



# Q3 2021 PRESENTATION

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3<sup>rd</sup> November 2021

# Q3 2021 FINANCIAL HIGHLIGHTS

<b>1</b> Net profit	<b>\$-2.5m</b> Net profit <sup>1</sup>	<b>\$21.5m</b> Adjusted net profit <sup>1</sup>
<b>2</b> Earnings per share	<b>\$-2.7 cents</b> EPS	<b>\$11.1 cents</b> Adjusted EPS
<b>3</b> Dividend	<b>\$5.7 cents</b> DPS	<b>4.7%</b> Dividend yield p.a. <sup>2</sup>
<b>4</b> Other	<b>\$114.0m</b> Cash	<b>\$2.7bn</b> EBITDA backlog



# CASH OFFER FROM KKR ON ALL OUTSTANDING SHARES

## 1 Key terms

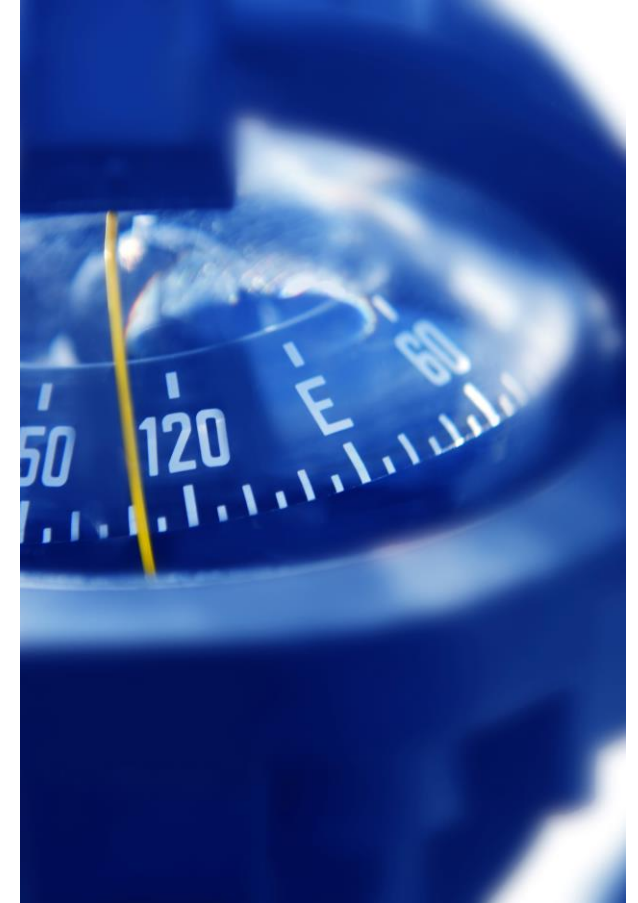
- Cash offer from KKR of NOK 41.00 per share
- Implied market cap of NOK 7.2bn / USD 850m
- Price will be adjusted for dividends declared and potential sale of FPSO
- Sale of FPSO at option price of USD 35m will increase offer per share by NOK 0.74
- Shareholders accepting the offer will receive the increase in offer price if the option for the FPSO is exercised
- Banks and relevant competition authorities have approved the transaction
- Aker Capital owning 61.65% of the shares has accepted the offer

## 2 Timeline

- Expiry of the acceptance period is 5 November
- Expiry of the FPSO purchase option is 8 November
- Settlement is 2 December

## 3 KKR Infrastructure

- Asset under management of USD 38 billion (KKR globally USD 429 billion)
- Capital commitment in latest infrastructure fund of USD 17 billion
- Long-term capital with focus on downside protection



## 1 Six VLLCs

- Six eco-VLCCs, five built in 2016 and one in 2015
- Expected delivery in Q4 2021
- Net investment of USD 375 million after seller's credits of 10%
- 10 year bareboat charter to International Seaways with purchase obligation at the end of the charter

## 2 50% of three Suezmaxes

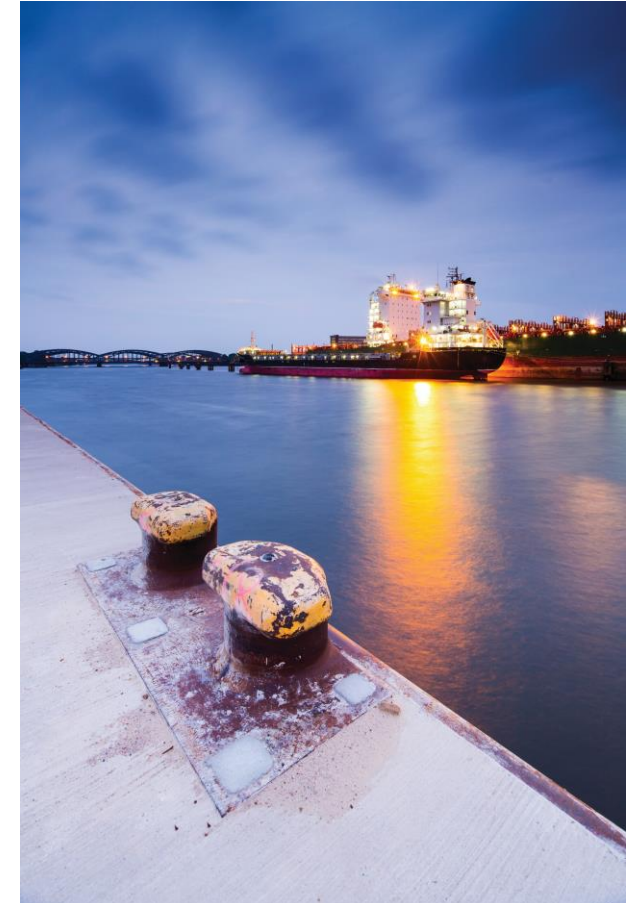
- Acquisition of 50% equity interest in three Suezmax tankers from Aker Capital
- Acquisition price of USD 5.9 million for 50% of the equity
- 7 year remaining bareboat charters to Nordic American Tankers with purchase obligations at the end of the charters

## 3 Container newbuilding

- Box Holdings, a JV where OCY owns 49.9%, has acquired one container newbuilding
- 15,300 TEU dual-fuel newbuilding with delivery in Q3 2022
- 18-year bareboat charter to MSC

## 4 Sale of vessels

- Navig8 Ltd has exercised the sales options in the charter contracts for the LR2 tankers Navig8 Pride and Navig8 Providence, which is owned 50% by OCY
- Expected delivery in Q1 2022



## 1 Bonds

- Bondholders meetings were summoned to request bondholders to approve the Change of Control and waive listing requirement of the shares
- Bondholders in three outstanding bonds have now approved the requests

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## 2 Six VLCCs

- Signed two new loan facilities for part financing of six VLCCs
  - USD 98m facility with 10 year tenor
  - USD 193m facility with 5 year tenor

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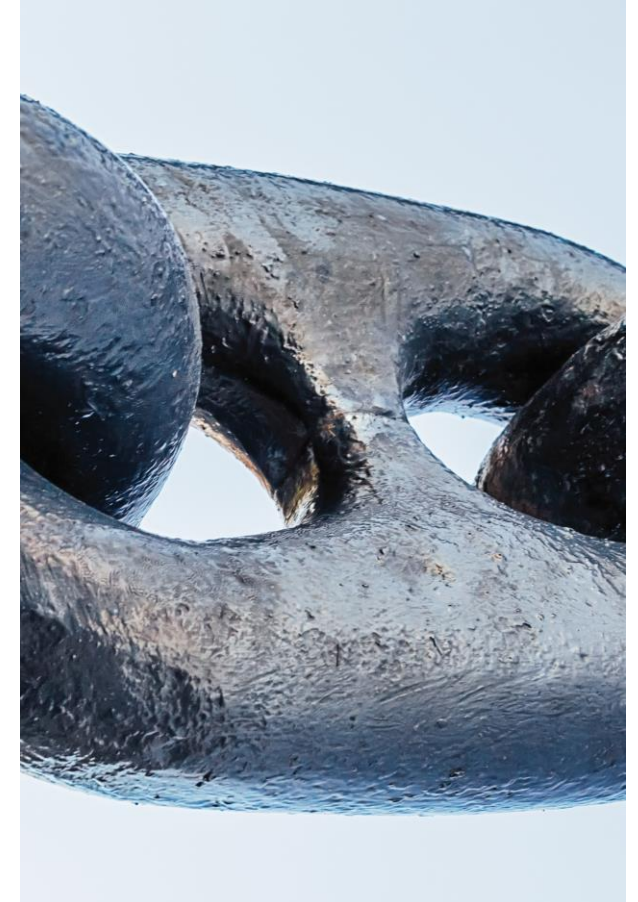
## 3 Box Holdings

- The 49.9% owned JV, Box Holdings, is in the process of refinancing the outstanding bank debt
- The refinancing will increase the bank debt by USD 132m, of which USD 47m will be used for financing the equity portion of the container newbuilding
- The excess cash will be available for new investments and/or dividends

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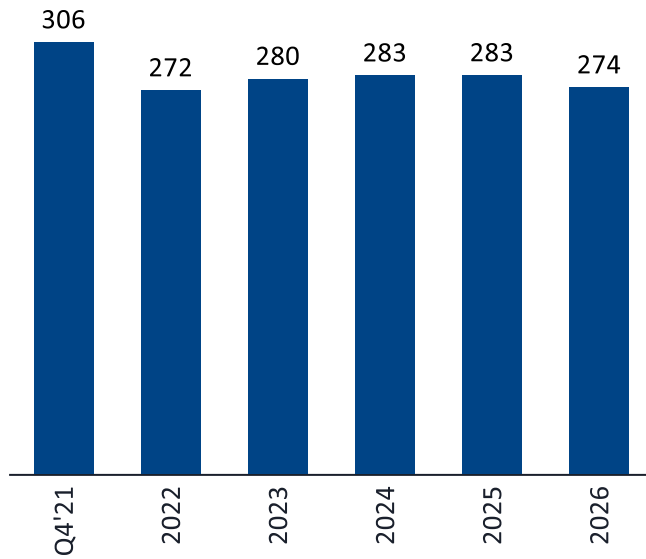
## 4 Aker Wayfarer

- In process of refinancing the outstanding debt of USD 70m with a new loan facility with maturity in 2027



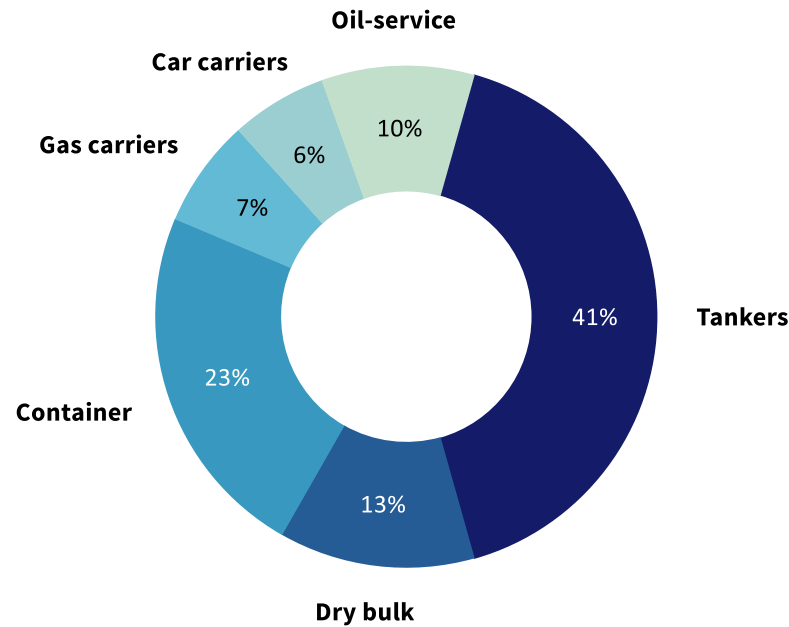
# LONG-TERM CHARTERS SECURES STABLE CASH FLOW

EBITDA backlog<sup>1</sup> per year (USDm)



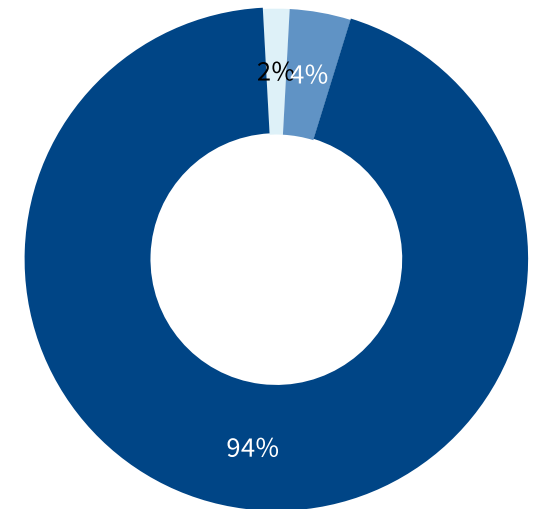
**LONG-TERM CASH FLOW VISIBILITY,  
8.4 YEARS AVERAGE DURATION**

EBITDA backlog<sup>1</sup> per segment



**EBITDA BACKLOG OF USD 2.7 BN**

Charter status as % of book value of portfolio



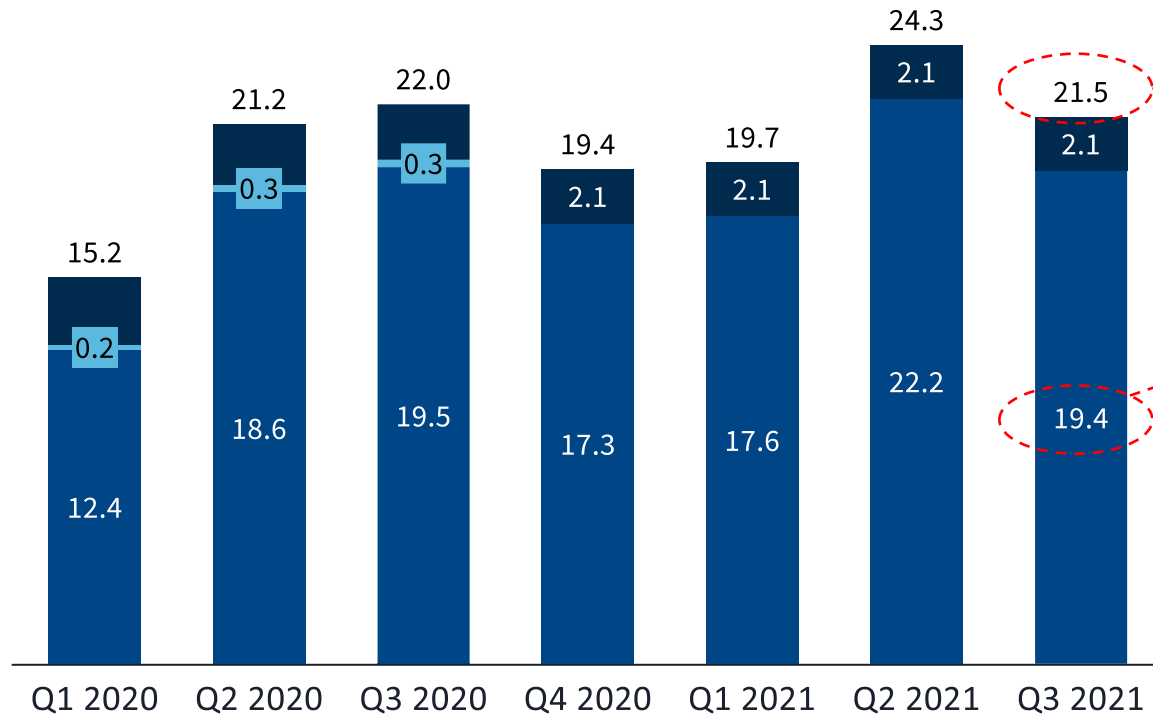
**94% OF PORTFOLIO EMPLOYED  
ON LONG-TERM CHARTERS**

- On long-term charter
- On short-term or variable rate charters
- Without charter

# FINANCIAL SNAPSHOT

## Adjusted net profit

USD million



■ Hybrid capital 
 ■ Minority 
 ■ Common equity

## Q3 2021 Key financials

**\$21.5m**

Adjusted net profit

**\$19.4m**

Adjusted net profit to common shares

**\$11.1 cents**

Adjusted EPS

**\$5.7 cents**

Dividend per share

**\$114.0m**

Cash

**30.1%**

Equity ratio

# INCOME STATEMENT

## INCOME STATEMENT

	Q2	Q3
<i>Amounts in USD million</i>	2021	2021
Operating revenues	17.2	17.4
Finance lease revenue	21.3	21.6
Income from investments in associates	5.9	5.4
Other revenue <sup>1</sup>	3.0	0.2
<b>Total revenues and other income</b>	<b>47.3</b>	<b>44.7</b>
Total operating expenses	(2.1)	(11.7)
Depreciation and amortization	(7.3)	(7.3)
<b>Operating profit</b>	<b>37.9</b>	<b>25.6</b>
Financial income	0.7	0.4
Financial expenses	(12.9)	(12.0)
Foreign exchange gains/losses	1.1	3.9
Change in fair value of financial instruments	0.8	(2.3)
<b>Net profit before tax</b>	<b>27.7</b>	<b>15.7</b>
Income tax expense	(0.3)	(0.7)
<b>Net profit (loss) from continuing operations</b>	<b>27.4</b>	<b>15.0</b>
Net profit (loss) from discontinued operation, net of tax	(1.2)	(17.5)
<b>Net profit (loss) for the period</b>	<b>26.2</b>	<b>(2.5)</b>
Equity holders of the parent	24.1	(4.7)
Dividends on hybrid capital	2.1	2.1
<b>Net profit (loss) for the period</b>	<b>26.2</b>	<b>(2.5)</b>





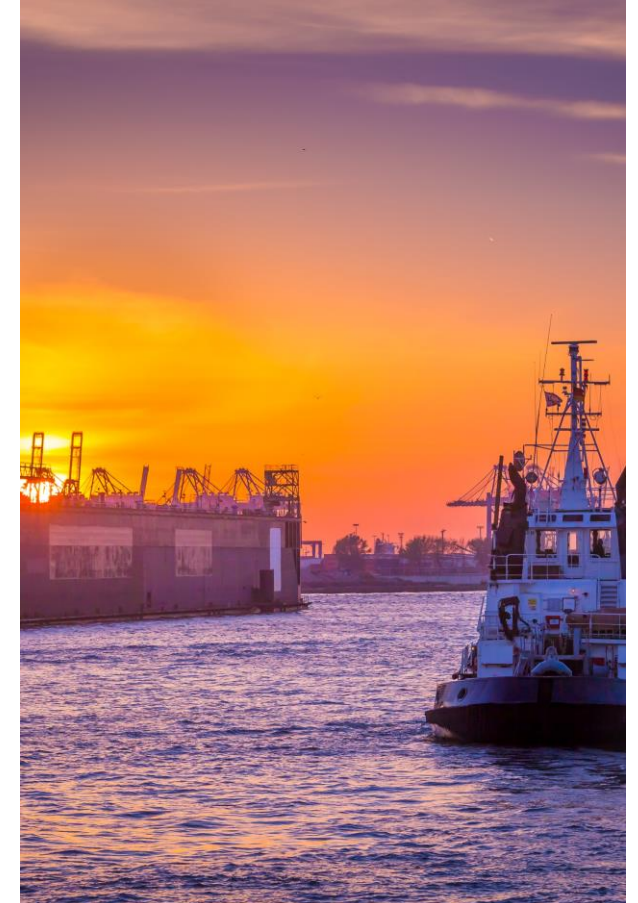
# ADJUSTED EBITDA AND NET PROFIT

## ADJUSTMENTS

<i>Amounts in USD million</i>	Q2 2021	Q3 2021
EBITDA	45.2	33.0
Repayment on finance lease receivables	19.6	21.8
<b>EBITDA adjusted for finance lease effects</b>	<b>64.8</b>	<b>54.7</b>
Net profit (loss) for the period	26.2	(2.5)
Impairment of Dhirubhai-1	0.0	16.4
Gain from acquisition of 50% of OY Suez Holding	0.0	(0.2)
Expenses related to sale of Ocean Yield ASA	0.0	8.5
Foreign exchange gains/losses	(1.1)	(3.9)
Change in fair value of financial instruments	(0.8)	2.3
Change in deferred tax	0.0	1.0
<b>Adjusted net profit</b>	<b>24.3</b>	<b>21.5</b>
Loss from discontinued operations	1.2	1.1
<b>Adjusted net profit from continuing operations</b>	<b>25.5</b>	<b>22.6</b>
Equity holders of the parent	22.2	19.4
Dividends on hybrid capital	2.1	2.1
<b>Adjusted Net profit</b>	<b>24.3</b>	<b>21.5</b>

- NOK bond loans
- Cross currency swaps

- Adjusted EPS of USD 11.1 cents



# BALANCE SHEET

BALANCE SHEET				
	Q2	Q3	Q2	Q3
<i>Amounts in USD million</i>	2021	2021	2021	2021
<b>ASSETS</b>			<b>EQUITY AND LIABILITIES</b>	
Vessels and equipment	537	530	Common equity	543
Investments in associates	186	181	Hybrid capital	125
Finance lease receivables	976	1,050	<b>Total equity</b>	<b>668</b>
Restricted cash deposits	1	1	Interest-bearing debt	1,102
Other non-current assets	3	3	Deferred tax and other liabilities	7
<b>Total non-current assets</b>	<b>1,702</b>	<b>1,765</b>	Fair value of derivatives	12
			<b>Total non-current liabilities</b>	<b>1,120</b>
Finance lease receivables	272	252	Interest-bearing short term debt	331
Trade receivables	3	7	Fair value of derivatives	3
Cash and cash equivalents	101	114	Trade and other payables	8
<b>Current assets</b>	<b>376</b>	<b>373</b>	<b>Total current liabilities</b>	<b>342</b>
Assets held for sale	54	37	Liabilities related to assets held for sale	1
<b>Total current assets</b>	<b>430</b>	<b>410</b>	<b>Total current liabilities</b>	<b>343</b>
<b>Total assets</b>	<b>2,132</b>	<b>2,176</b>	<b>Total liabilities</b>	<b>1,464</b>
			<b>Total equity and liabilities</b>	<b>2,132</b>
			<i>Equity ratio</i>	<b>31.3 %</b>
				<b>30.1 %</b>



## 1 Cash offer from KKR

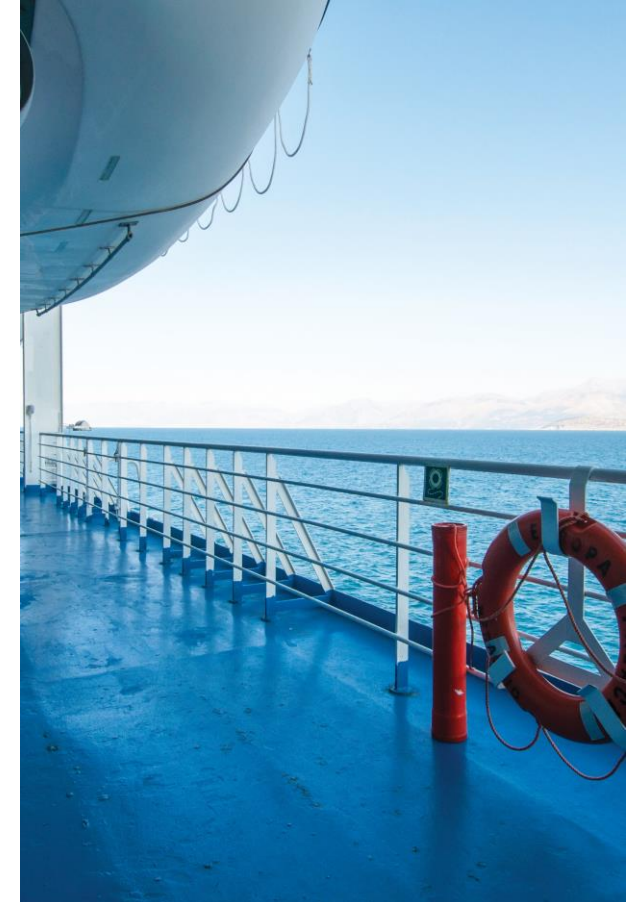
- Voluntary offer expires on 5 November
- Expiry of the FPSO purchase option is on 8 November
- Settlement date of voluntary offer is on 2 December
- Board of Directors recommends the shareholders to accept the offer
- Ocean Yield may be taken private during H1 2022

## 2 New investments

- Actively looking for new investment opportunities, including vessels with dual fuel technology that have lower carbon footprint
- Main focus continues to be on tankers, bulkers & container vessels with long-term charters

## 3 Dividends

- Dividend of USD 5.70 cents / NOK 0.4810 per share for Q3 2021 is payable on 19 November
- Current dividend yield of 4.7% p.a.<sup>1</sup>





## INVESTOR RELATIONS

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