



Q2 2018 PRESENTATION

13th July 2018

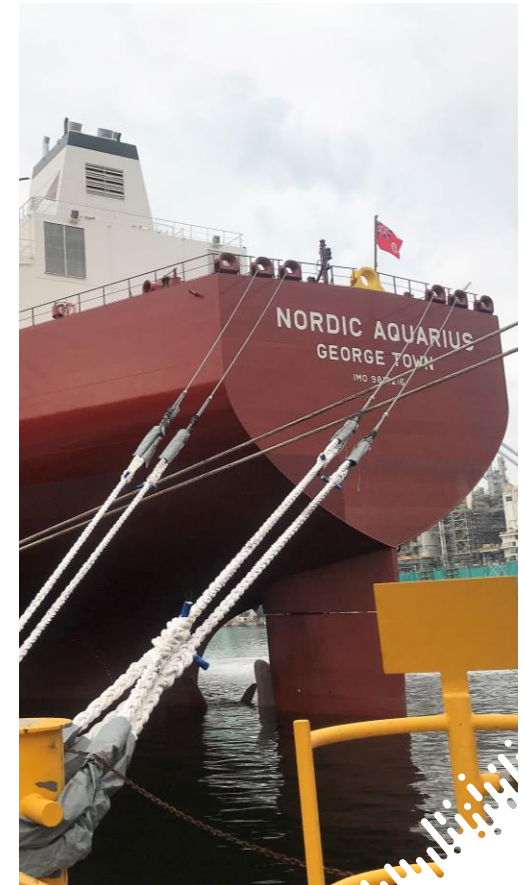
Q2 2018 FINANCIAL HIGHLIGHTS

- **Declared Q2 2018 dividend of USD 0.1910 per share**
 - USD 0.764 per share annualized
 - Dividend yield of 8.8 % p.a.
 - Declared cash dividends for 20 consecutive quarters
- **EBITDA was USD 84.3m vs. USD 77.8m in Q1**
 - EBITDA adjusted for finance leases was USD 95.1m vs. USD 86.8m in Q1
 - Higher contribution from Connector and additional vessel deliveries
- **Net profit after tax was USD 35.1m vs. USD 33.3m in Q1**
 - Adjusted net profit was USD 37.9m vs. USD 33.9m in Q1
- **EBITDA charter backlog increased to USD 3.6bn with weighted average duration of 11.3 years**



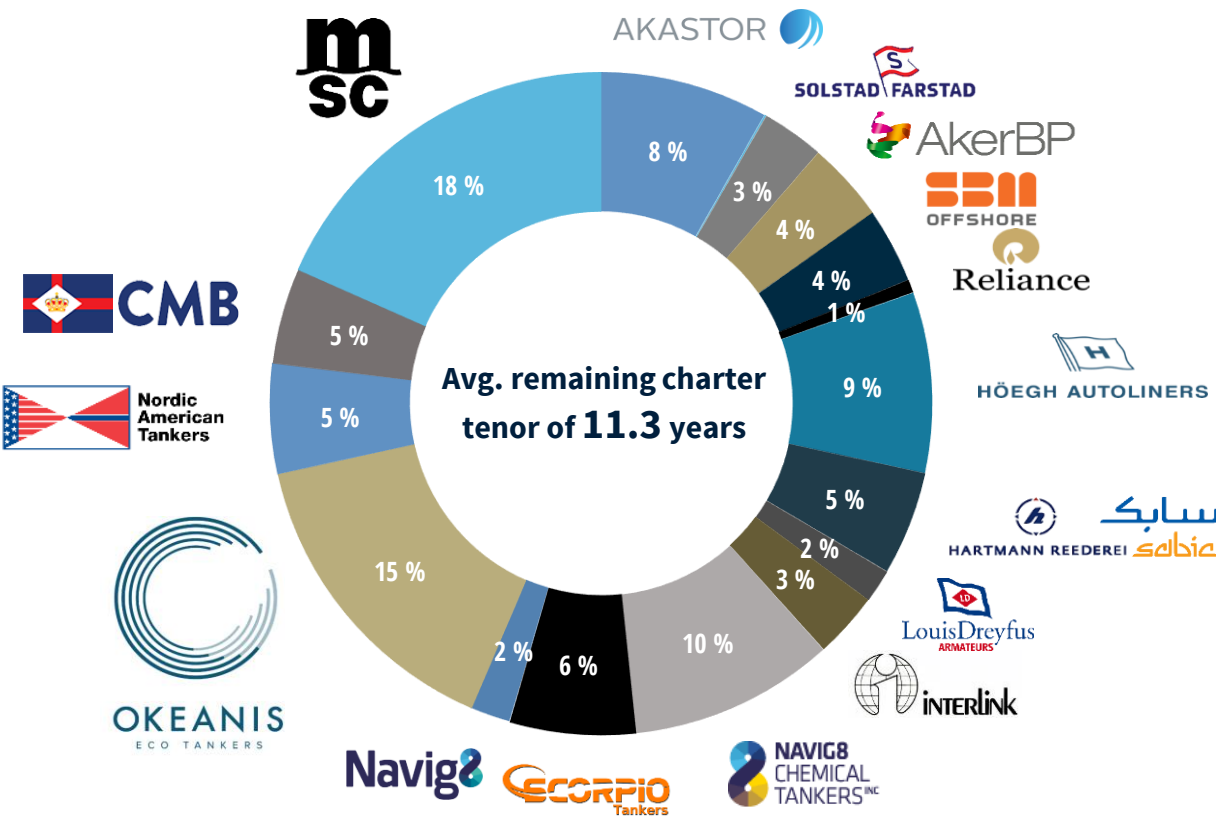
RECENT EVENTS

- Agreement to invest in four container vessels with long-term contracts to CMB NV
- Delivery of two handysize dry bulk vessels during Q2
- Delivery of one Suezmax tanker and four container vessels in July
- USD 330m in new bank loan agreements signed during Q2
- Issuance of a new 5 year NOK 750m unsecured bond with coupon of NIBOR +3.65% p.a.
- Called and repaid in early July the outstanding amount of NOK 661m on bond loan OCY02
- Change of charter guarantor for 5 crude tankers from Okeanis Marine Holdings Ltd. to Okeanis ECO Tankers Corp. in connection with an IPO and listing on Merkur Markets
- Sale of bonds in American Shipping Company with net sales proceeds of USD 49.6m




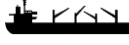





CHARTER BACKLOG BY CLIENT END OF Q2 2018

EBITDA¹ BACKLOG OF USD 3.6 BILLION



FLEET²

	Tankers	22
	Container vessels	10
	Oil-service	7
	Dry Bulk	7
	Car Carriers	6
	Gas Carriers	2
	FPSO	1
Total		55

1) EBITDA backlog based on estimates on DB-1, certain options not being exercised, LIBOR forward curve, FX and finance lease adjustments
 2) Includes 49.5% ownership in 6 mega-container vessels and 75% ownership in one oil-service vessel

ACQUISITION OF FOUR 3,800 TEU CONTAINER VESSELS WITH 12 YEARS CHARTER

TRANSACTION DETAILS

Net purchase price	USD 120.0m in total net of sellers credit
Number of vessels	4
Charter duration	12 years
Charterer	CMB
Charter type	Hell & high water bareboat
Interest rate adjustments	Floating
Purchase options	After year 5, 7, 9, 10 and 12
Charter backlog	USD 171m

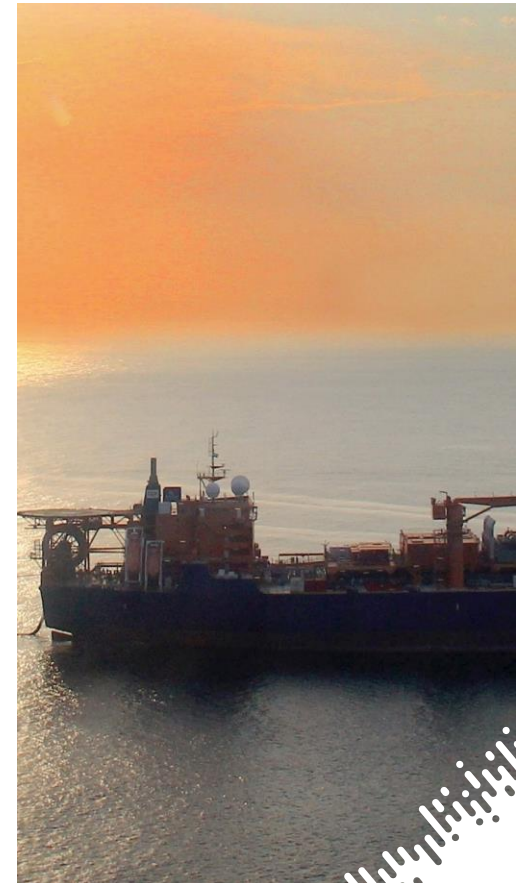
VESSEL DETAILS

Vessel type	Container
Vessel size	3,800 TEU
Built	2014
Ship Yard	Hanjin Heavy Industries, Philippines (Subic SY)



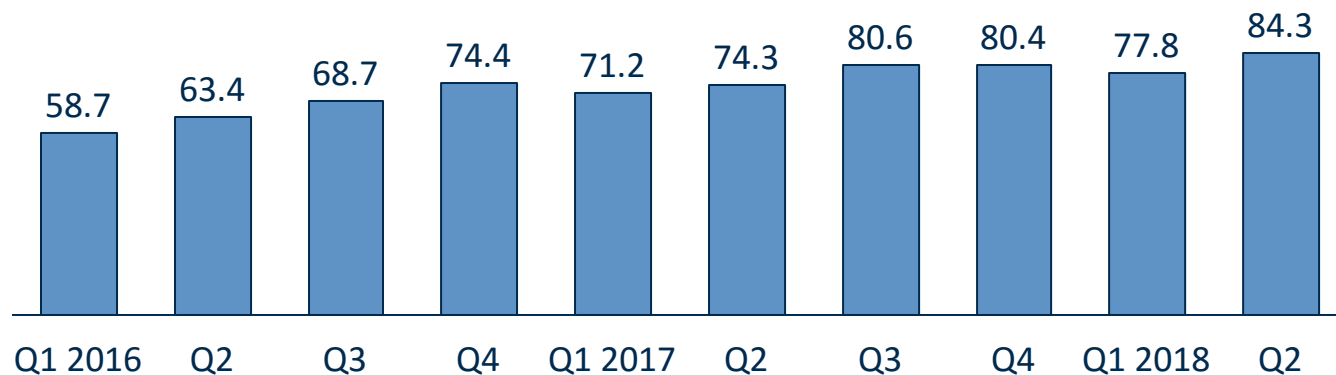
UPDATE ON THE FPSO DHIRUBHAI-1

- **Production uptime of close to 100% in Q2 2018**
- **Remaining outstanding bank debt on vessel fully repaid in Q2 2018**
- **Status existing contract**
 - On firm contract to Reliance Industries until 21 September 2018
 - No agreement has so far been entered into with regards to potential extension on the MA field
 - Purchase option of USD 255m at the end of charter – still unclear if this will be exercised
 - Provision for potential de-mobilization of USD 30m
 - Number of contractual issues, which will be subject to negotiations in connection with contract expiry
- **Also evaluating employment opportunity outside India**
- **Book value end of charter is about USD 255m**
 - Risk of impairment if the purchase option is not exercised, in particular if no new charter contract is not immediately entered into

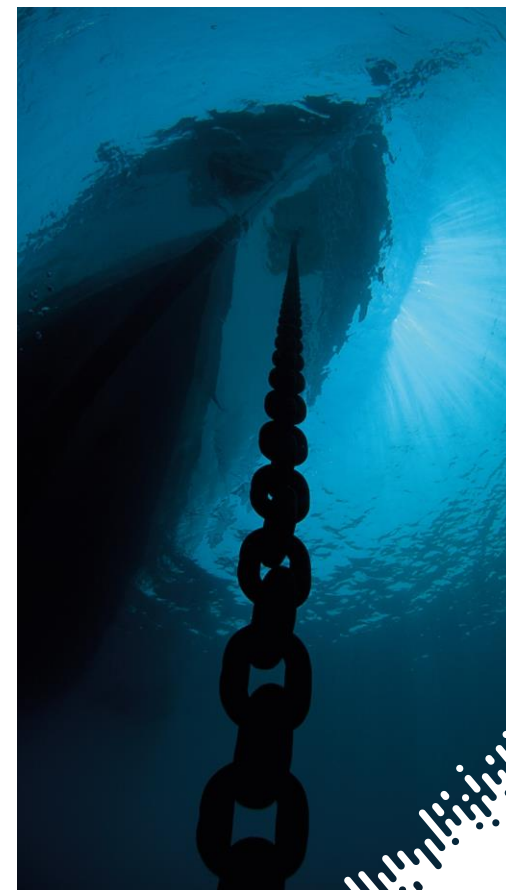
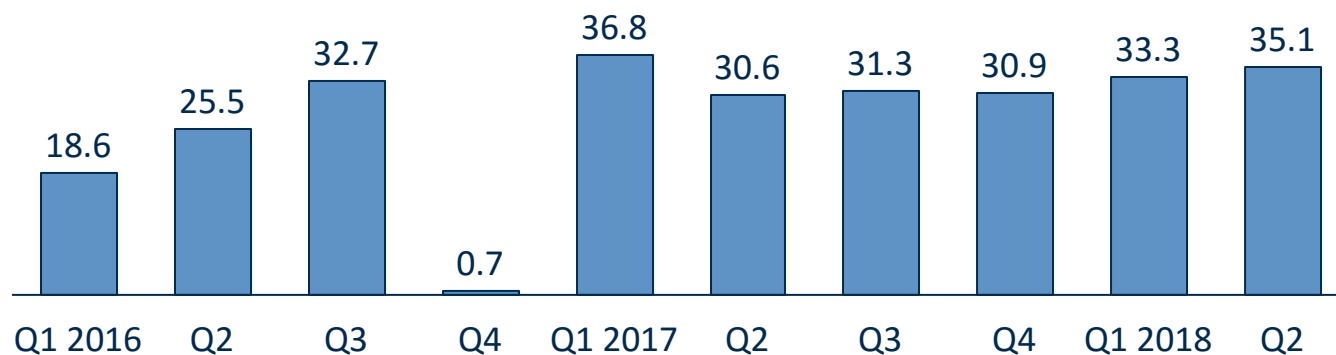


QUARTERLY EBITDA AND NET PROFIT

EBITDA PER QUARTER (USDM)

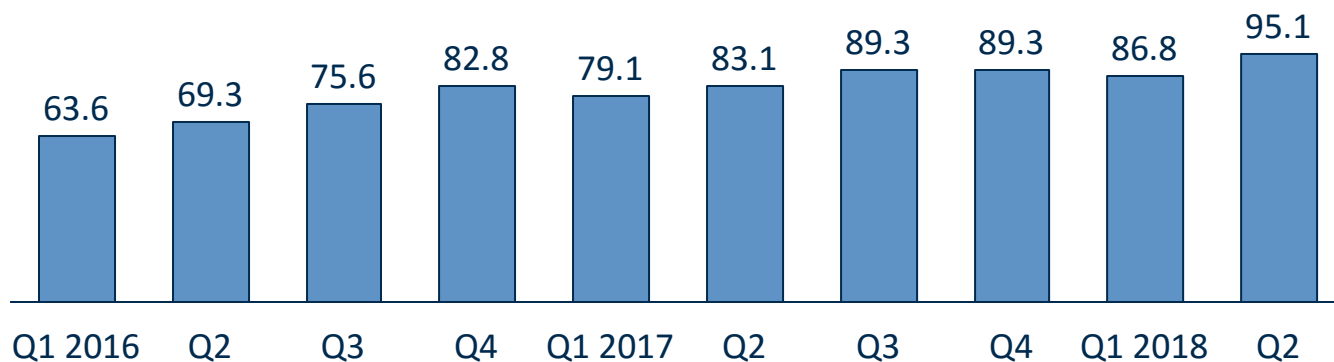


NET PROFIT PER QUARTER (USDM)

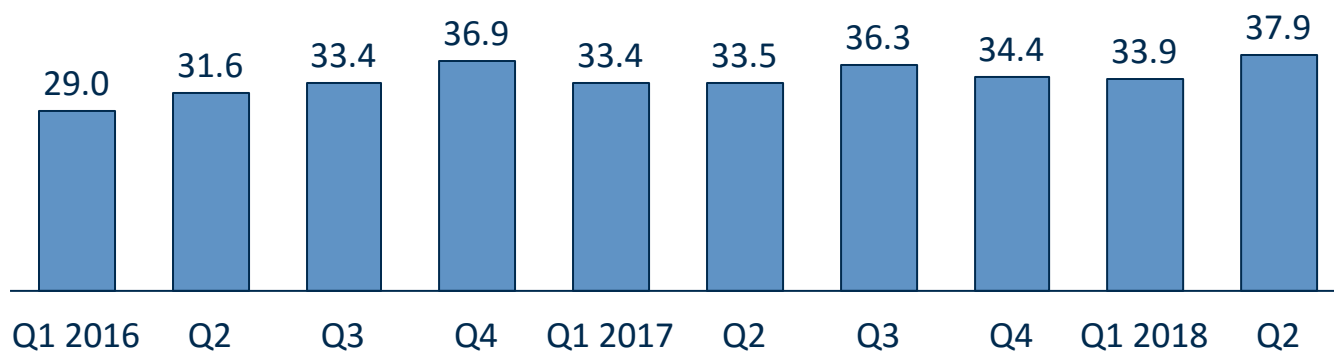


ADJUSTED EBITDA AND NET PROFIT

EBITDA ADJUSTED FOR FINANCE LEASES (USDM)

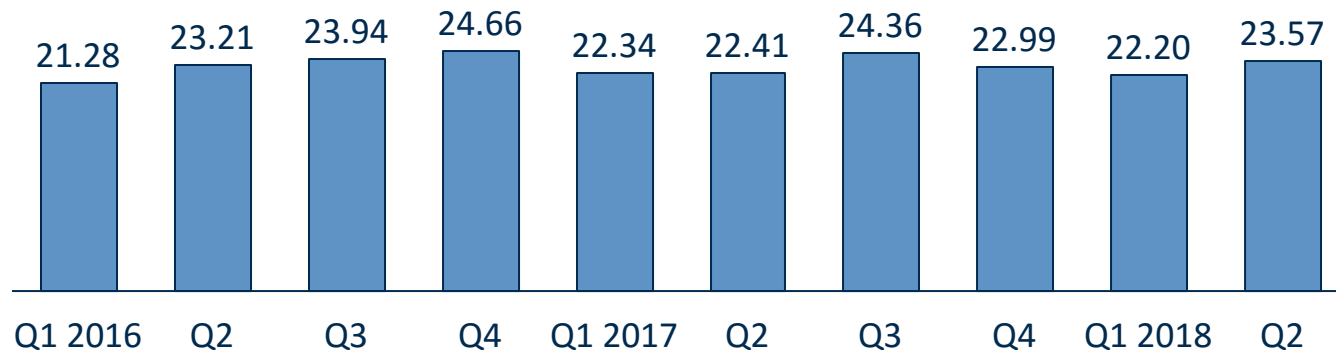


ADJUSTED NET PROFIT (USDM)



DECLARED CASH DIVIDENDS FOR 20 CONSECUTIVE QUARTERS

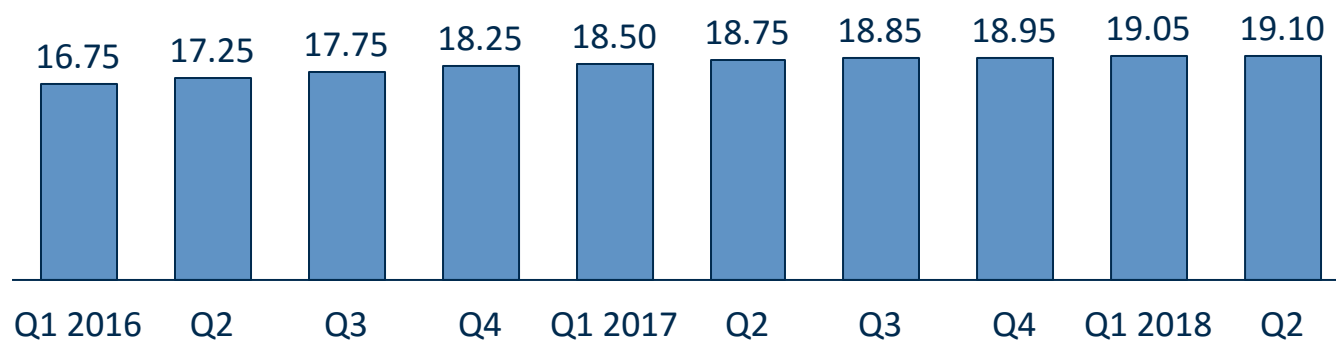
ADJUSTED EARNINGS PER SHARE (USD CENTS)¹



ADJUSTED EARNINGS YIELD

10.9%² p.a.

DIVIDEND PER SHARE (USD CENTS)



DIVIDEND YIELD

8.8%² p.a.

1) See Q2 2018 Financial Report

2) Per 12.7.2018, Q2 2018 DPS annualized, share price of NOK 70.2, NOK/USD of 8.1

INCOME STATEMENT

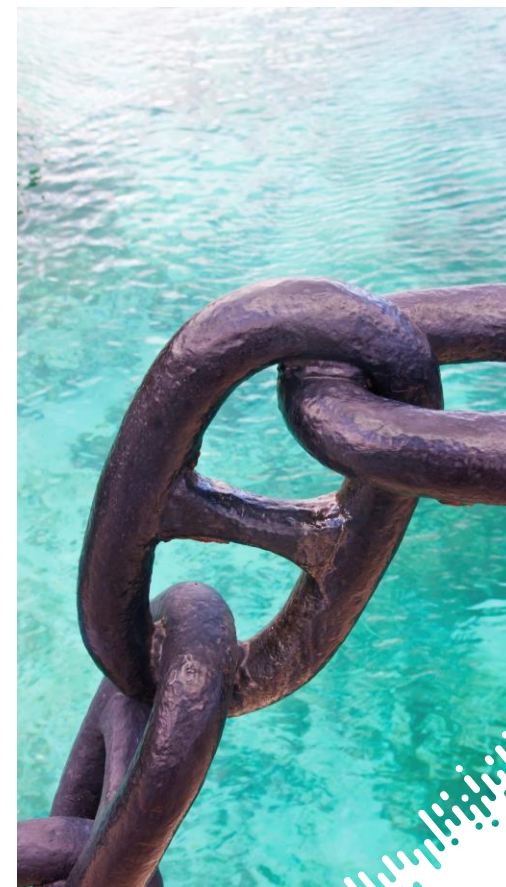
INCOME STATEMENT		
	Q1	Q2
<i>Amounts in USD million</i>	2018	2018
Operating revenues	66.3	69.8
Finance lease revenue	16.8	19.2
Income from investments in associates	6.1	6.1
Total revenues and other income	89.2	95.1
Vessel operating expenses	(6.4)	(6.6)
Wages and other personnel expenses	(2.5)	(2.3)
Other operating expenses	(2.5)	(1.9)
EBITDA	77.8	84.3
Depreciation and amortization	(26.7)	(26.7)
Operating profit	51.1	57.6
Financial income	1.5	1.0
Financial expenses	(18.7)	(21.0)
Foreign exchange gains/losses	(16.2)	12.9
Change in fair value of financial instruments	18.1	(13.6)
Net profit before tax	35.7	36.9
Tax payable	-	(0.4)
Change in deferred tax	(2.4)	(1.4)
Net profit after tax	33.3	35.1
Earnings per share (USD)	0.22	0.22



ADJUSTED NET PROFIT

ADJUSTMENTS

Amounts in USD million	Q1 2018	Q2 2018	
Net profit	33.3	35.1	
Loss from sale of AMSC bonds	0.0	0.4	
Loss from repurchase of bond debt	0.0	0.2	
Foreign exchange gains/losses	16.2	-12.9	• Bond and bank loans in NOK
Change in fair value of financial instruments	-18.1	13.6	
Changes in deferred tax, net	2.4	1.4	• Non-cash and offset against deferred tax assets
Adjusted net profit	33.9	37.9	



BALANCE SHEET

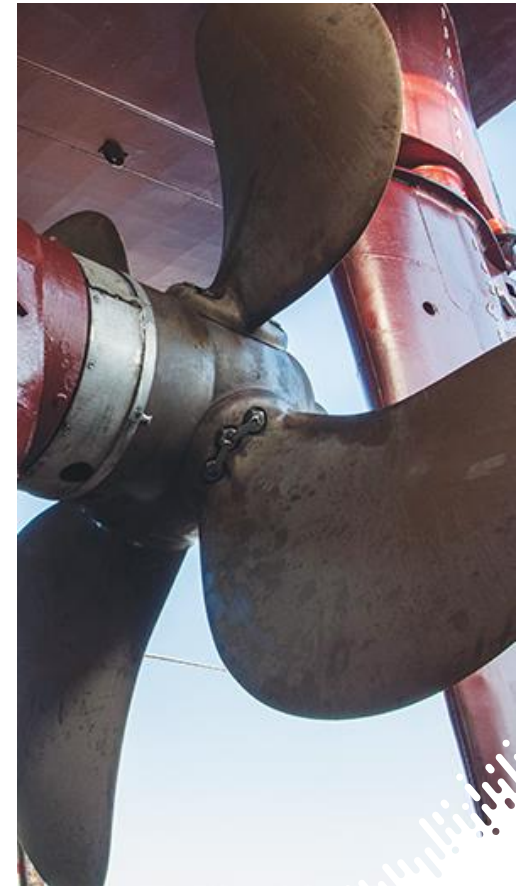
BALANCE SHEET

	Q1	Q2		Q1	Q2
<i>Amounts in USD million</i>	2018	2018		2018	2018
ASSETS			EQUITY AND LIABILITIES		
Goodwill	9.8	9.8	Equity to holders of the parent	928.7	935.0
Vessels and equipment	1,290.4	1,258.5	Non-controlling interests	10.9	11.2
Investments in associates	194.2	197.1	Total equity	939.6	946.3
Finance lease receivables	817.1	844.0			
Investments in AMSC Bonds	49.1	0.0	Interest-bearing debt	1,307.3	1,416.2
Restricted cash deposits	0.1	2.3	Deferred tax and pension liability	0.0	1.2
Other non-current assets	2.0	1.9	Mob fee, advances and deferred rev.	27.6	22.0
Fair value of derivatives	4.5	0.3	Fair value of derivatives	2.1	6.4
Shares in Solstad Farstad ASA	6.1	7.3	Field abandonment provision	30.3	30.0
Deferred tax assets	0.0	0.0	Total non-current liabilities	1,367.3	1,475.8
Total non-current assets	2,373.4	2,321.3	Interest-bearing short term debt	206.5	175.1
			Fair value of derivatives	3.6	8.8
Trade- and other receivables	41.5	36.6	Trade and other payables	22.3	17.9
Cash and cash equivalents	124.4	266.0	Total current liabilities	232.4	201.8
Total current assets	165.9	302.6	Total liabilities	1,599.7	1,677.6
Total assets	2,539.3	2,623.9	Total equity and liabilities	2,539.3	2,623.9
			Equity ratio	37.0 %	36.1 %

FINANCING OVERVIEW

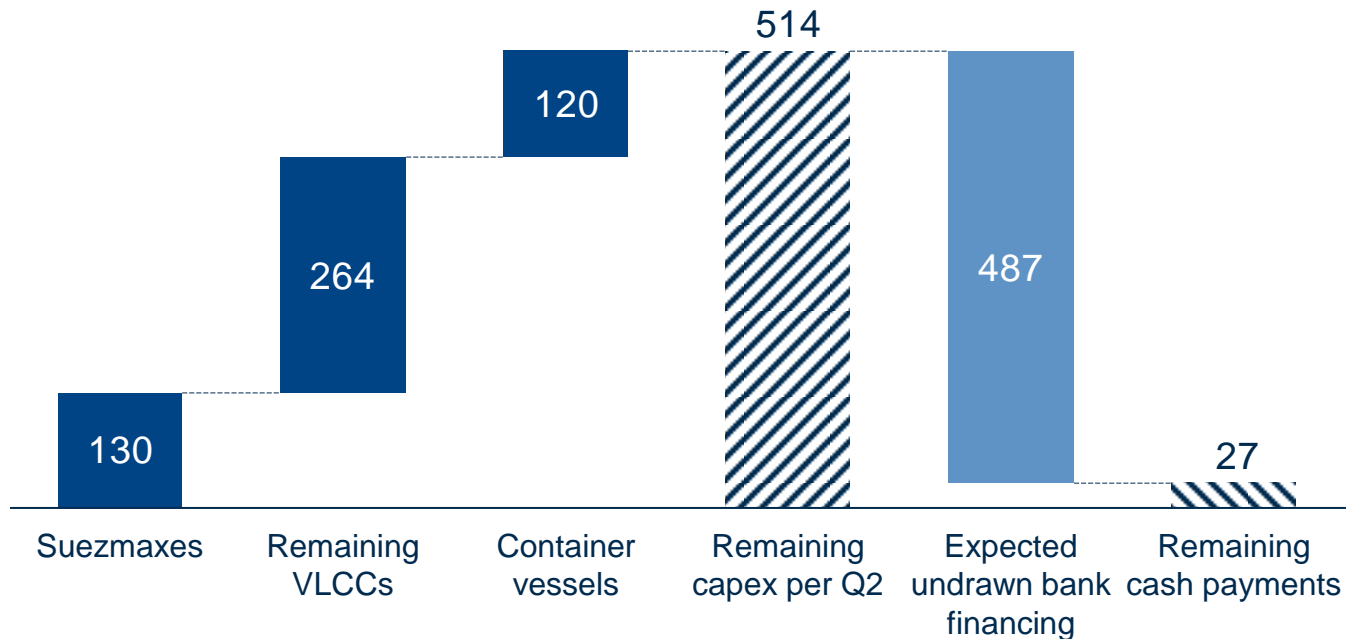
USD 330M IN NEW BANK FACILITIES SIGNED DURING Q2

- **Bank financing**
 - Interlink Maritime USD 65m loan facility signed and drawn in Q2
 - Louis Dreyfus USD 30m loan facility signed and drawn in July
 - NAT USD 117m loan facility signed and 1/3 drawn in July
 - 2 first VLCC USD 117.25m loan facility including pre-delivery signed
 - 2 last VLCCs expected to be financed by USD 126m export credit facility
 - CMB USD 96.6m loan facility credit approved by banks
- **Bond financing**
 - Issuance of NOK 750m in sr. unsecured bond loan with 5 year tenor and coupon of N+3.65% p.a. (OCY05)
 - Exercised call option on OCY02 to repay the remaining NOK 661m outstanding with settlement in early July at price of 101
- **Bonds in American Shipping Company**
 - Sold bonds with net sales proceeds of USD 49.6m in Q2



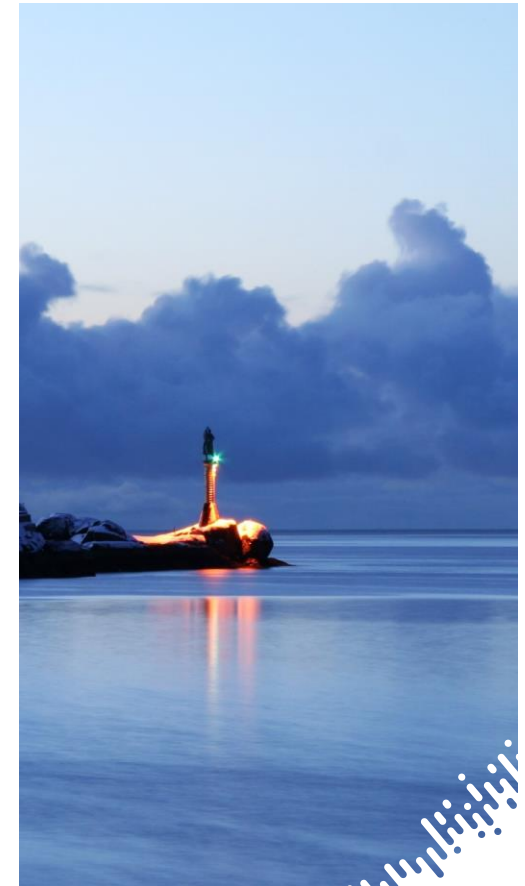
REMAINING CAPEX VS. FINANCING

REMAINING CAPEX PER Q2 2018 VS. EXPECTED BANK FINANCING (USDM)



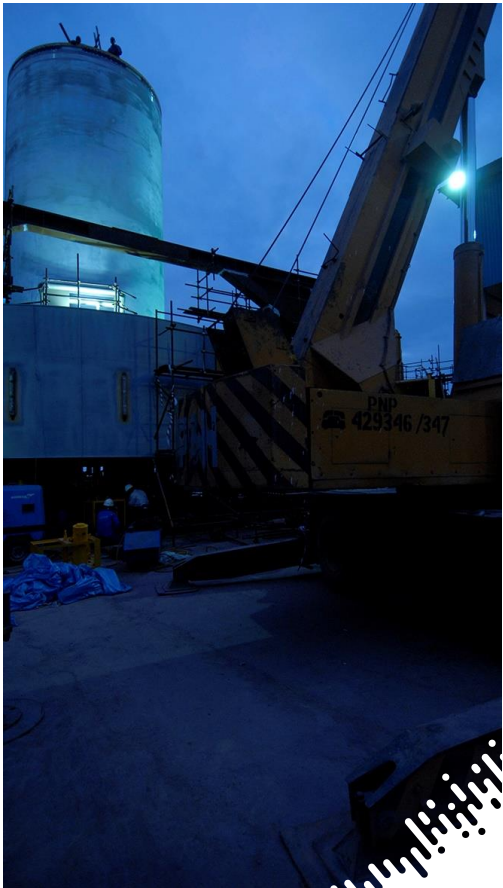
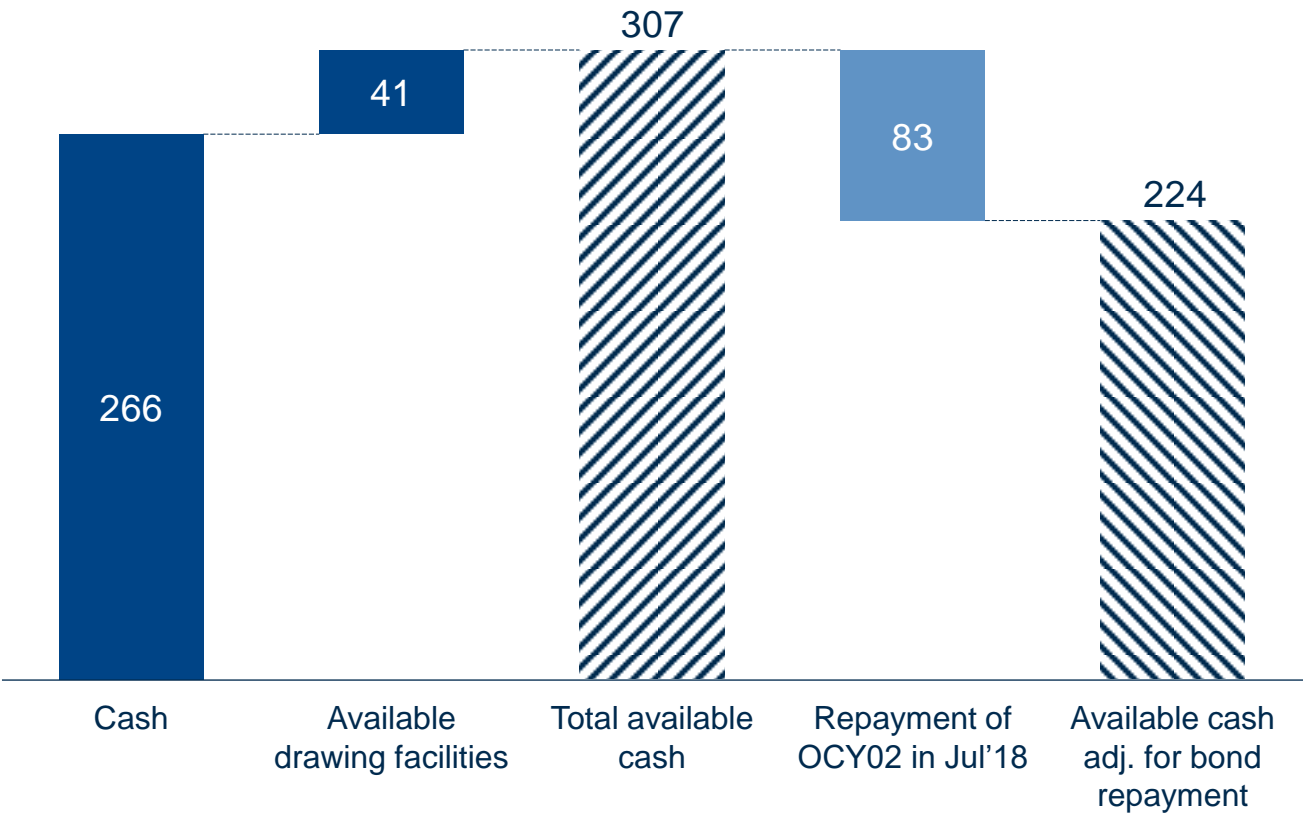
COMMENTS

- Remaining obligations relates to three suezmaxes, four VLCCs and four container vessels. The company paid USD 33m during Q1 2018 related to the VLCCs under construction.

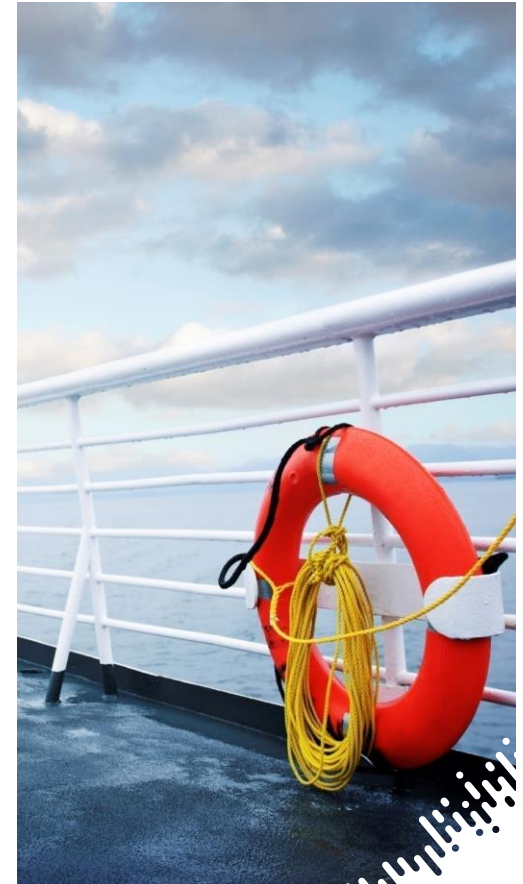


STRONG LIQUIDITY POSITION

AVAILABLE LIQUIDITY PER Q2 2018 (USDM)



- **Ambition to continue to expand the portfolio of vessels**
 - Continued favorable market conditions for new transactions
 - Access to capital markets, as illustrated by recent equity and bond issues
 - Access to competitive funding from banks
- **Intends to continue policy of paying attractive quarterly dividends**
 - Focus on stability in the dividend payments
- **Key focus for Q3 2018**
 - Secure a positive outcome for Dhirubhai-1





INVESTOR RELATIONS

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