 14:00 CET/8:00 a.m. EST on Thursday May 14, 2020 to discuss first quarter 2020 results. Participants may access the conference call using the below dial-in details:

Norway: +47 2 156 3318

USA: +1 212 999 6659

Greece (Toll Free): 00800 1273 78

UK (Standard International Access): +44 (0) 20 3003 2666

Password: Okeanis

The webcast will include a slide presentation and will be available on the following link:

https://channel.royalcast.com/webcast/okeanis/20200514_1/

An audio replay of the conference call will be available on our website:

<http://www.okeanisecotankers.com/reports/>

Report on Review of Interim Financial Information

To the Shareholders
of Okeanis Eco Tankers Corp.

Introduction

We have reviewed the accompanying condensed consolidated balance sheet of Okeanis Eco Tankers Corp. and its subsidiaries (the "Group") as of March 31, 2020 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity, condensed consolidated statement of cash flows for the three-month period then ended, and selected explanatory notes, as set out on pages 5 to 16 (the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 *Interim Financial Reporting* (IAS 34). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte Certified Public Accountants S.A.

May 13, 2020
Athens, Greece



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This document has been prepared by Deloitte Certified Public Accountants Societe Anonyme.

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**UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS
OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

USD	NOTE	FOR THE THREE MONTHS ENDED MARCH 31.	
		2020	2019
Revenue		\$90,513,170	\$19,239,560
Operating expenses			
Commissions		(1,355,400)	(203,621)
Voyage expenses		(15,724,352)	(4,174,667)
Vessel operating expenses		(8,750,739)	(4,133,785)
Management fees		(817,800)	(378,000)
Depreciation and amortization		(9,990,912)	(3,803,338)
General and administrative expenses		(590,017)	(1,302,009)
Total operating expenses		(\$37,229,220)	(\$13,995,420)
Operating profit		\$53,283,950	\$5,244,140
Other income/(expenses)			
Interest income		34,044	42,122
Other expenses		(1,348,120)	—
Interest and other finance costs		(10,880,391)	(4,805,457)
Foreign exchange gain		11,521	5,399
Total other expenses		(\$12,182,946)	(\$4,757,936)
Profit for the period		\$41,101,004	\$486,204
Other comprehensive income		—	—
Total comprehensive income for the period		\$41,101,004	\$486,204
<i>Profit attributable to the owners of the Group</i>		<i>\$41,101,004</i>	<i>\$486,204</i>
<i>Total comprehensive income attributable to the owners of the Group</i>		<i>\$41,101,004</i>	<i>\$486,204</i>
Earnings per share - basic & diluted	9	\$1.26	\$0.02
Weighted average no. of shares - basic & diluted		32,711,054	31,310,000

The accompanying notes are an integral part of these unaudited interim condensed consolidated financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

USD	NOTE	(UNAUDITED) AS OF MARCH 31, 2020	(AUDITED) AS OF DECEMBER 31, 2019
ASSETS			
<i>Non-current assets</i>			
Vessels, net	3	\$1,091,773,705	\$1,007,992,914
Vessels under construction	4	39,212,149	56,266,949
Other fixed assets		40,000	40,000
Deferred financing fees	5	459,010	751,505
Restricted cash		3,410,000	3,410,000
Total non-current assets		\$1,134,894,864	\$1,068,461,368
<i>Current assets</i>			
Inventories		\$11,106,439	\$6,552,457
Trade and other receivables		30,593,309	18,230,962
Claims receivable		121,688	92,608
Prepaid expenses and other current assets		3,596,757	2,263,662
Current accounts due from related parties	6	5,737,137	1,837,052
Cash & cash equivalents		22,824,956	13,395,723
Total current assets		\$73,980,286	\$42,372,464
TOTAL ASSETS		\$1,208,875,150	\$1,110,833,832
SHAREHOLDERS' EQUITY & LIABILITIES			
<i>Shareholders' equity</i>			
Share capital	7	\$32,890	\$32,890
Additional paid-in capital	7	334,328,863	334,328,863
Treasury shares	7	(1,709,079)	(1,010,155)
Other reserves		(22,896)	(22,896)
Retained earnings		49,466,605	8,365,601
TOTAL SHAREHOLDERS' EQUITY		\$382,096,383	\$341,694,303
<i>Non-current liabilities</i>			
Long-term borrowings, net of current portion	5	\$722,621,159	\$683,676,384
Retirement benefit obligations		53,066	53,066
Total non-current liabilities		\$722,674,225	\$683,729,450
<i>Current liabilities</i>			
Trade payables		\$23,230,134	\$13,953,070
Accrued expenses		3,615,191	4,384,815
Deferred revenue		3,913,831	4,919,126
Current accounts due to related parties	6	2,480,503	13,123,755
Current portion of long-term borrowings	5	70,864,883	49,029,313
Total current liabilities		\$104,104,542	\$85,410,079
TOTAL LIABILITIES		\$826,778,767	\$769,139,529
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		\$1,208,875,150	\$1,110,833,832

The accompanying notes are an integral part of these unaudited interim condensed consolidated financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

USD, EXCEPT SHARE AMOUNTS	NUMBER OF SHARES	SHARE CAPITAL	ADDITIONAL PAID IN CAPITAL	TREASURY SHARES	OTHER RESERVES	(ACCUMULATED LOSSES)/ RETAINED EARNINGS	TOTAL
Balance - January 1, 2019	31,310,000	31,310	319,357,218	—	—	(3,018,755)	316,369,773
Profit for the period	—	—	—	—	—	486,204	486,204
Balance - March 31, 2019	31,310,000	31,310	319,357,218	—	—	(2,532,551)	316,855,977
Balance - January 1, 2020	32,739,851	32,890	334,328,863	(1,010,155)	(22,896)	8,365,601	341,694,303
Acquisition of equity shares at NOK 57.3 per share	(113,934)	—	—	(698,924)	—	—	(698,924)
Profit for the period	—	—	—	—	—	41,101,004	41,101,004
Balance - March 31, 2020	32,625,917	32,890	334,328,863	(1,709,079)	(22,896)	49,466,605	382,096,383

The accompanying notes are an integral part of these unaudited interim condensed consolidated financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

USD	FOR THE THREE MONTHS ENDED MARCH 31,	
	2020	2019
Cash Flows from Operating Activities		
Profit for the period	\$41,101,004	\$486,204
<i>Adjustments to reconcile profit to net cash provided by operating activities:</i>		
Depreciation	9,990,912	3,803,338
Interest expense	10,443,475	3,779,615
Amortization of loan financing fees	341,019	877,374
Interest income	(34,044)	(42,122)
Total reconciliation adjustments	\$20,741,362	\$8,418,205
<i>Changes in working capital:</i>		
Trade and other receivables	(12,362,447)	(4,200,325)
Prepaid expenses and other current assets	(1,332,995)	(467,330)
Inventories	(4,553,982)	(663,407)
Trade payables	9,277,064	5,804,509
Accrued expenses	(471,000)	(125,883)
Deferred revenue	(1,005,295)	(494,850)
Claims receivable	(29,080)	1,426
Interest paid	(10,464,364)	(3,815,090)
Total changes in working capital	(\$20,942,099)	(\$3,960,950)
Net cash provided by operating activities	\$40,900,267	\$4,943,459
Cash Flows From Investing Activities		
Current accounts due from related parties	(3,900,085)	—
Payments for other fixed assets	—	(22,771)
Decrease in restricted cash	—	1,000,000
Dry-dock expenses	(81,421)	(51,627)
Payments for vessels and vessels under construction	(76,913,218)	(66,400,644)
Interest received	34,044	58,622
Net cash used in investing activities	(\$80,860,680)	(\$65,416,420)
Cash Flows From Financing Activities		
Proceeds from long-term borrowings	71,150,500	103,500,000
Repayments of long-term borrowings	(10,189,173)	(34,874,325)
Payments for offering expenses	—	(450,295)
Current accounts due to related parties	(10,643,252)	(1,899,902)
Payment of loan financing fees	(229,505)	(1,890,750)
Acquisition of treasury stock	(698,924)	—
Net cash provided by financing activities	\$49,389,646	\$64,384,728
<i>Net change in cash and cash equivalents</i>	<i>9,429,233</i>	<i>3,911,767</i>
Cash and cash equivalents at beginning of period	13,395,723	18,082,979
Cash and cash equivalents at end of period	\$22,824,956	\$21,994,746

The accompanying notes are an integral part of these unaudited interim condensed consolidated financial statements.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2020

1 General Information

Okeanis Eco Tankers Corp. (the "Company", or "we", or "us") was founded on April 30, 2018 as a private limited corporation under the laws of the Republic of the Marshall Islands whose shares are listed on Oslo Axess. OET is majority controlled by Glafki Marine Corp. ("Glafki") through voting interest. The Company was founded for the purpose of acquiring an ownership interest in sixteen companies, fifteen of which owned a vessel on the water or a newbuilding under construction and a commercial management company (OET Chartering Inc.), collectively the "Contributed Companies". The principal activity of the subsidiaries is to own, charter out and operate tanker vessels.

These unaudited interim condensed consolidated financial statements were approved and authorized for issue by the Company's Board of Directors (the "Board") on May 13, 2020.

2 General Accounting Principles

Basis of preparation and consolidation

The consolidated financial statements comprise the financial statements of the Group.

The consolidated interim financial statements do not include all information and disclosures required in the annual financial statements and should be read in conjunction with OET's audited consolidated financial statements included in its 2019 Annual Report and prior period unaudited interim condensed consolidated financial statements filed with the Norwegian Financial Supervisory Authority. Interim results are not necessarily indicative of our results for the entire year or for any future period. The same accounting policies and methods of computation used in the 2019 audited consolidated financial statements have been used in these unaudited interim condensed consolidated financial statements.

The unaudited interim condensed consolidated financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as issued by the IASB, and are expressed in United States Dollars (\$) since this is the currency in which the majority of the Company's transactions are denominated. The interim consolidated financial statements have been prepared on the historical cost basis.

Application of new and revised International Financial Reporting Standards

There are no IFRS standards and amendments issued but not yet adopted that are expected to have a material effect on the interim consolidated financial statements.

Financial risk factors

The Company's activities expose it to a variety of financial risks: credit risk, currency risk, interest risk and liquidity risk. Since the interim condensed consolidated financial statements do not include all financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Company's annual financial statements as at 31 December 2019. There have been no significant changes in any risk management policies since prior year end.

3 Vessels, Net

USD	VESSELS' COST	DRY-DOCKING AND SPECIAL SURVEY COSTS	TOTAL
Cost			
Balance - January 1, 2020	1,052,249,142	12,900,505	1,065,149,647
Transfers from Vessels under construction	90,083,050	1,000,000	91,083,050
Fully amortized Dry-Dock component	—	(800,000)	(800,000)
Additions	2,506,559	182,094	2,688,653
Balance - March 31, 2020	1,144,838,751	13,282,599	1,158,121,350
Accumulated Depreciation			
Balance - January 1, 2020	(52,904,254)	(4,252,479)	(57,156,733)
Fully amortized Dry-Dock component	—	800,000	800,000
Depreciation charge for the period	(9,402,145)	(588,767)	(9,990,912)
Balance - March 31, 2020	(62,306,399)	(4,041,246)	(66,347,645)
Net Book Value - January 1, 2020	999,344,888	8,648,026	1,007,992,914
Net Book Value - March 31, 2020	1,082,532,352	9,241,353	1,091,773,705

4 Advances for Vessels Under Construction

USD	
Balance - January 1, 2020	56,266,949
Capitalized Interest	258,578
Additions during the period	73,769,672
Transfers during the period to vessels, net	(91,083,050)
Balance - March 31, 2020	39,212,149

5 Long-Term Borrowings

Long-term borrowings, net of current portion and current portion of long-term borrowings are analyzed as follows:

USD	LONG-TERM BORROWINGS, NET OF CURRENT PORTION	CURRENT PORTION OF LONG-TERM BORROWINGS	TOTAL
As of March 31, 2020			
Outstanding loan balance	731,536,896	72,207,208	803,744,104
Loan financing fees	(8,915,737)	(1,342,325)	(10,258,062)
Total	722,621,159	70,864,883	793,486,042

The loans are repayable as follows:

USD	AS OF MARCH 31, 2020
No later than one year	72,207,208
Later than one year and not later than five years	236,340,822
Thereafter	495,196,074
Total	803,744,104
Less: Amounts due for settlement within 12 months	(72,207,208)
Long-term borrowings	731,536,896

As at March 31, 2020, the Group was in compliance with its loan covenants.

Debt obligations

VESSEL/HULL NUMBER	OUTSTANDING LOAN BALANCE AS OF MARCH 31, 2020	DEFERRED FINANCING FEES AS OF MARCH 31, 2020	OUTSTANDING NET OF LOAN FINANCING FEES AS OF MARCH 31, 2020	INTEREST RATE (LIBOR(L)+ MARGIN)
Nissos Therassia	25,160,000	15,691	25,144,309	L+2.60%
Nissos Schinoussa	26,780,000	22,654	26,757,346	L+2.60%
Nissos Heraclea	28,790,000	100,191	28,689,809	L+2.25%
Milos	45,993,935	427,430	45,566,505	L+4.28%
Poliegos	41,031,111	399,961	40,631,150	L+4.64%
Kimolos	43,500,000	352,351	43,147,649	L+3.10%
Folegandros	39,000,000	332,135	38,667,865	L+3.10%
Nissos Rhenia	72,102,517	1,598,642	70,503,875	L+4.55%
Nissos Despotiko	72,461,749	1,616,608	70,845,141	L+4.55%
Nissos Santorini	72,698,087	1,628,124	71,069,963	L+4.55%
Nissos Antiparos	72,877,705	1,632,731	71,244,974	L+4.55%
Nissos Donoussa	56,666,000	547,941	56,118,059	L+2.50%
Nissos Kythnos	56,415,000	497,172	55,917,828	L+2.25%
Nissos Keros	57,367,000	536,350	56,830,650	L+2.25%
Nissos Anafi	58,000,000	503,957	57,496,043	L+2.09%
Nissos Ios (Hull 8045)	11,950,500	229,505	11,720,995	L+3.50%
Nissos Sikinos (Hull 8046)	11,950,500	229,505	11,720,995	L+3.50%
Scrubber Financing	11,000,000	46,124	10,953,876	L+2.00%
Total	803,744,104	10,717,072	793,027,032	
Plus: Deferred financing fees included in non-current assets			459,010	
Total			793,486,042	

Unused sources of liquidity

On December 3, 2018, the Company entered into a revolving credit facility agreement with an affiliate of the Company's largest shareholder, Glafki, whereby the Company may borrow an amount of up to \$15,000,000. The facility may be used to partially finance the Company's newbuilding program or for other general corporate purposes. The facility bears a fixed annual interest rate of 6.25% on the drawdown amount at each time, with no fixed repayment schedule. The availability period, as amended, is up to December 31, 2020, which is also the final maturity date of the facility when all outstanding principal and accrued interest is due for repayment. As of today, the Company has not drawn on this facility.

6 Transactions and Balances with Related Parties

The Company has entered into management agreements with OET Chartering Inc. (a fully owned subsidiary) as commercial manager and Kyklades Maritime Corporation (“Kyklades” or the “Management Company”) as technical manager. Kyklades provides the vessels with a wide range of shipping services such as technical support, maintenance and insurance consulting in exchange for a daily fee of \$600 per vessel, which is reflected under management fees in the consolidated statement of profit or loss and other comprehensive income. For the three months ended March 31, 2020 total technical management fees amounted to \$817,800 (2019: \$378,000).

The below table presents and analyzes the outstanding amounts due to the Management Company, as well as amounts due to shareholders and members of the Company’s Board:

	AS OF MARCH 31, 2020	AS OF DECEMBER 31, 2019
Amounts due to Management Company	145,000	443,502
Amounts payable to Shareholders	2,000,000	12,401,000
Amounts payable to Board of Directors’ members	335,503	279,253
Total	2,480,503	13,123,755

Amounts due to Management Company of \$145,000 (2019: \$443,502) represent fees payable to the Management Company for management services rendered and expenses paid by the Management Company on behalf of the Group, net of payments made to the Management Company, per the terms of the respective vessel technical management agreements.

“FRPEs” are “Family Related Party Entities” – principally non-eco vessel owning companies privately owned by the Alafouzos family. In the period prior to the contribution of the Contributed Companies from Okeanis Marine Holdings SA (“OMH”) to the Company (i.e., when they were beneficially owned 100% by OMH), for the sake of operational convenience various expenses or other liabilities of the Contributed Companies were paid by the FRPEs and recorded as unsecured amounts payable, with no fixed terms of payment, from the Contributed Companies to the FRPEs. Examples of the types of expenses and liabilities giving rise to such payables due to the FRPEs include, without limitation:

(i) bunker fuel (ii) port expenses; and, (iii) canal fees.

Amounts payable to shareholders concern payments made from Mr. Ioannis Alafouzos, a significant shareholder through his ownership interest at Glafki, Chairman and CEO, in respect of the two scrubber-fitted 158,000 DWT Suezmax tankers under construction, net of repayments made to Mr. Ioannis Alafouzos. The Company exercised its option to acquire the two Suezmaxes, thus having currently the liability to repay its shareholder. The transaction was consummated by OET acquiring a 100% ownership interest in two companies, each of which being a party to the respective shipbuilding contract with the shipyard.

Each of the Company's directors, except for the Chairman of the Board of Directors, is entitled to an annual fee of \$75,000. Directors' fees for the three months ended March 31, 2020 amounted to \$93,750 (2019: \$93,750).

The below table presents and analyzes the outstanding amounts due from private, related-party vessel owning companies:

USD	AS OF MARCH 31, 2020	AS OF DECEMBER 31, 2019
Amounts due from FRPEs, net	5,737,137	1,837,052
Total	5,737,137	1,837,052

Amounts due from FRPEs amounting to \$5,737,137 as of March 31, 2020 (2019: \$1,837,052) represent net amounts provided to non-eco vessel owning companies privately owned by members of the Alafouzos family, directly or through the Management Company, for working capital purposes.

All balances noted above are unsecured, interest-free and with no fixed terms of payment.

7 Share Capital and Additional Paid-in Capital

OET common shares have been registered under the laws of the Republic of the Marshall Islands. Pursuant to an agreement with DNB Bank ASA, DNB Bank ASA is recorded as the sole shareholder in the records of the Company and maintains, in its role as VPS registrar, a sub-register of shareholders in the VPS where the ownership of the shares is registered in book-entry form under their ISIN MHY641771016. On June 29, 2018, the administration of Oslo Børs ASA resolved to admit OET's common shares for listing on the Merkur Market. The first day of trading of the common shares on the Merkur Market was on July 3, 2018. The common shares traded on the Merkur Market under the trading symbol, "OET-ME".

The Company has one class of shares. All the shares rank in parity with one another. Each share carries the right to one vote in a meeting of the shareholders and all shares are otherwise equal in all respects.

On March 9, 2020 the Company purchased 113,934 of its own shares for an aggregate consideration of \$698,924 at an average price of NOK 57.3 per share.

On April 6, 2020 the Company purchased 250,000 of its own shares for an aggregate consideration of \$1,359,181 at an average price of NOK 57.5 per share.

As of May 14, 2020, the Company had 32,375,917 shares outstanding (net of 514,083 treasury shares).

8 Commitments and Contingencies

Commitments under shipbuilding contracts

As of March 31, 2020, the Group had commitments under two shipbuilding contracts for the acquisition of two Suezmax newbuildings that amounted to \$90,307,000, which are expected to be settled by September 2020.

Commitments under time charter agreements

Future minimum contractual charter receivable revenue, based on vessels' committed, non-cancellable, time charter agreements, net of address commissions, were as follows, as of March 31, 2020:

Less than one year	45,381,126
One to three years	10,145,379
Total	55,526,505

Commitments under scrubber agreements

On October 5, 2018, the Company entered into a series of supply contracts with Ecospray Technologies S.R.L. for the supply of six scrubbers for vessels Nissos Therassia, Nissos Schinoussa, Milos, Poliegos, Kimolos and Folegandros. On January 31, 2020, the Company also entered into an agreement with Ecospray Technologies S.R.L. for the supply of scrubbers for the Nissos Heraclea. The contractual commitment for these scrubbers, including hardware, installation and yard costs, as at March 31, 2020 amounted to \$6,272,644 due up to December 31, 2020.

9 Earnings per Share

Basic and diluted earnings per share for the three month periods ended March 31, 2020 and March 31, 2019 are presented below:

Earnings per Share, Basic

USD PER SHARE	FOR THE THREE MONTHS ENDED MARCH 31,	
	2020	2019
From continuing operations	1.26	0.02
Earnings per share, basic and diluted	1.26	0.02

The profit and weighted average number of common shares used in the calculation of basic and diluted earnings per share are as follows:

USD PER SHARE	FOR THE THREE MONTHS ENDED MARCH 31,	
	2020	2019
Profit for the period attributable to the Owners of the Group	41,101,004	486,204
Weighted average number of common shares outstanding in the period	32,711,054	31,310,000
Earnings per share, basic and diluted	1.26	0.02

10 Subsequent Events

April 2020

- The Company purchased 250,000 of its own shares for an aggregate consideration of \$1,359,181 at an average price of NOK 57.5 per share.
- The Company entered into a time charter contract with a leading international energy company for one of its VLCC vessels, the Nissos Keros, for a period of three years firm (no extension options). The charter will generate approximately \$17.5 million of gross annual revenue and commenced on April 30, 2020.
- The Company entered into a time charter contract with a national energy company for one of its VLCC vessels, the Nissos Kythnos, for a period of eight months (+/- 30 days). The charter will generate approximately \$20.7 million of gross revenue and commenced on April 28, 2020.
- The Company received firm commitments from the Export-Import Bank of Korea ("KEXIM"), the Busan Bank ("BNK") and the Kyongnam Bank ("KNB") for the financing of its two ECO design, scrubber-fitted 158,000 DWT Suezmax tankers under construction at Hyundai Samho Heavy Industries delivering in September 2020 in the amount of \$90.3 million. The facility includes an accordion option of up to \$6.5 million per vessel subject to acceptable long-term employment and credit approval by the lenders (the "terms"), and is comprised of two separate tranches. The Export Credit Agency ("ECA") Tranche will be provided directly by KEXIM and totals \$54.2 million (up to \$61.9 million subject to terms). The Commercial Tranche will be provided by BNK and KNB and totals \$36.1 million (up to \$41.3 million subject to terms). The weighted average amortization profile will be approximately 15.2 years.

May 2020

- The Board of Directors of OET declared a cash dividend of \$0.50 per share, amounting to \$16.2 million. The cash dividend will be paid on Tuesday June 2, 2020 to shareholders of record as of Wednesday May 20, 2020. The shares will be traded ex-dividend as from and including Tuesday May 19, 2020.

COVID-19

Impact on Operations

Although we have taken steps to protect our seafarers and shore employees and ensure uninterrupted service to our clients, our operations have been unavoidably affected by the outbreak of the COVID-19 virus.

- We own two vessels scheduled to undergo their first special surveys later this year and whose off-hire time may be longer than anticipated.
- We experienced slight delays (five days) in the installation of a scrubber onboard the Nissos Therassia due to the inability of scrubber technicians to travel to the shipyard.
- We experienced delays in the discharging of cargo from seven of our vessels during the quarter, for which we were/will be compensated at the contractually agreed daily demurrage rate.
- We have not received notice of any delays from Hyundai Samho Heavy Industries to the scheduled delivery dates of our two Suezmax newbuildings currently under construction.

Okeanis Eco Tankers Corp. Response

Our primary concern is the wellbeing of our seafarers and shore-based employees, and, in tandem, providing safe and reliable services to our clients. In line with industry response we have updated and continue to update vessels' procedures and supplied our fleet with protective equipment. We have suspended or limited crew changes, superintendent visits and provisioning in heavily affected areas and are complying with local directives and recommendations. Shore-side, we mandated remote working for approximately two months and recently implemented a rotating shift policy every week for two working groups. We have also instituted enhanced safety protocols such as regular cleaning/disinfection of our premises, availability of hand sanitizer and surgical masks throughout our premises, prohibition of on-site visitors, total elimination of travel, mandatory self-isolation of personnel returning from travel and substitution of physical meetings with virtual meetings. We are also taking measures to improve the security of our network and online communications and have enhanced monitoring of our network. Lastly, we have created an infectious disease preparedness and response plan that we have communicated to all of our staff. We are proud to have conducted and passed a full office audit – entirely remotely – in connection with the long term charter of our VLCC Nissos Keros to a new client in April 2020.

USE AND RECONCILIATION OF ALTERNATIVE PERFORMANCE MEASURES

The Company's unaudited interim condensed consolidated financial statements are prepared in accordance with IAS 34 "Interim Financial Reporting", as issued by the International Accounting Standards Board (IASB). Alternative performance measures are used in this report to supplement the Company's financial statements.

Daily TCE

Time charter equivalent rate, or TCE rate, is an alternative performance measure of the average daily revenue performance of a vessel. TCE rate is a shipping industry performance measure used primarily to compare period-to-period changes in a shipping company's performance despite changes in the mix of charter types (such as time charters, voyage charters) under which the vessels may be employed between the periods. TCE rate is calculated by dividing revenue, less voyage expenses and commissions, ("TCE Revenue") by the number of operating days (calendar days less aggregate technical off-hire days) for the relevant time period. Our method of calculating the TCE rate may not be the same method as the one used by other shipping companies.

Under IFRS 15, in a voyage charter (or spot) agreement the revenue recognition and performance obligations begin to be satisfied from the commencement of the loading of cargo to completion of discharge of the cargo. This methodology is termed the load-to-discharge method of accounting.

The following table sets forth our computation of the TCE rates, including a reconciliation of revenues to the TCE rates (unaudited) for the periods presented:

USD	FOR THE THREE MONTHS ENDED MARCH 31,	
	2020	2019
Revenue	\$90,513,170	\$19,239,560
Voyage expenses	(15,724,352)	(4,174,667)
Commissions	(1,355,400)	(203,621)
Time charter equivalent revenue	\$73,433,418	\$14,861,272
Calendar days	1,362	630
Technical off-hire days	55	—
Operating days	1,307	630
Daily TCE	\$56,185	\$23,589

EBITDA and Adjusted EBITDA

Earnings before interest, tax, depreciation and amortization (EBITDA) is an alternative performance measure, derived directly from the statement of profit or loss and other comprehensive income by adding back to profit / (loss) depreciation, amortization, interest and finance costs and subtracting interest and other income. Adjusted EBITDA is defined as EBITDA before non-recurring items and foreign exchange gains/(losses). Furthermore, EBITDA and adjusted EBITDA have certain limitations in use and should not be considered alternatives to profit/(loss), operating profit, cash flows from operations or any other measure of financial performance presented in accordance with International Financial Reporting Standards ("IFRS"). EBITDA and adjusted EBITDA exclude some, but not all, items that affect profit/(loss). Our method of computing EBITDA and adjusted EBITDA may not be consistent with similarly titled measures of other companies and, therefore, might not be comparable with other companies.

The following table sets forth a reconciliation of profit to EBITDA and adjusted EBITDA for the periods presented:

USD	FOR THE THREE MONTHS ENDED MARCH 31,	
	2020	2019
Profit for the period	\$41,101,004	\$486,204
Depreciation and amortization	9,990,912	3,803,338
Interest and finance costs	10,880,391	4,805,457
Interest income	(34,044)	(42,122)
EBITDA	\$61,938,263	\$9,052,877
Other expenses	1,348,120	—
Gain on foreign exchange	(11,521)	(5,399)
Adjusted EBITDA	\$63,274,862	\$9,047,478

Daily Opex

Daily opex are calculated as vessel operating expenses and technical management fees divided by calendar days, for the relevant periods.

The following table sets forth our computation of daily opex (unaudited) for the period presented:

USD	FOR THE THREE MONTHS ENDED MARCH 31,	
	2020	2019
Vessel operating expenses	\$8,750,739	\$4,133,785
Management fees	817,800	378,000
Total vessel operating expenses	\$9,568,539	\$4,511,785
Calendar days	1,362	630
Daily Opex	\$7,025	\$7,162
Daily Opex excluding management fees	\$6,425	\$6,562

Time Charter Coverage

Time Charter Coverage represents the percentage of days the fleet was on time charter and is calculated as time charter days divided by total operating days.

Leverage

Leverage is calculated as net debt divided by net debt plus book equity.

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