

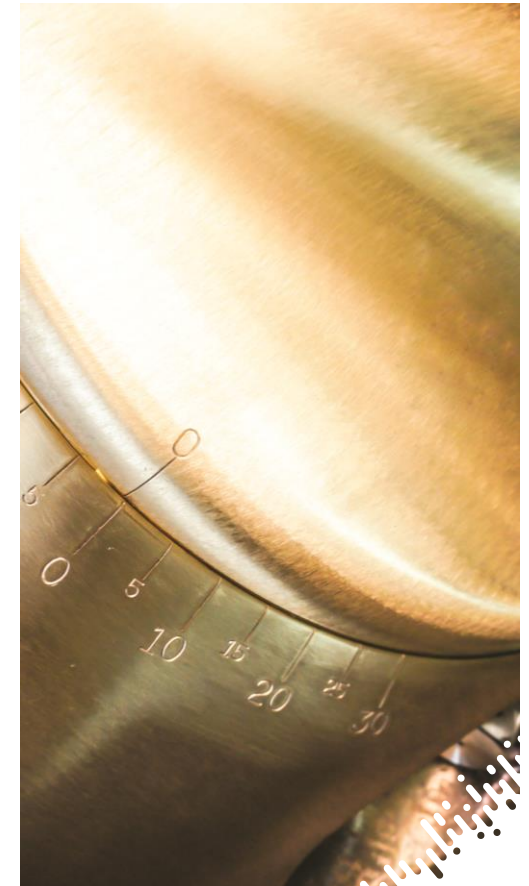


PARETO SECURITIES OIL & OFFSHORE CONFERENCE

September 2019

THE DIVIDEND YIELD COMPANY

LISTING	Ship leasing company listed on the OSE Market cap of USD 1 billion
FLEET	Modern diversified fleet of 62 vessels Average age of only 3.7 years
EMPLOYMENT	EBITDA contract backlog of USD 3.3bn Average contract tenor of 10.9 years
GROWTH	Ambition to continue to increase the portfolio of vessels and contract backlog
DIVIDEND YIELD	12.1% p.a. Cash dividends every quarter since IPO in 2013

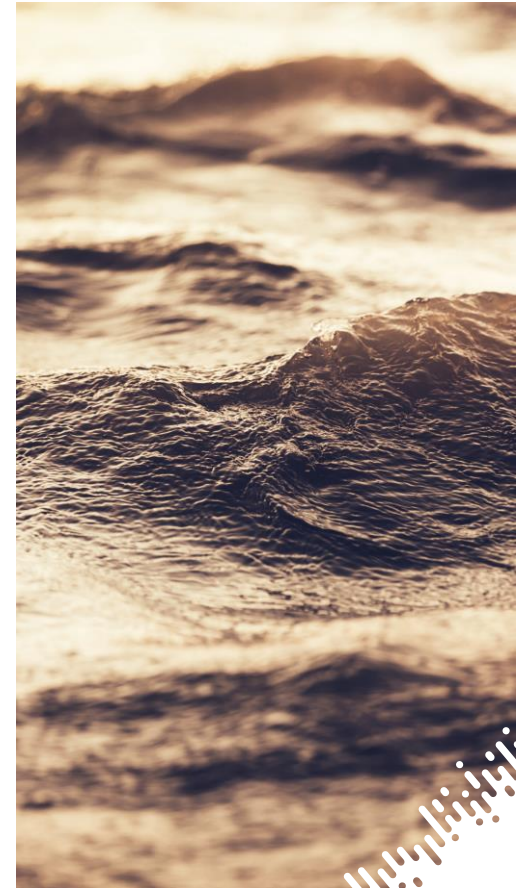




ATTRACTIVE MARKET FOR NEW LEASING TRANSACTIONS

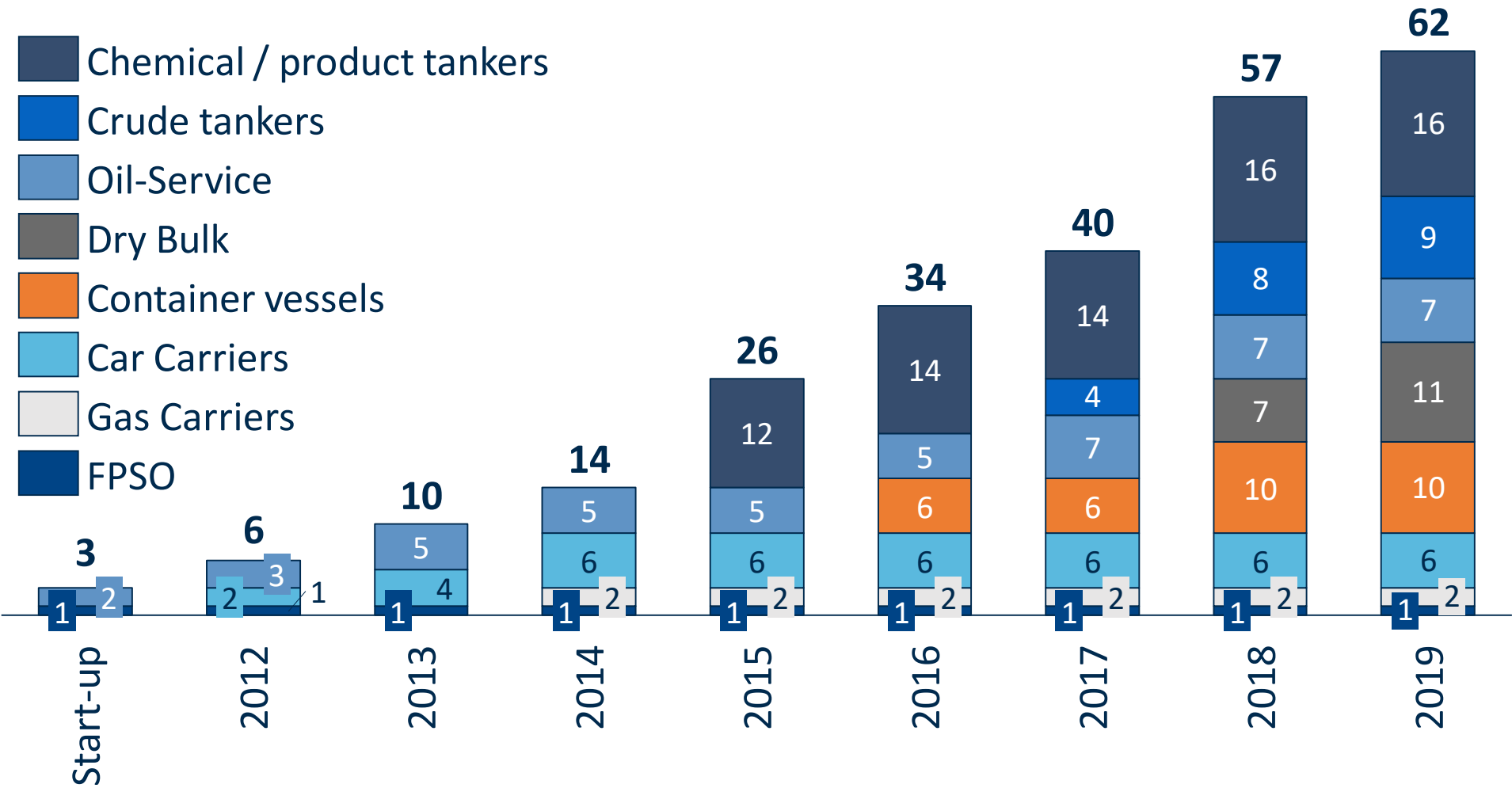
- **Substantial increase in volume of leasing transactions**
 - Banks are reducing shipping exposure
 - Bond market is only competitive for large companies
 - Equity capital is currently expensive

- **Competition**
 - Chinese leasing companies
 - Japanese leasing companies
 - Other Western leasing companies



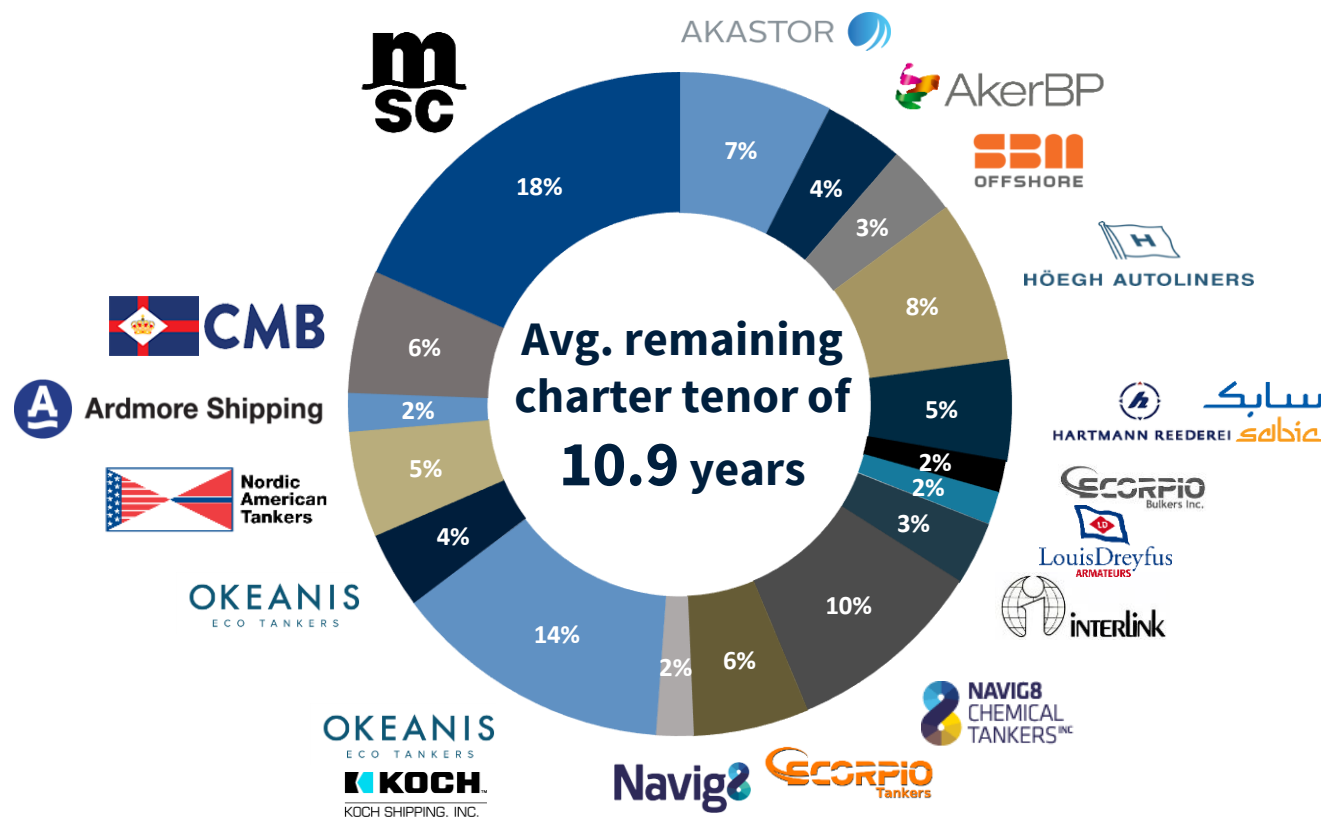
SIGNIFICANT GROWTH SINCE START-UP

ANNOUNCED TRANSACTIONS, # VESSELS ACCUMULATED








VESSELS WITH LONG-TERM CHARTERS

EBITDA¹ BACKLOG OF USD 3.3 BILLION PER Q2 2019



FLEET²

	Product / chemical	16
	Dry bulk	11
	Container vessels	10
	Crude	9
	Car carriers	6
	Oil-service	4
	Gas carriers	2
Total		58
Average age		3.5 yr

1) EBITDA backlog based on certain options not being exercised, LIBOR forward curve, FX, finance lease adjustments and post-quarter transactions

2) Includes 49.9% ownership in 6 mega-container vessels, 75% ownership in one oil-service vessel and vessels acquired after quarter end

3) Solstad Offshore excluded from charter backlog due to the standstill agreement

VESSELS WITHOUT LONG-TERM CHARTER

FPSO DHIRUBHAI-1

Opportunities for long-term charters

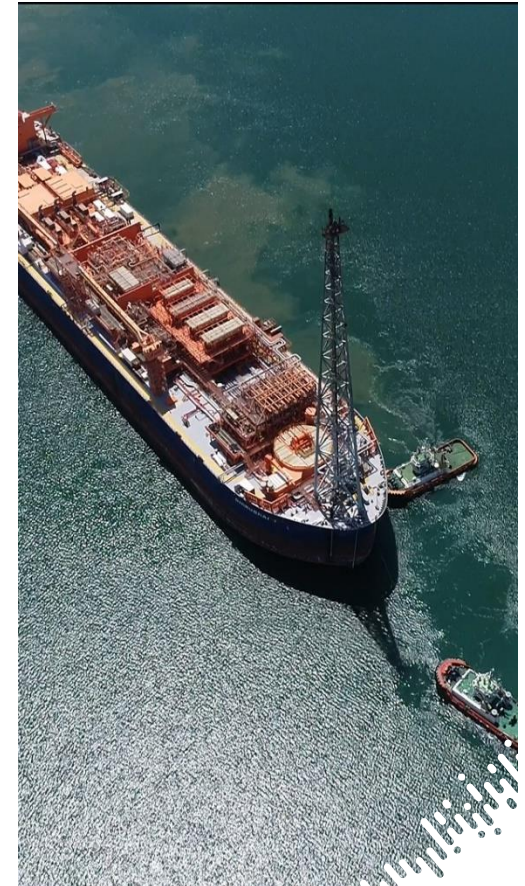
- Option agreement with Aker Energy
- Paid technical study for an independent oil-company
- Working with other potential charterers

CONNECTOR

- Subsea construction and cable-lay vessel
- Focusing on short-term contracts

SOLSTAD OFFSHORE

- 2 x AHTS / 2013 built / 24000 bhp
- Solstad Offshore in discussions with creditors regarding a financial restructuring



ACCESS TO BANK FUNDING AT ATTRACTIVE TERMS

BANK GROUP

Nordea



HSBC 



ING 



Swedbank 



Danske Bank



SpareBank 1
SR-BANK



GIEK

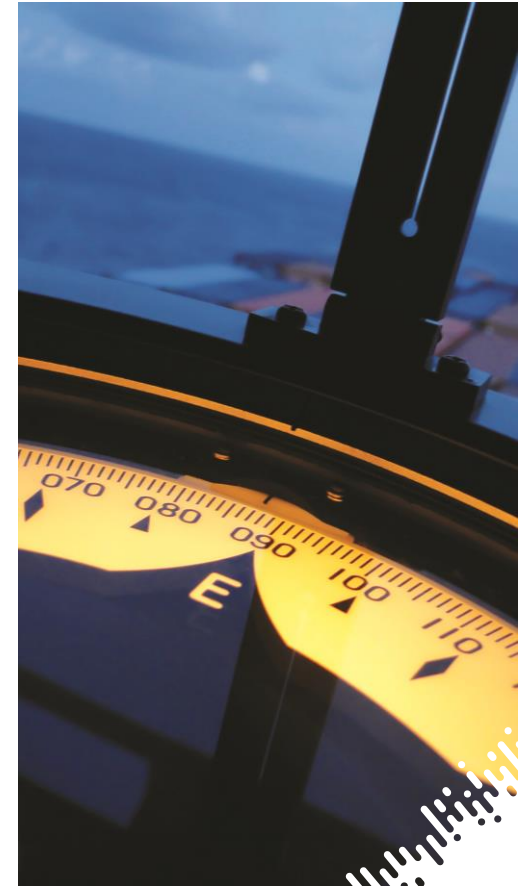


COMMENTARY

- Bank funding at attractive terms
- Large and diversified bank group
- Proactively working to broaden sources of financing
- Recent refinancing has lowered costs and increased tenor
- Streamlined and standardised documentation

SUCCESSFUL PLACEMENT OF HYBRID BOND

- Amount USD 125 million
- Tenor Perpetual
- Coupon LIBOR + 6.50% p.a.
- First call After 5 years at par
- Step-up 5% p.a. after 5.5 years
- Accounting treatment 100% equity
- Use of proceeds New investments and general corporate purposes



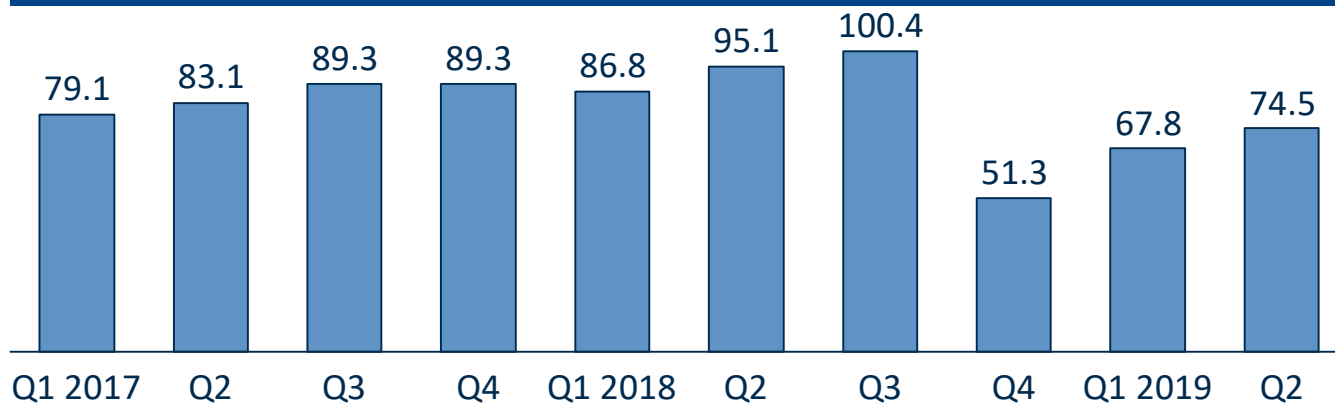
BOND TERMS

	OCY03	OCY04	OCY05	OCY06
Type	Sr. Unsecured	Sr. Unsecured	Sr. Unsecured	Hybrid
Outstanding	NOK 897.5m	NOK 750m	NOK 750m	USD 125m
Coupon	NIBOR + 4.00%	NIBOR + 4.50%	NIBOR + 3.65%	LIBOR + 6.50%
Spread¹	16 bps	126 bps	380 bps	646 bps
Maturity	April 2020	September 2021	May 2023	Perpetual

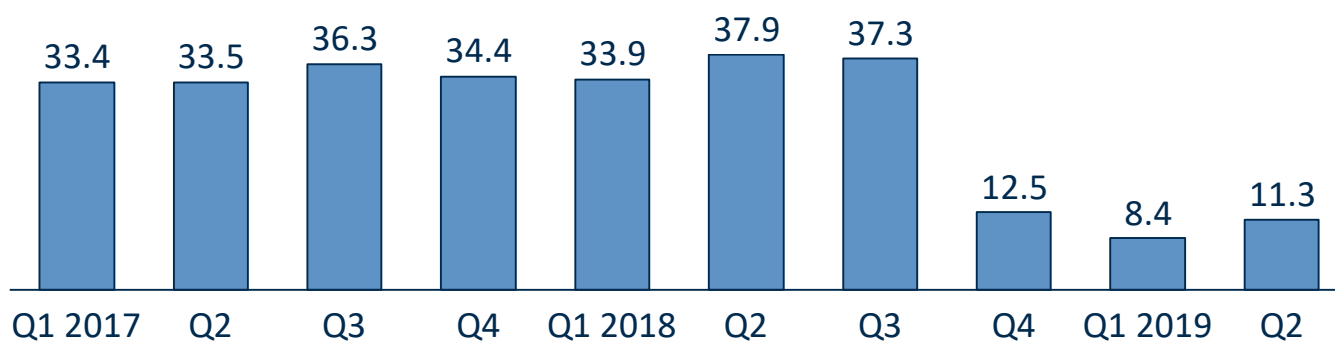
1) Spread to worst. Source: Nordea Markets 11 September 2019

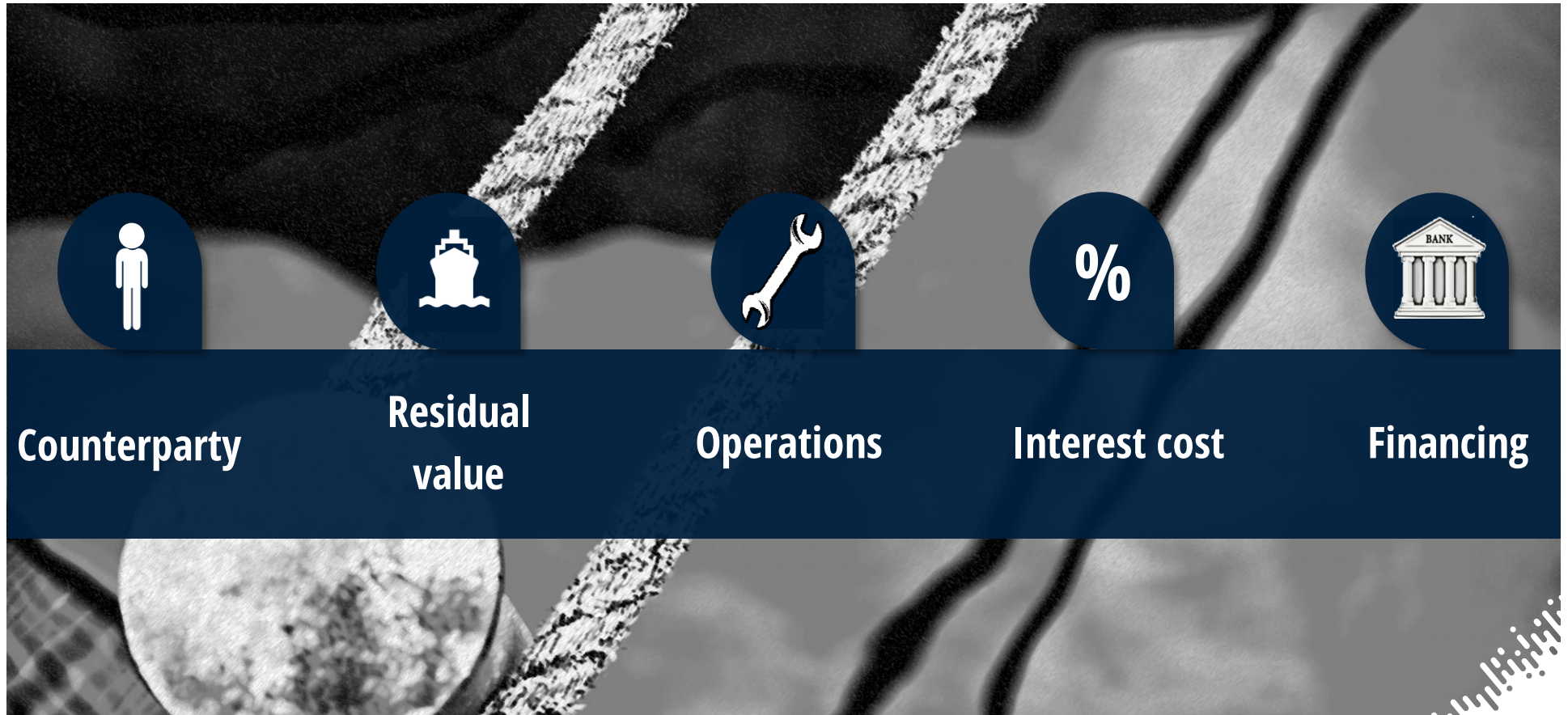
ADJUSTED EBITDA AND NET PROFIT

EBITDA ADJUSTED FOR FINANCE LEASES (USDM)



ADJUSTED NET PROFIT (USDM)



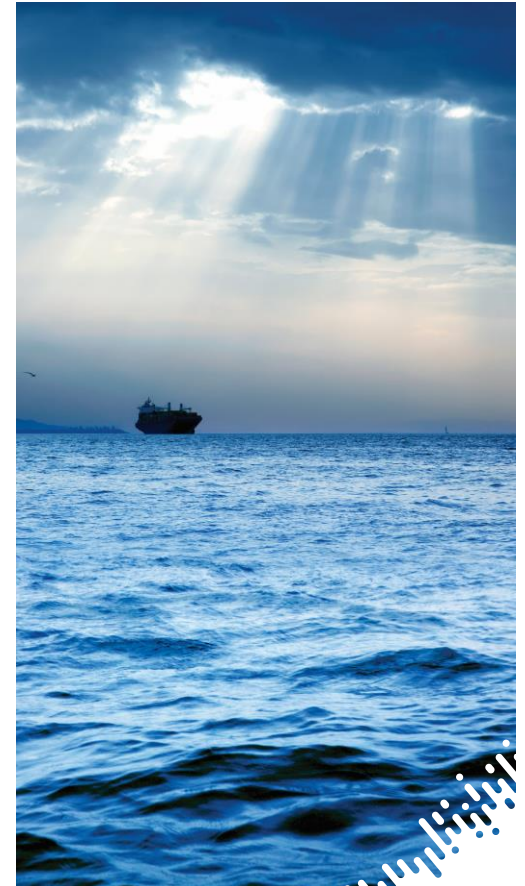


- **Fleet of modern vessels with low climate footprint**
 - Total average fleet age of 3.7 years
 - Most of the large tanker and container vessels will be scrubber fitted
 - Two gas carriers with dual fuel engines first vessels to run on ethane
 - Ballast water treatment systems in place
- **Financial support for charity initiatives**
- **Bareboat agreements requires strict compliance with international laws and conventions, including sanctions**
- **Strong commitment to anti-bribery**
 - Aker Floating Production certified by the ISO 37001 Anti-Bribery standard by DNV GL
- **Equal treatment of all shareholders**



SUMMARY

- Stable earnings from 58 vessels on long-term charter
- Strong focus on securing satisfactory earnings from four vessels without long-term charters
- Attractive investment opportunities across several segments
- If no satisfactory employment is firmed up for the FPSO within reporting of Q1 2020 results, an adjustment of the current dividend level of USD 0.191 per share to USD 0.150 per quarter will be considered





INVESTOR RELATIONS

Marius Magelie, SVP Finance & Investor Relations

+47 24 13 01 82

mm@oceanyield.no

www.oceanyield.no/IR