



Q1 2021 PRESENTATION

5th May 2021

Q1 2021 FINANCIAL HIGHLIGHTS

1	Net profit	\$21.5m Net profit ¹	\$19.7m Adjusted net profit ¹
2	Net profit to common shares	\$19.4m Net profit	\$17.6m Adjusted net profit
3	Earnings per share	\$11.1 cent EPS	\$10.1 cent Adjusted EPS
4	Dividend	\$5.45 cent DPS	6.0% Dividend yield p.a. ²
5	Other	\$175.4m Available liquidity	\$2.9bn Adjusted EBITDA backlog



1 Shipping market

- Expects continued strong market for container vessels and dry bulk carriers
- Relatively weak market for tankers in Q1, but expects a stronger market later in the year
- Increased ordering activity for container vessels, but still a low orderbook for tankers and dry bulk carriers
- Increasing yard prices
- Expects higher transaction activity in the sale- leaseback market in H2'21

2 Sale of vessels

- Counterparties have declared options for purchase or sale of vessels for a total of USD 176m
- Will receive net cash proceeds after debt repayment of USD 51m, of which USD 10m was received in Q1
- Net proceeds will be reinvested as equity into new projects

3 Financing

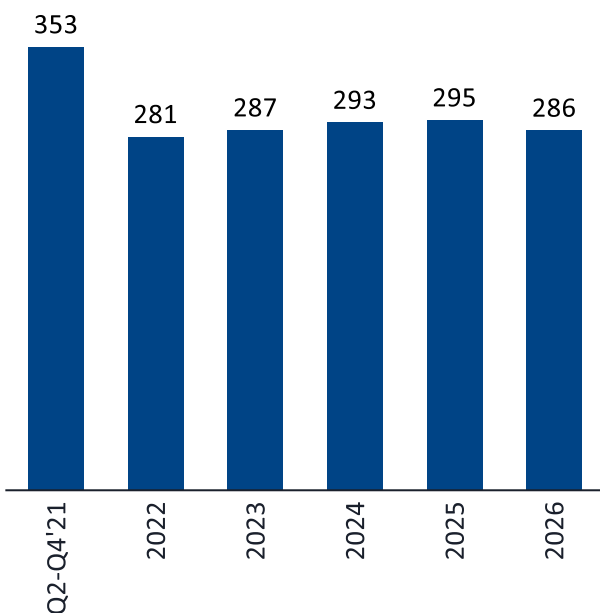
- Issued two call notices to prepay the remaining outstanding NOK 450m of the OCY04 bond issue with maturity in September
- Closed new USD 128.8m loan agreement for a refinancing of the five car carriers on long-term charter to Höegh Autoliners

4 FPSO

- In lay-up in Sri-Lanka, net loss of \$1.8m in Q1 2021
- Sales discussions with interested parties continues, but so far no sale has been concluded

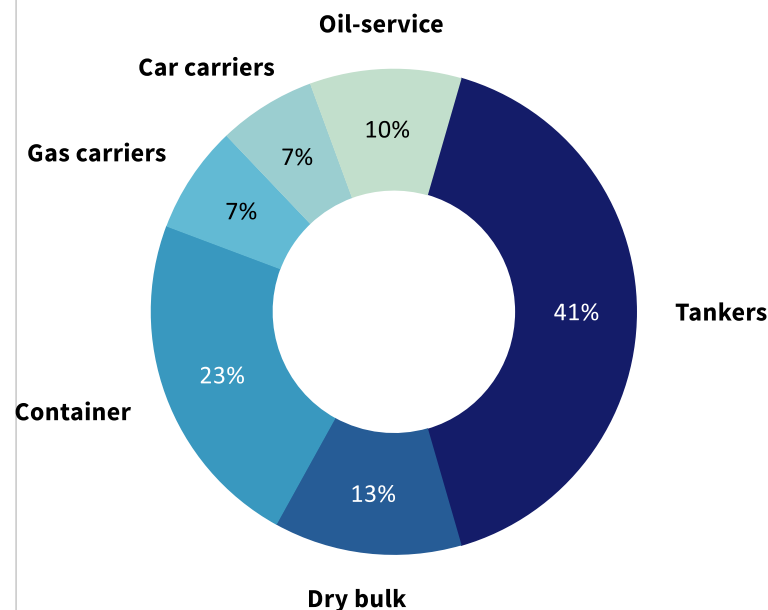
LONG-TERM CHARTERS SECURES STABLE CASH FLOW

Adj. EBITDA backlog¹ per year
(USDm)



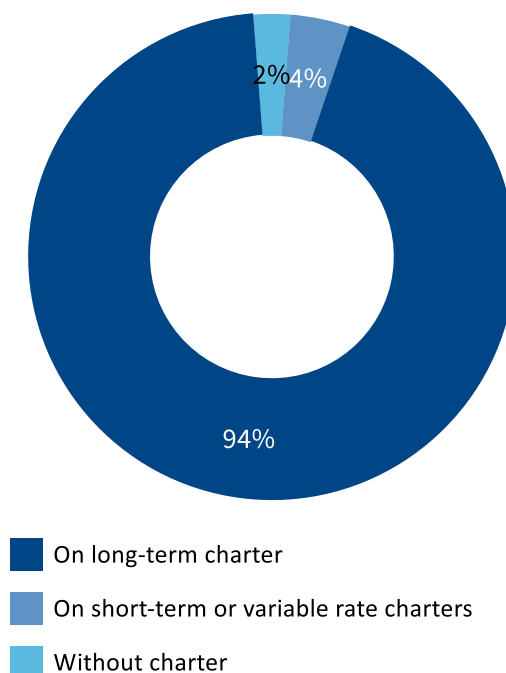
**LONG-TERM CASH FLOW VISIBILITY,
9.6 YEARS AVERAGE DURATION**

Adj. EBITDA backlog¹ per segment



EBITDA BACKLOG OF USD 2.9BN

Charter status as
% of book value of portfolio

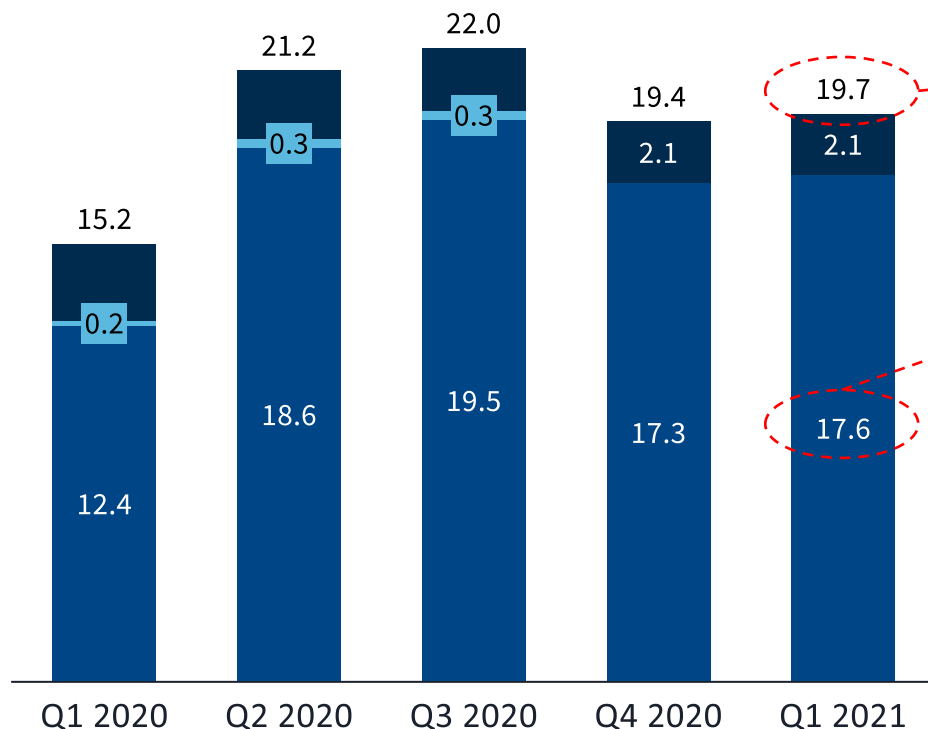


**94% OF PORTFOLIO EMPLOYED ON
LONG-TERM CHARTERS**

FINANCIAL SNAPSHOT

Adjusted net profit

USD million



Hybrid capital Minority Common equity

Q1 2021 Key financials

\$19.7m

Adjusted net profit

\$17.6m

Adjusted net profit to common shares

\$10.1 cents

Adjusted EPS

\$5.45 cents

Dividend per share

\$175.4m

Available liquidity

29.2%

Equity ratio

INCOME STATEMENT

INCOME STATEMENT

	Q4	Q1
<i>Amounts in USD million</i>	2020	2021
Operating revenues	20.6	16.1
Finance lease revenue	23.5	22.3
Income from investments in associates	6.0	5.8
Other revenue	0.3	1.4
Total revenues and other income	50.4	45.7
Total operating expenses	(4.1)	(3.3)
Depreciation and amortization	(9.1)	(7.3)
Loss from sale of vessel	(70.7)	0.0
Operating profit	(33.5)	35.0
Financial income	0.8	0.7
Financial expenses	(15.9)	(14.1)
Foreign exchange gains/losses	(26.2)	(0.4)
Change in fair value of financial instruments	25.9	2.8
Net profit before tax	(48.9)	24.2
Income tax expense	(0.7)	(0.9)
Net profit (loss) from continuing operations	(49.6)	23.3
Net profit (loss) from discontinued operation, net of tax	(2.1)	(1.8)
Net profit (loss) for the period	(51.7)	21.5
Equity holders of the parent	(53.9)	19.4
Dividends on hybrid capital	2.1	2.1
Net profit (loss) for the period	(51.7)	21.5



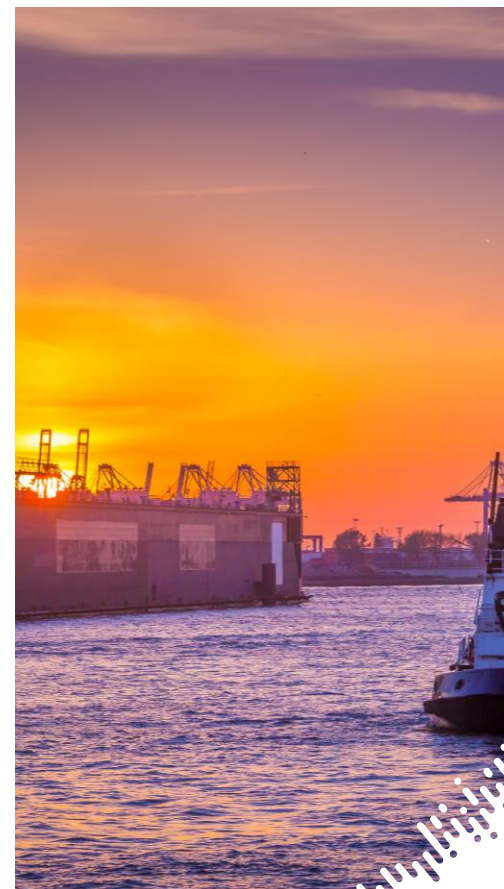
ADJUSTED EBITDA AND NET PROFIT

ADJUSTMENTS

	Q4	Q1
<i>Amounts in USD million</i>	2020	2021
EBITDA	46.3	42.3
Repayment on finance lease receivables	21.3	20.6
EBITDA adjusted for finance lease effects	67.6	62.9
Net profit (loss) for the period	(51.7)	21.5
Loss from sale of Connector	70.7	0.0
Loan expenses	0.7	0.0
Far Senator/Normand Statesman	(1.1)	0.0
Foreign exchange gains/losses	26.2	0.4
Change in fair value of financial instruments	(25.9)	(2.8)
Change in deferred tax	0.6	0.7
Adjusted net profit	19.4	19.7
Loss from discontinued operations	2.1	1.8
Adjusted net profit from continuing operations	21.6	21.5
Equity holders of the parent	17.3	17.6
Dividends on hybrid capital	2.1	2.1
Adjusted Net profit	19.4	19.7

- NOK bond loans
- Cross currency swaps

- Adjusted EPS of USD 10.05 cents



BALANCE SHEET

BALANCE SHEET				
	Q4	Q1	Q4	Q1
<i>Amounts in USD million</i>	2020	2021	2020	2021
ASSETS			EQUITY AND LIABILITIES	
Vessels and equipment	550	544	Common equity	513
Investments in associates	178	186	Hybrid capital	125
Finance lease receivables	1,220	1,092	Total equity	638
Restricted cash deposits	1	1	Interest-bearing debt	1,139
Other non-current assets	2	3	Deferred tax and other liabilities	6
Total non-current assets	1,951	1,825	Fair value of derivatives	14
			Total non-current liabilities	1,159
Finance lease receivables	164	230	Interest-bearing short term debt	472
Trade receivables	4	7	Fair value of derivatives	5
Cash and cash equivalents	113	127	Trade and other payables	10
Current assets	281	364	Total current liabilities	487
Assets held for sale	54	54	Liabilities related to assets held for sale	2
Total current assets	335	418	Total current liabilities	489
Total assets	2,286	2,243	Total liabilities	1,649
			Total equity and liabilities	2,286
			Equity ratio	27.9 %
				29.2 %

E Environment

- Consistent strategy to invest in modern fuel-efficient vessels
- Average fleet age of only 4.7 years
- Supporter of IMO 2050 strategy to reduce CO2 emissions
- Invested in three modern ethylene vessels with dual fuel capabilities
- Two PSV's modified with battery packs in order to reduce emissions

S Social

- Committed to ethical and responsible business conduct
- Focus on competence and employee well-being
- Supporter of "Stiftelsen VI" alongside several Aker companies

G Governance

- Clear and strong corporate governance policy based on the Norwegian Code of Practice for Corporate Governance
- Comprehensive set of policies including code of conduct, anti-corruption, whistle-blower hotline and risk-management
- Majority of independent board members with 40% female board members



[LINK TO ESG REPORT](#)

1 Portfolio of vessels

- All counterparties performing according to charter contracts
 - A positive market outlook should contribute to further reduce the risk related to the portfolio of vessels on long-term charter
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2 New investments

- Actively looking for new investments in modern fuel efficient vessels with long-term charters
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3 Dividends

- Current dividend yield of 6.0% p.a.¹
- Conservative dividend level of 54% of earnings
- Intention to gradually increase the dividends going forward



INVESTOR RELATIONS

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