

As from the financial year 2004 Euronav prepares its consolidated financial statements according to IFRS. In order to be able to provide comparative information, the 2003 consolidated financial statements have been adjusted to IFRS.

In attachment the following information in respect of the transition to IFRS is presented:

- A reconciliation between Belgian GAAP and IFRS of the opening equity as per 1 January 2003.
- A revised balance sheet, income and cash flow statement as per 31 December 2003.
- A reconciliation between Belgian GAAP and IFRS of the 2003 result.
- A statement of changes in equity as per 31 December 2003.

For the preparation of the IFRS accounts, all current standards have been adopted.

Antwerp
25 March 2005 (update)

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Explanation of transition to IFRS Reconciliation of opening equity

in USD

	note	Capital	Share premium account	Translation reserve	Fair value reserve	Treasury shares	Investment grants	Retained earnings	Total
Pro forma equity as published under Belgian GAAP on 31 December 2003	<i>a</i>	44.973.885,44	6.636.821,15	242.911,23	0,00	0,00	0,00	279.088.612,64	330.942.230,46
Result 2003	<i>b</i>			-20.257,23				-56.845.490,70	-56.865.747,93
Incorporation of Euronav nv (2003)	<i>b</i>	-10.000.000,00							-10.000.000,00
Equity distribution in 2004	<i>b</i>							-60.000.000,00	-60.000.000,00
Opening equity after demerger on 1 January 2003.....		34.973.885,44	6.636.821,15	222.654,00	0,00	0,00	0,00	162.243.121,94	204.076.482,53
IFRS Adjustments									
Derecognition of provisions for dry dock	IAS 37 <i>c</i>							6.300.582,00	6.300.582,00
Adjustment of other provisions	IAS 37 <i>c</i>							864.691,36	864.691,36
Recognition of unrealised exchange differences	IAS 21 <i>d</i>							1.745.942,47	1.745.942,47
Recognition of financial instruments	IAS 39 <i>e</i>							-5.781.953,27	-5.781.953,27
Employee benefits	IAS 19 <i>f</i>							-173.687,79	-173.687,79
Recognition of finance lease	IAS 17 <i>g</i>							-6.579.217,04	-6.579.217,04
Recognition of deferred taxes	IAS 12 <i>h</i>							11.520.156,52	11.520.156,52
Total impact of transition to IFRS		0,00	0,00	0,00	0,00	0,00	0,00	7.896.514,25	7.896.514,25
Equity under IFRS on 1 January 2003		34.973.885,44	6.636.821,15	222.654,00	0,00	0,00	0,00	170.139.636,19	211.972.996,78

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Explanation of transition to IFRS Reconciliation of opening equity

notes

When preparing its opening balance sheet as per 1 January 2003, the company elected to use the following exemptions as offered by IFRS 1:

- Business combinations: IFRS 3 - Business Combinations has not been applied retrospectively to past business combinations.
 - The carrying value of all items of property, plant and equipment (PPE) under previous GAAP has been assumed as the carrying value under IFRS. All revaluations made under previous GAAP were broadly comparable to the fair value at the date of revaluation. For PPE, as well as Investment Property, the company has chosen to apply as accounting policy the cost model, i.e. initial recognition at cost less accumulated depreciation and accumulated impairment losses.
- a. It concerns the pro-forma equity as presented in the prospectus prepared for the demerger of Euronav.
- b. Taking into account that IFRS offers no specific guidance on how to treat a demerger, the consolidated accounts for the year 2002 and following have been prepared under the assumption that the company was already demerged from CMB in 2002 and has always existed as a separate company. Management is of the opinion that in doing so the financial statements present fairly the financial position and financial performance of the company and its subsidiaries. Furthermore, it ensures the comparability and readability of the financial statements.
- c. - A provision for periodic dry dock expenses does not meet the criteria for recognising a provision as prescribed by IAS 37 - Provisions, Contingent Liabilities and Contingent Assets.
- The adjustment to other provisions relates to the remeasurement of a provision.
- d. The application of IAS 21 means that all (realised and unrealised) exchange differences have to be recognised.
- e. IAS 39 - Financial Instruments: Recognition and Measurement, prescribes that all financial assets and financial liabilities shall be recognised on the balance sheet. The company and some of its subsidiaries have subscribed to a variety of derivative products to partially hedge its exposure to exchange risks, market risks (Forward Freight Agreements) and interest risks. The recognised amount in the opening balance sheet represents the fair value (mark-to-market) of all derivative financial instruments as per 1 January 2003.
- f. This adjustment results from the application of IAS 19 - Employee Benefits for all defined benefit pension plans. All cumulative actuarial gains and losses arising from the application of IAS 19 have been recognised directly into equity.
- g. In 1998 the Group sold the Bourgogne and took the ship back on timecharter. This sale and leaseback has been classified as a finance lease and treated according the provisions of IAS 17. The excess of the sales proceeds over the carrying value at the moment of sale is amortised over the period of the lease term.
- h. The application of IAS 12 - Income Taxes, resulted in the recognition of certain deferred tax assets and liabilities. They mainly originate from differences between bookvalues in the statutory and consolidated accounts and from the recognition of tax losses carried forward.

EURONAV

Consolidated accounts for the year ended 31 December 2003

Balance sheet

in USD

	note	2003
ASSETS		
NON-CURRENT ASSETS		490.953.180,22
Tangible assets		480.389.480,32
Vessels	-	456.973.112,32
Offshore equipment	-	0,00
Investment property	-	0,00
Land and buildings	-	0,00
Assets under construction	-	23.278.185,00
Other tangible assets	-	138.183,00
Intangible assets	-	0,00
Financial assets		472.575,00
Investments in associates	-	0,00
Investments in securities	-	472.575,00
Non-current receivables	-	0,00
Deferred tax assets	-	10.091.124,90
CURRENT ASSETS		120.420.499,54
Inventories	-	0,00
Trade and other receivables	-	64.941.836,54
Income tax receivable	-	0,00
Short-term investments	-	0,00
Cash and cash equivalents	-	55.478.663,00
TOTAL ASSETS		611.373.679,76

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	note	2003
LIABILITIES		
EQUITY		278.909.088,30
Capital and reserves		278.909.088,30
Share capital	-	44.973.885,44
Share premium account	-	6.636.821,15
Translation reserves	-	601.751,32
Fair value reserve	-	0,00
Treasury shares	-	0,00
Retained earnings	-	226.696.630,39
Minority interests	-	0,00
NON-CURRENT LIABILITIES		220.263.256,20
Long-term borrowings		217.577.471,53
Finance leases	-	37.004.277,53
Bank loans	-	126.229.765,00
Other long-term loans	-	54.343.429,00
Deferred tax liabilities	-	1.279.035,05
Employee benefit obligations	-	206.083,71
Deferred government grants	-	0,00
Provisions	-	1.200.665,91
CURRENT LIABILITIES		112.201.335,26
Trade and other payables	-	24.675.395,29
Income tax payable	-	813.892,00
Short-term loans	-	86.712.047,97
Provisions	-	0,00
TOTAL LIABILITIES		611.373.679,76

EURONAV

Consolidated accounts for the year ended 31 December 2003

Income statement

in USD

	note	2003
Revenue from shipping activities	-	147.268.561,00
Capital gains on disposal of vessels	-	8.470.827,00
Other operating revenue	-	8.001.048,36
Expenses for shipping activities	-	-44.806.868,68
Capital losses on disposal of vessels	-	0,00
Depreciation and amortisation expenses	-	-35.779.294,05
Impairment losses (-) / reversals (+)	-	0,00
Staff costs	-	-2.303.207,19
Other operating expenses	-	-13.058.226,34
Net restructuring costs	-	0,00
Net result on freight and other similar derivatives	-	0,00
Result from normal operations		67.792.840,10
Result of discontinuing operations	-	0,00
Result from operations		67.792.840,10
Net financing costs	-	-6.812.536,78
Results of investments in associates	-	0,00
Results from other financial investments	-	0,00
Net foreign exchange gains (+) / losses (-)	-	812.867,94
Result before tax		61.793.171,26
Current tax	-	-731.509,00
Deferred tax	-	-4.504.668,06
Result after tax		56.556.994,20
Minority interest	-	0,00
Net result for the year		56.556.994,20

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Consolidated accounts for the year ended 31 December 2003

Explanation of transition to IFRS Reconciliation of result 2003

in USD

note

Pro forma result 2003 as published under Belgian GAAP	a	56.845.490,70
Recognition of finance lease	IAS 17 b	-170.607,69
Employee benefits	IAS 19 c	2.755,80
Recognition of unrealised exchange differences	IAS 21 d	-494.621,14
Derecognition of provisions for dry dock	IAS 37 e	344.448,74
Financial instruments	IAS 39 f	4.534.195,86
Recognition of deferred taxes	IAS 12 g	-4.504.668,07
Total impact of transition to IFRS		-288.496,50
Result 2003 under IFRS		56.556.994,20

notes

- a. *It concerns the pro-forma result as presented in the prospectus prepared for the demerger of Euronav.*
- b. *In 1998 the company sold the Bourgogne and took the ship back on timecharter. This sale and leaseback has been classified as a finance lease and treated according the provisions of IAS 17.*
- c. *This adjustment results from the application of IAS 19 - Employee Benefits for all defined benefit pension plans.*
- d. *The application of IAS 21 means that all (realised and unrealised) exchange differences have to be recognised.*
- e. *A provision for periodic dry dock expenses does not meet the criteria for recognising a provision as prescribed by IAS 37 - Provisions, Contingent Liabilities and Contingent Assets.*
- f. *IAS 39 - Financial Instruments: Recognition and Measurement, prescribes that all financial assets and financial liabilities shall be recognised on the balance sheet. The amount represents the movement in the fair value (mark-to-market) of all derivative financial instruments.*
- g. *The application of IAS 12 - Income Taxes, results in the recognition of certain deferred tax assets and liabilities. They mainly originate from differences between bookvalues in the statutory and consolidated accounts and from the recognition of tax losses carried forward.*

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Consolidated accounts for the period ended 31 December 2003

Cash flow statement

in USD

	note	2003
Net cash and cash equivalents at the beginning of the period		13.364.048,00
Cash receipts from shipping activities	-	157.404.113,18
Cash receipts from other activities	-	2.750.218,14
Cash paid to suppliers for shipping activities	-	-46.394.158,48
Cash paid to other suppliers and employees	-	-10.269.930,53
FFA and other similar derivatives (net)	-	0,00
VAT (net)	-	-615,47
Income taxes (net)	-	59.998,00
Cash payments on behalf of third parties ... (net)	-	-5.500.000,00
Interest paid	-	-13.989.689,64
Interest received	-	979.159,10
Dividends received	-	0,00
Cash flows from operating activities		85.039.094,30
Purchase of vessels	-	-16.017.269,00
Sale of vessels	-	218.413.572,86
Purchase of other (in)angible assets	-	0,00
Sale of other (in)angible assets	-	0,00
Investment in securities	-	0,00
Proceeds from the sale of securities	-	0,00
Loans to related parties	-	-28.791.695,00
Repayment of loans to related parties	-	0,00
Net cash on disposal of subsidiaries, joint-ventures & associates	-	18.102.708,98
Net cash on acquisition of subsidiaries, joint-ventures & associa	-	-4.189.938,87
Futures, forwards, options and swap contra (net)	-	0,00
Cash flows from investing activities		187.517.378,97
Issue of share capital	-	10.000.000,00
Purchase / sale of treasury shares	-	0,00
New long-term borrowings	-	0,00
Repayment of long-term loans borrowings	-	-282.941.587,05
Loans from related parties	-	42.500.000,00
Repayment of loans from related parties	-	-730.000,00
Dividends paid	-	0,00
Cash flows from financing activities		-231.171.587,05
Effect of changes in exchange rates		729.728,78
Net cash and cash equivalents at the end of the period		55.478.663,00

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Consolidated accounts for the year ended 31 December 2003

Statement of changes in equity

in USD

	<i>note</i>	Capital	Share premium account	Translation reserve	Fair value reserve	Treasury shares	Retained earnings	Total
Equity on 1 January 2003		34.973.885,44	6.636.821,15	222.654,00	0,00	0,00	170.139.636,19	211.972.996,78
Total recognised income and expense	-			379.097,32			56.556.994,20	56.936.091,52
Incorporation of Euronav nv	-	10.000.000,00						10.000.000,00
Equity on 31 December 2003		44.973.885,44	6.636.821,15	601.751,32	0,00	0,00	226.696.630,39	278.909.088,30