



# **Q2 2022 PRESENTATION**

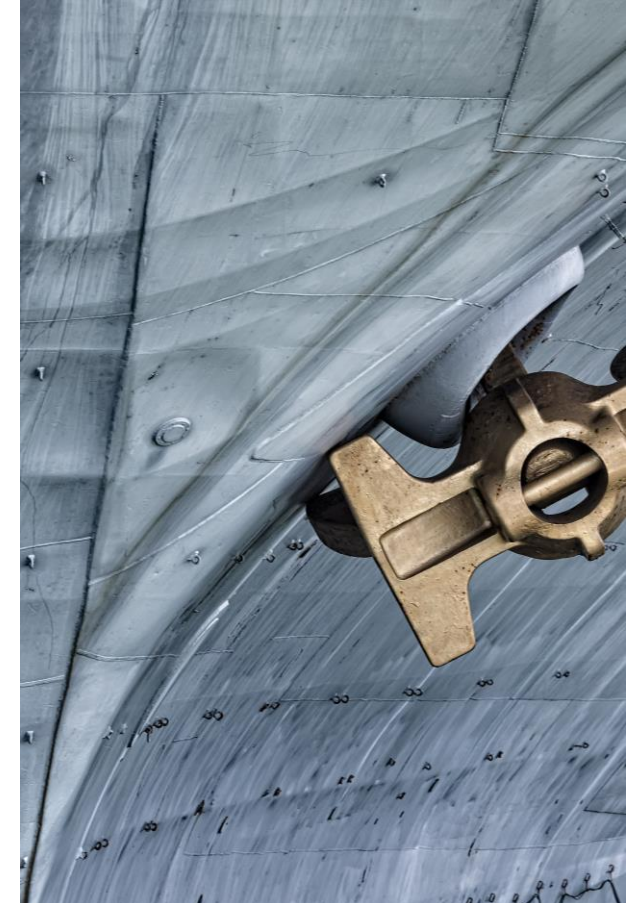
---

25<sup>th</sup> August 2022

# A SOLID QUARTER FOR OCEAN YIELD

---

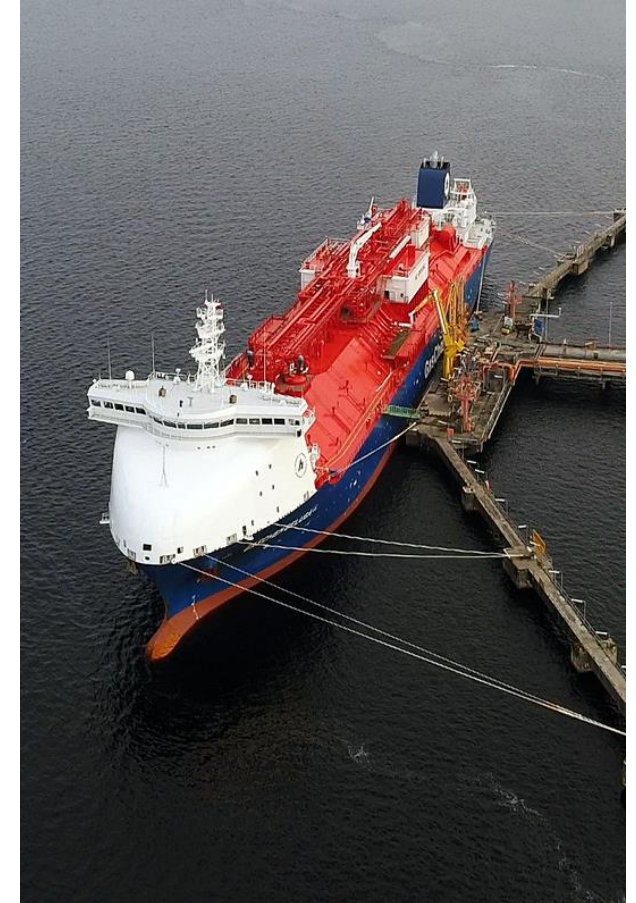
- EBITDA of USD 45.3 million and EBITDA adjusted for finance lease effects of USD 73.6 million
- Net profit of USD 24.6 million and adjusted net profit USD 23.0 million
- Stable performance with 96% of the book values employed on long-term charters
- Counterparty risk generally at low levels due to strong markets in most shipping segments
- More than \$400 million added to the charter backlog during the quarter
- Strong liquidity position of \$150 million and Book equity ratio of 29.9% at the end of the quarter



# INVESTMENT IN TWO GAS CARRIERS

---

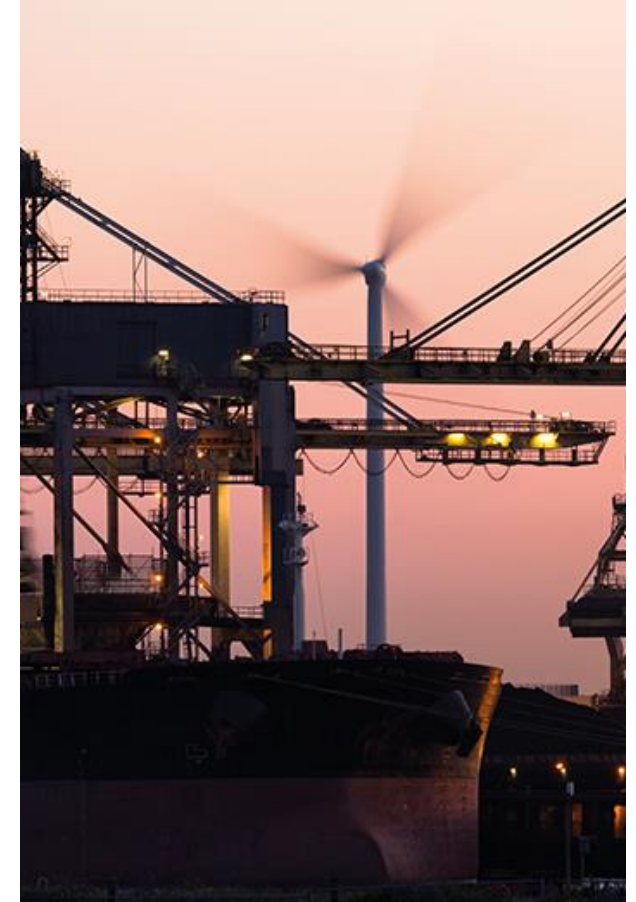
- Acquired two 36,000 cbm newbuilding ethylene gas carriers (LEG)
- Vessels will be built at Jiangsu Yangzi-Mitsui Shipbuilding in China and designed with a tri-fuel propulsion system and can operate with gas as a fuel
- Expected delivery in December 2024 and April 2025
- Upon delivery, the vessels will enter into 15-year bareboat charters to a subsidiary of Braskem S.A., a leading petrochemical company
  - Braskem has a dual listing on the New York Stock Exchange and the Sao Paulo Stock Exchange with a market cap of about USD 5 billion
  - The Company has BBB- credit ratings from S&P and Fitch and Ba1 rating from Moody's
- The transaction adds about USD 245 million to Ocean Yield's charter backlog



# INVESTMENT IN TWO NEWBUILDING CONTAINER VESSELS

---

- Agreed to acquire two 5,500 TEU newbuilding container vessels
- Vessels under construction at HJ Shipbuilding, Korea (prev. Hanjin Heavy) and designed to be able to operate with Methanol as fuel
- Delivery expected in May and November 2023
- Upon delivery, the vessels will enter into 7-year time charters to Zim Integrated Shipping Services Ltd.
  - Zim is a leading Israel-based container line listed on the New York Stock Exchange with a market cap of about USD 6 billion.
- The transaction adds about USD 160 million to Ocean Yield's charter backlog



- **Delivery of two Suezmax tankers**

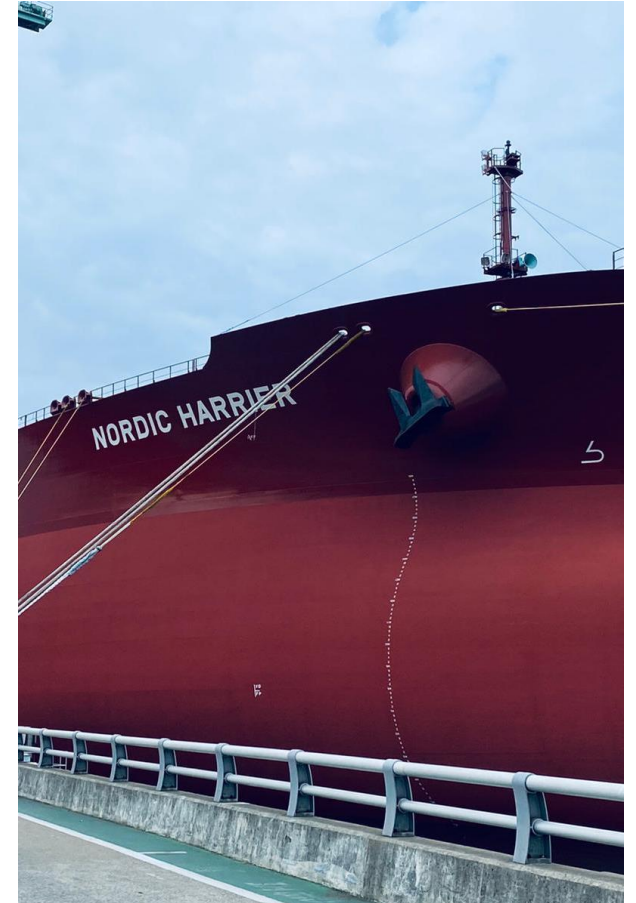
- The suezmax crude tankers *Nordic Harrier* and *Nordic Hunter* were delivered from Samsung Heavy Industries in Korea in Q2
- Upon delivery, the vessels commenced 10-year bareboat charters to Nordic American Tankers Ltd., a crude tanker company listed on the New York Stock Exchange
- The vessels were financed by a new USD 81 million loan facility
- As reported by NAT, both vessels will be employed on sub-charters to ASYAD Shipping Company, owned by the Sultanate of Oman for six years

- **Sale of two Handysize dry bulk vessels**

- The *Interlink Dignity* and the *Interlink Eternity* sold in Q2 following exercise of purchase options

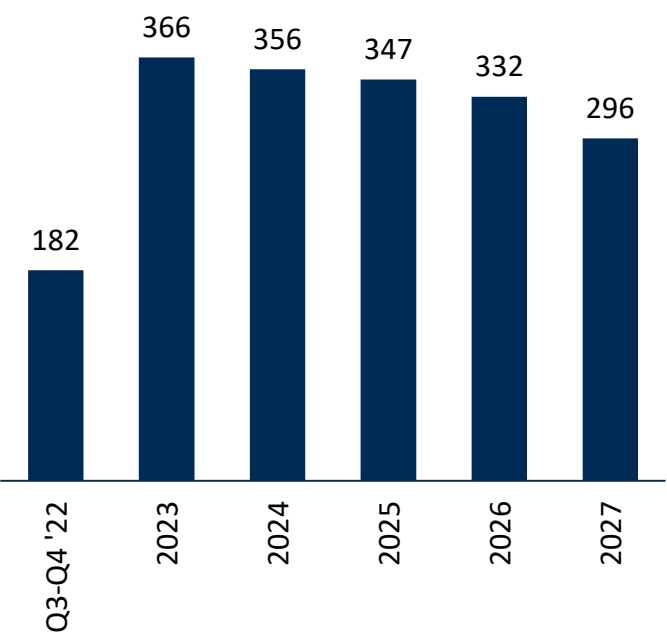
- **Options exercised post quarter end**

- Louis Dreyfus exercised a purchase option to sell *La Fresnais* to a third party. Price of USD 14 million. Delivery expected in Q3
- Ardmore Shipping exercised options to repurchase *Dauntless* and *Defender*. Price of USD 38 million. Delivery expected in Q4
- Höegh Autoliners exercised a purchase option to repurchase *Höegh Tracer*. Price of USD 53 million. Delivery expected in Q1 '23



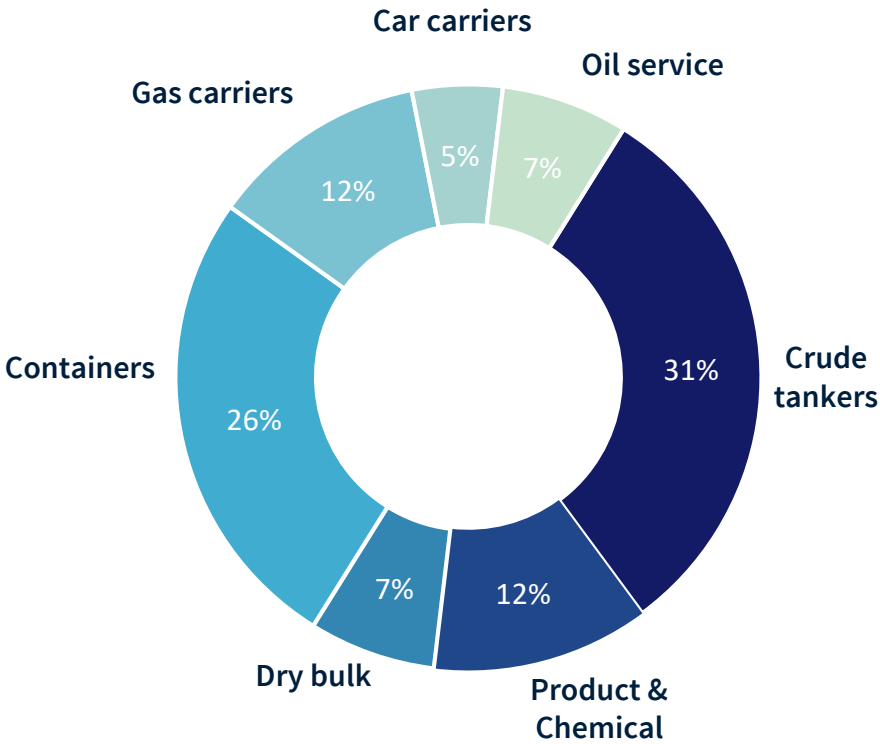
# LONG-TERM CHARTERS SECURES STABLE CASH FLOW

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



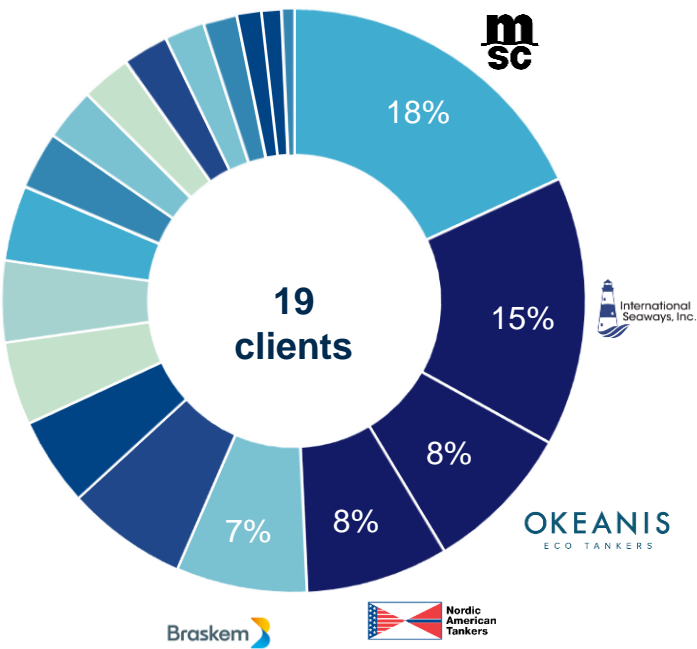
LONG-TERM CASH FLOW VISIBILITY,  
9.6 YEARS AVERAGE DURATION

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



EBITDA BACKLOG OF USD 3.4 BN

Top 5 clients

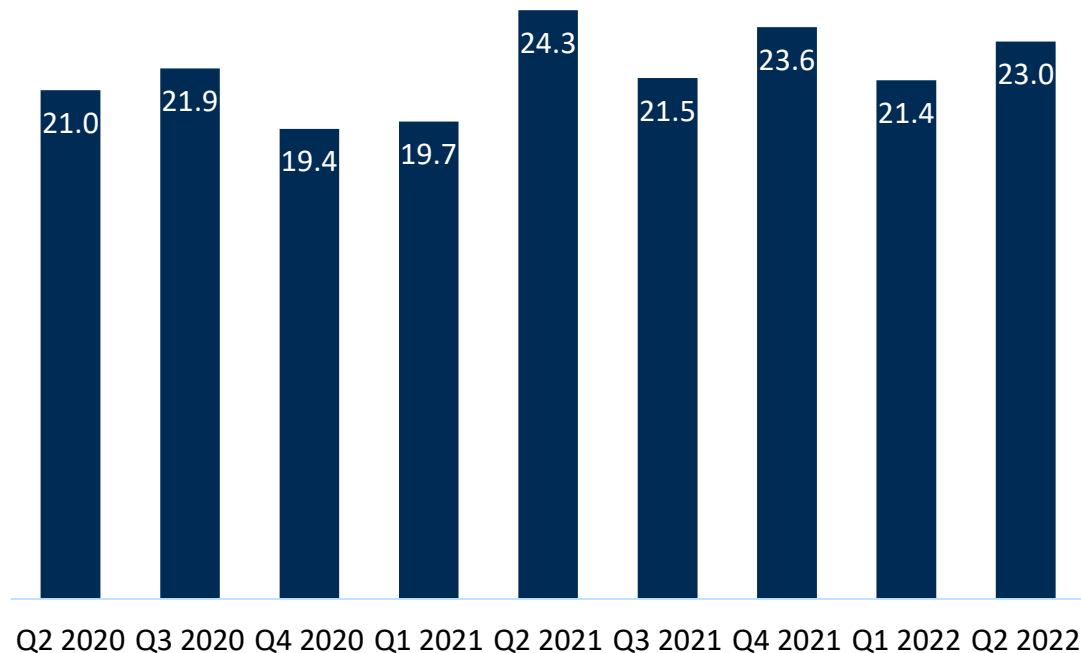


19 CLIENTS IN 8 SEGMENTS

1) EBITDA backlog based management's estimates which may be subject to change. Includes assumptions on certain options not being exercised, interest rates, opex, foreign exchange and finance lease adjustments, and includes pro rata share of investments in associated companies. Includes investments announced after quarter end.

## Adjusted net profit<sup>1)</sup>

USD million



## Q2 2022 Key financials

**\$45.3m**

EBITDA

**\$73.6m**

Adjusted EBITDA

**\$23.0m**

Adjusted net profit

**\$20.0m**

Quarterly dividend

**\$150.3m**

Cash

**29.9%**

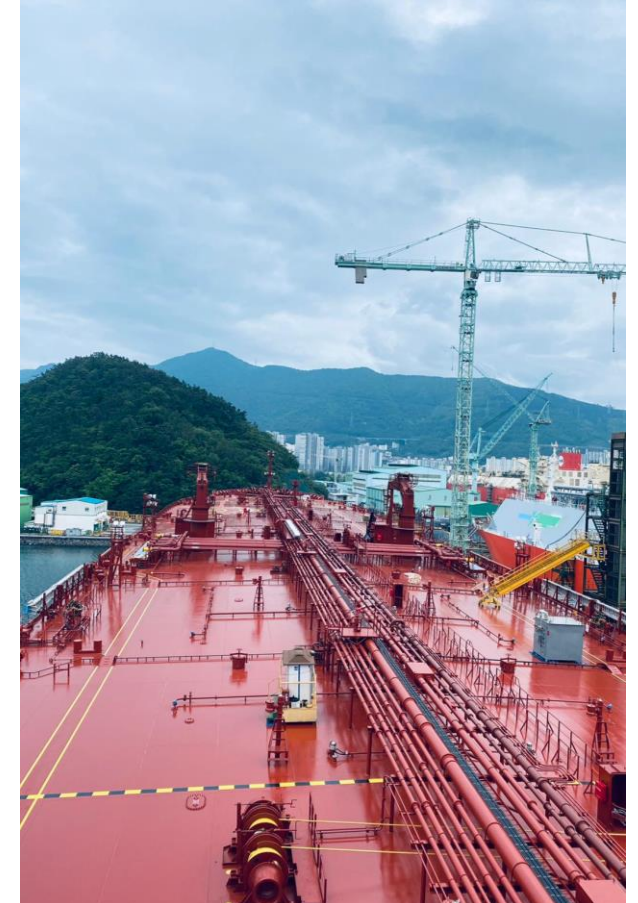
Equity ratio



# INCOME STATEMENT

## INCOME STATEMENT

	Q1 2022	Q2 2022
<i>Amounts in USD million</i>		
Operating revenues	16.6	17.7
Finance lease revenues	22.0	23.7
Income from investments in associates	5.2	4.4
Other revenue	-	1.4
<b>Total revenues and other income</b>	<b>43.8</b>	<b>47.1</b>
Total operating expenses	(2.8)	(1.8)
Depreciation and amortisation	(7.3)	(7.4)
<b>Operating profit</b>	<b>33.7</b>	<b>38.0</b>
Financial income	0.4	0.5
Financial expenses	(12.4)	(14.9)
Foreign exchange gains/losses	(1.4)	18.7
Change in fair value of financial instruments	2.7	(16.7)
<b>Net profit before tax</b>	<b>23.1</b>	<b>25.6</b>
Income tax expenses	(0.9)	(0.9)
<b>Net profit from continuing operations</b>	<b>22.1</b>	<b>24.6</b>
Net profit (loss) from discontinued operations, net of tax	-	-
<b>Net profit (loss) for the period</b>	<b>22.1</b>	<b>24.6</b>
Attributable to:		
Equity holder of the parent	19.9	22.3
Dividends on hybrid	2.2	2.4
<b>Net profit (loss) for the period</b>	<b>22.1</b>	<b>24.6</b>

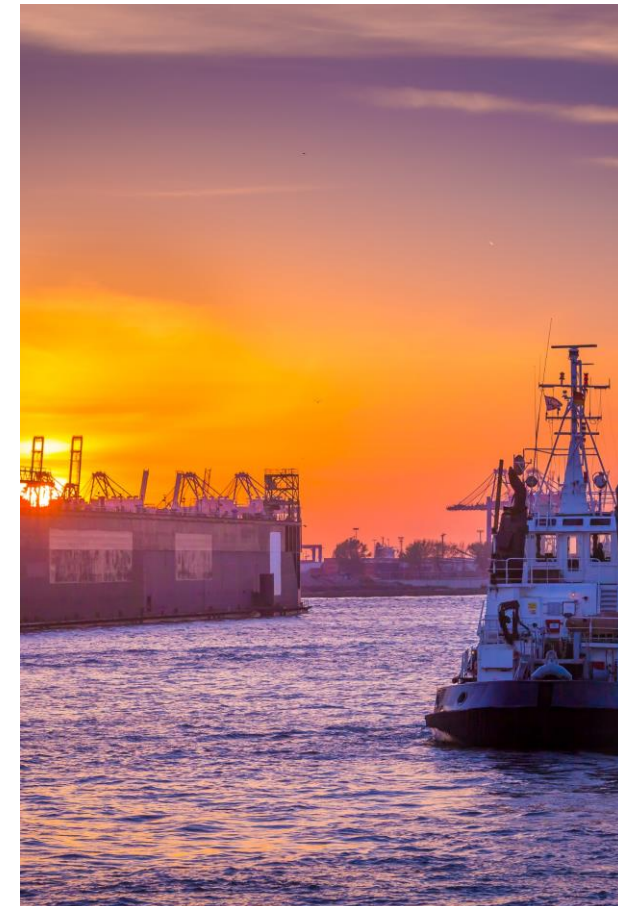




# ADJUSTED EBITDA AND NET PROFIT

## ADJUSTMENTS

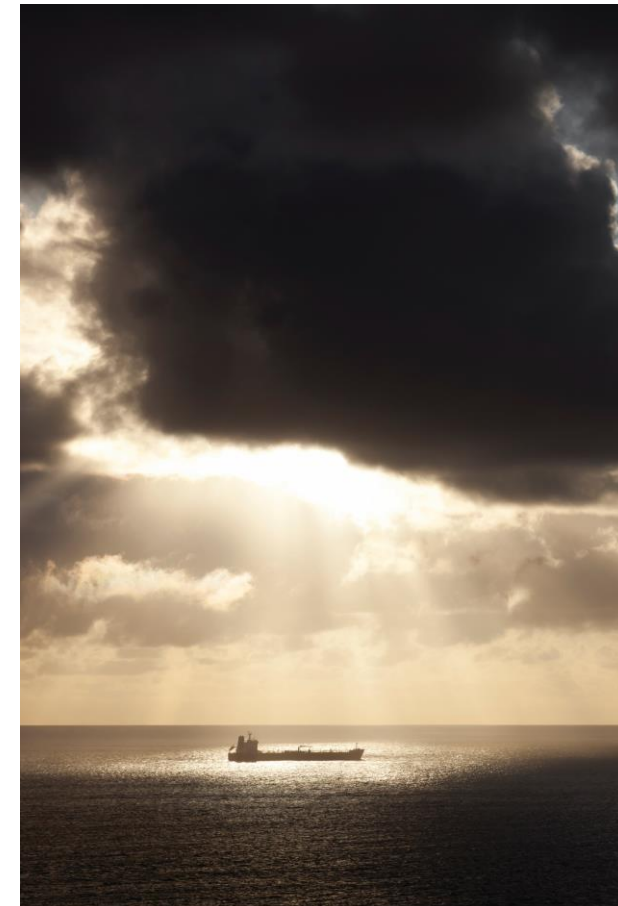
	Q1 2022	Q2 2022
<i>Amounts in USD million</i>		
EBITDA	41.1	45.3
Repayment on finance lease receivables	27.4	28.2
<b>EBITDA adjusted for finance lease effects</b>	<b>68.4</b>	<b>73.6</b>
Net profit (loss) for the period	22.1	24.6
Termination of swaps in Box Holdings		
Expenses related to sale of Ocean Yield ASA		
Foreign exchange gains/losses	1.4	(18.7)
Change in fair value of financial instruments	(2.7)	16.7
Change in deferred tax	0.6	0.4
<b>Adjusted net profit</b>	<b>21.4</b>	<b>23.0</b>
Attributable to:		
Equity holders of the parent	19.2	20.6
Dividends on hybrid capital	2.2	2.4
<b>Adjusted Net profit</b>	<b>21.4</b>	<b>23.0</b>



# BALANCE SHEET

## BALANCE SHEET

	Q1	Q2		Q1	Q2
<i>Amounts in USD million</i>	2022	2022		2022	2022
<b>ASSETS</b>			<b>EQUITY AND LIABILITIES</b>		
Vessels and equipment	518	488.7	Common equity	538	571
Investments in associates	194	174.3	Hybrid capital	125	125
Finance lease receivables	1 285	1 297	<b>Total equity</b>	<b>663</b>	<b>696</b>
Restricted cash deposits	2	12	Interest-bearing debt	1 391	1 310
Other non-current assets	2	2	Deferred tax and other liabilities	10	11
<b>Total non-current assets</b>	<b>2 001</b>	<b>1 974</b>	Fair value of derivatives	6	14
			<b>Total non-current liabilities</b>	<b>1 408</b>	<b>1 335</b>
Finance lease receivables	191	195	Interest-bearing short-term debt	193	262
Trade receivables	2	4	Fair value of derivatives	8	17
Cash and cash equivalents	89	150	Trade and other payables	12	14
Current assets	282	350	<b>Total current liabilities</b>	<b>213</b>	<b>293</b>
Assets held for sale	-	-	<b>Total liabilities</b>	<b>1 620</b>	<b>1 628</b>
<b>Total current assets</b>	<b>282</b>	<b>350</b>			
<b>Total assets</b>	<b>2 283</b>	<b>2 324</b>	<b>Total equity and liabilities</b>	<b>2 283</b>	<b>2 324</b>
			<b>Equity ratio</b>	<b>29.0%</b>	<b>29.9%</b>



# OUTLOOK

1

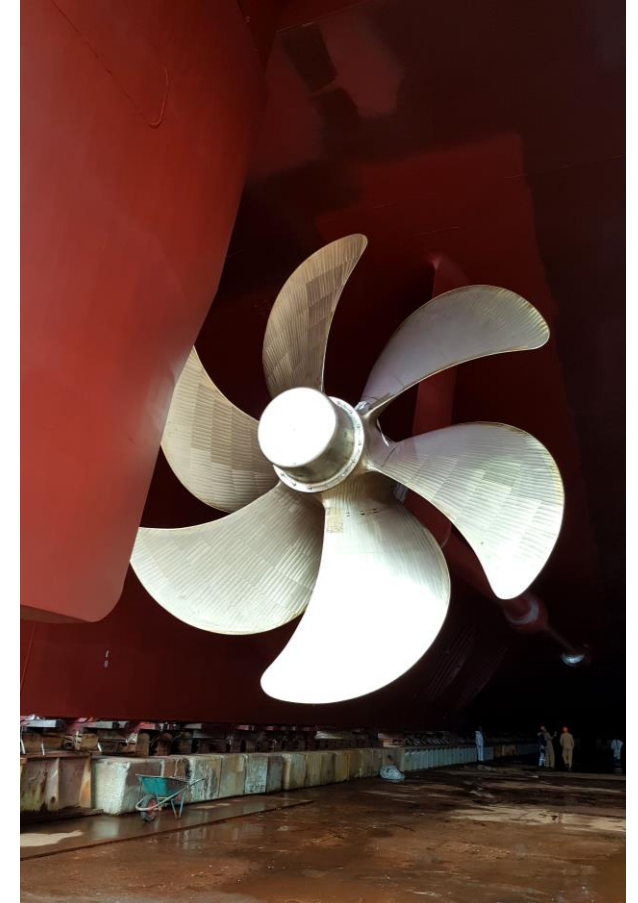
Ocean Yield is in a robust financial position and access to financing remains strong

2

The portfolio remains well performing and the counterparty credit quality is solid

3

Actively but selectively looking at new growth opportunities





## COMPANY CONTACTS:

---

Andreas Røde, CEO

+47 24 13 42 45

[andreas.rode@oceanyield.no](mailto:andreas.rode@oceanyield.no)

Eirik Eide, CFO

+47 24 13 01 91

[eirik.eide@oceanyield.no](mailto:eirik.eide@oceanyield.no)

[www.oceanyield.no/IR](http://www.oceanyield.no/IR)

