Containership Markets Outlook

Marsoft, February 2005

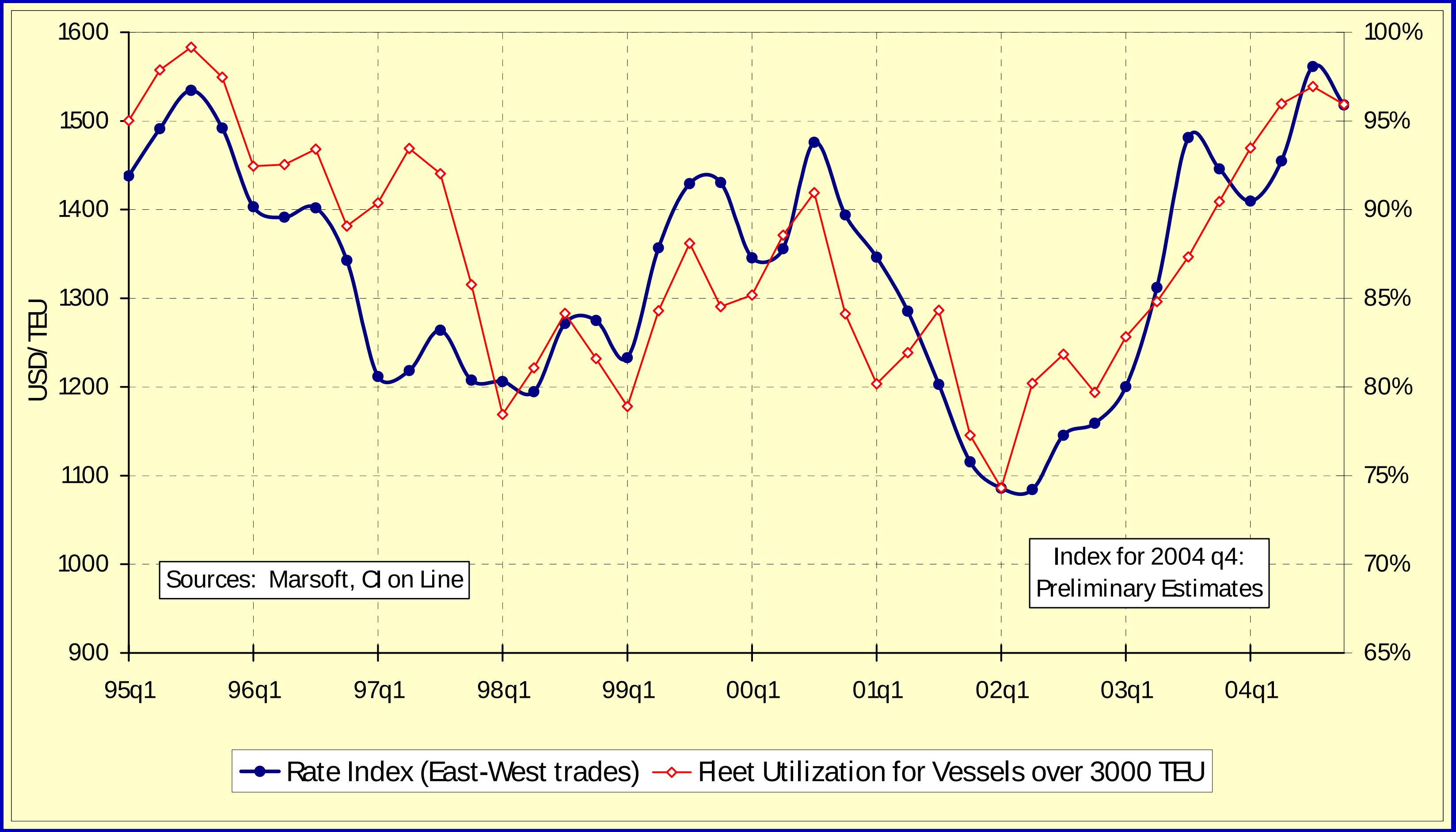
Agenda

- Liner & Charter Markets: Recent Developments
- Outlook: Trade and Fleet Fundamentals
- Base Outlook and Risk Assessment

Liner Markets

- Liner profitability soars in 2004
  - Record-high freight rates
  - Shipments expand by double-digit figures
  - Port congestion ties-up vessel capacity
  - Bunker and port-delay related surcharges mitigate surging OPEX
- Forecast is less optimistic
  - Capacity added in 2nd half of 2004 (with much more yet to come) is a major concern, especially if port congestion proves to be less of an issue in 2005

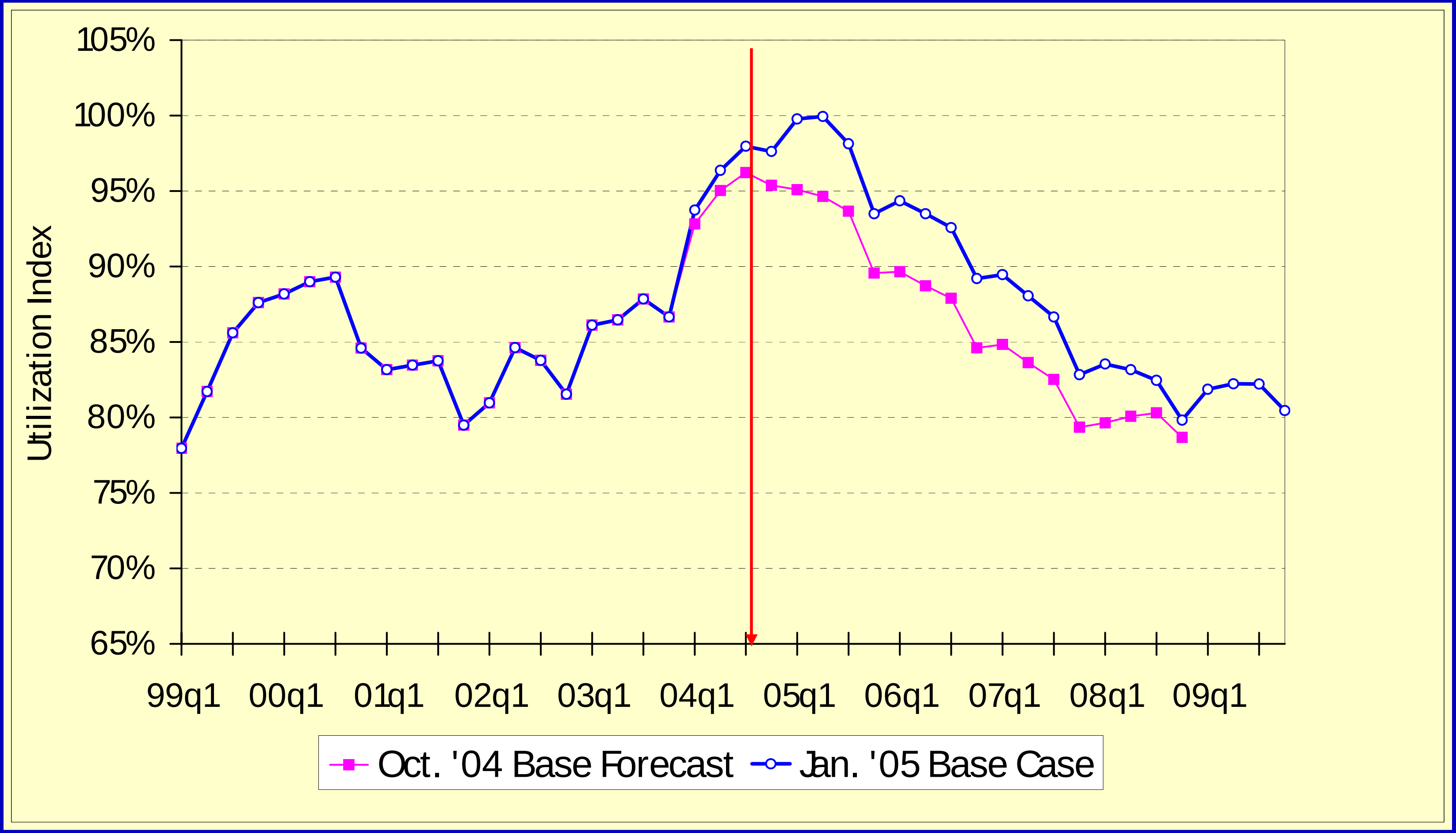
Liner Market Freight Index vs. Fleet Utilization



Background: GDP and Trade Growth

- World GDP at 30-year high in 2004
- Base trade growth revised higher for 2004 and for 2005
  - Surprising economic growth outside the major-OECD areas, particularly in South-East Asia
  - Strong growth in north-south and regional trades (particularly intra-Asia)
  - China the beneficiary
- Charter markets near full utilization

Charter-vessel utilization approaches full capacity, as trade growth continues to be strong



Agenda

- Liner & Charter Markets: Recent Developments
- Outlook: Trade and Fleet Fundamentals
- Base Outlook and Risk Assessment

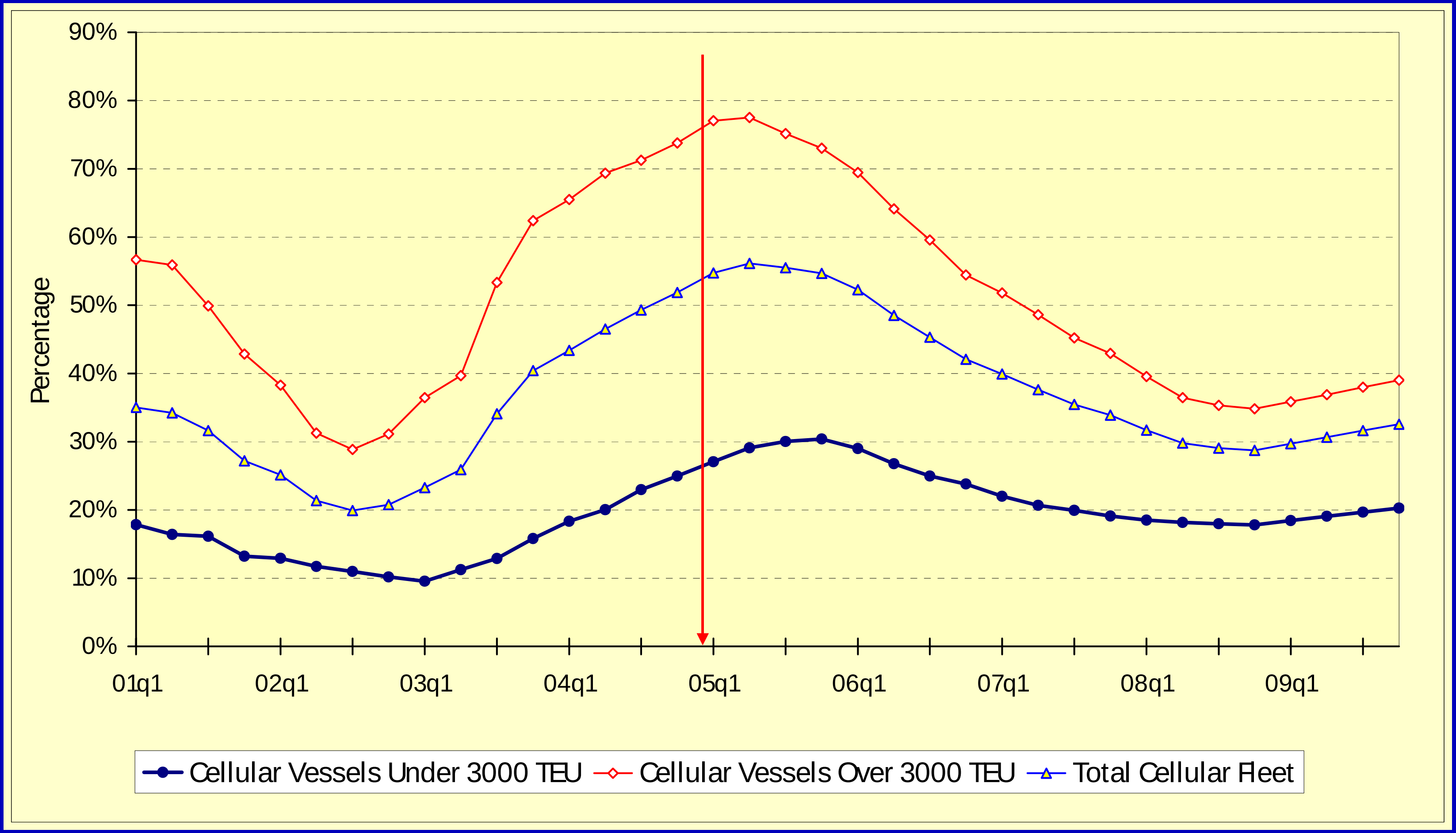
World Economy, Trade Growth, and the Role of China

Global Developments	Annual Trade Growth	Annual GDP Growth	Trade to GDP Ratio	Chinese Export Growth (annual shipments)
Hist. Average (1996-2001)	7.2%	3.2%	2.3	15%
2002	12.2%	2.6%	4.7	37%
2003	13.0%	3.5%	3.7	33%
2004	14.5%	4.8%	3.0	30%
Base Case Forecast 2005	10.7%	3.9%	2.7	20%
Base Case Forecast 2006	8.2%	3.3%	2.5	14%
Base Case Forecast 2007	10.0%	3.8%	2.6	14%
Base Case Forecast 2008	8.4%	3.5%	2.4	12%

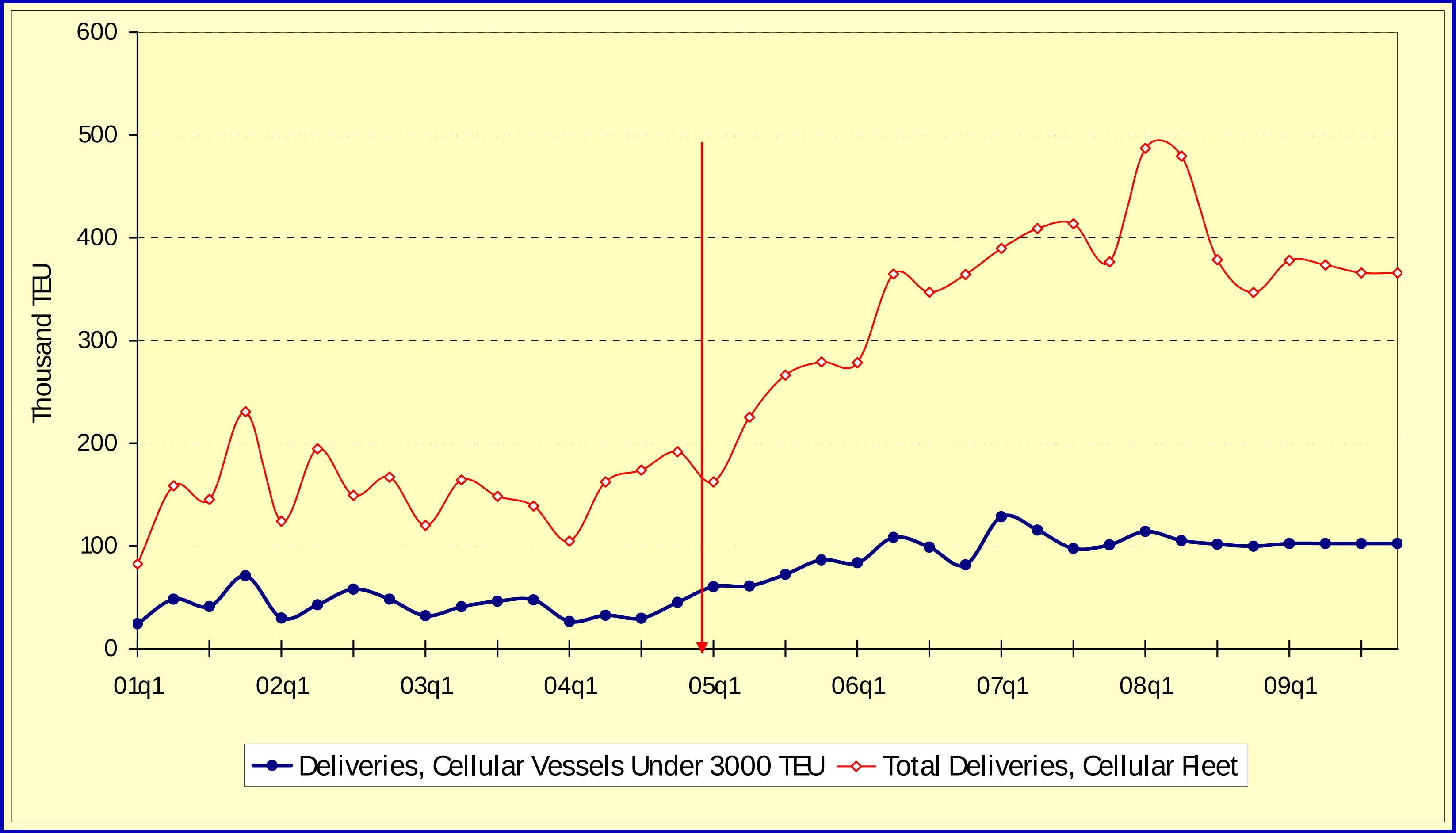
Trade Outlook:
Base, Low & High Cases

	Base Case		Low Case		High Case	
	Total Trade	Chinese Exports	Total Trade	Chinese Exports	Total Trade	Chinese Exports
2002	12.2%	37%				
2003	13.0%	33%				
2004	14.5%	30%				
2005	10.7%	20%	8.5%	15%	13.4%	26%
2006	8.2%	14%	6.2%	12%	10.5%	20%

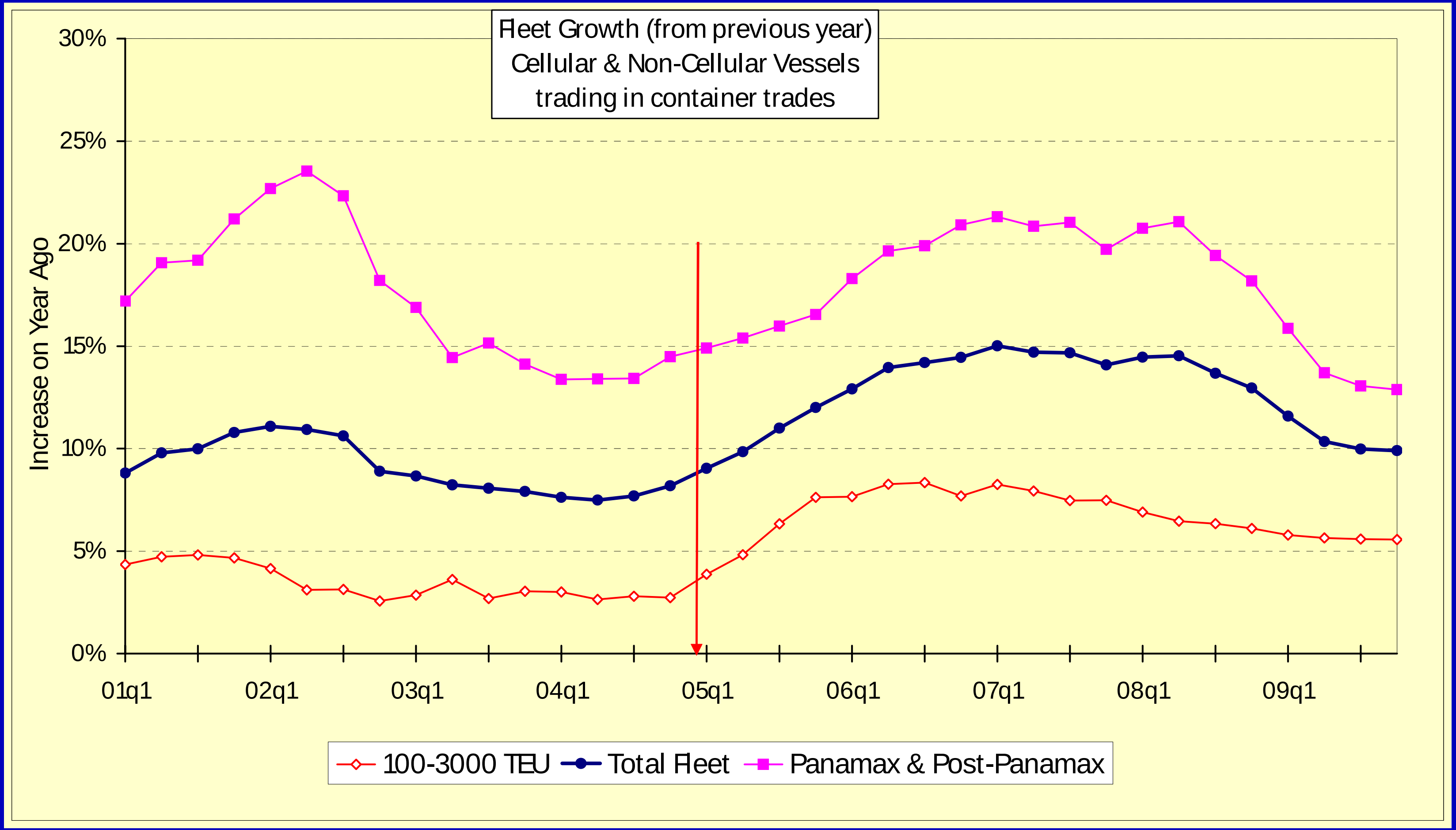
Orderbook as a Percentage of Fleet: No Slowing Down



Cellular Deliveries (Base Case)



Fleet Growth, Annual Basis
Base Case (container capable fleet)



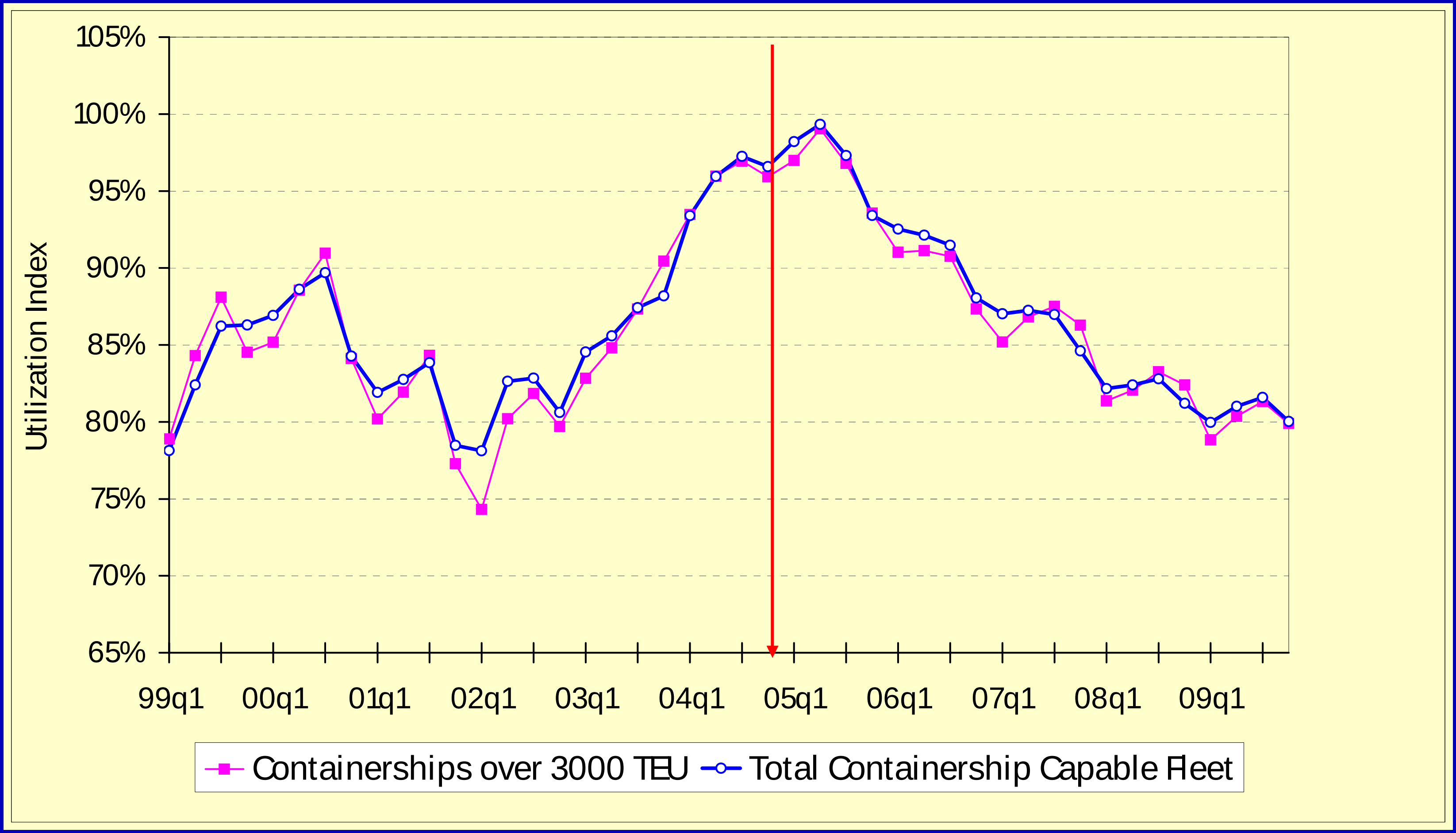
Agenda

- Liner & Charter Markets: Recent Developments
- Outlook: Trade and Fleet Fundamentals
- <u>Base Outlook and Risk Assessment</u>

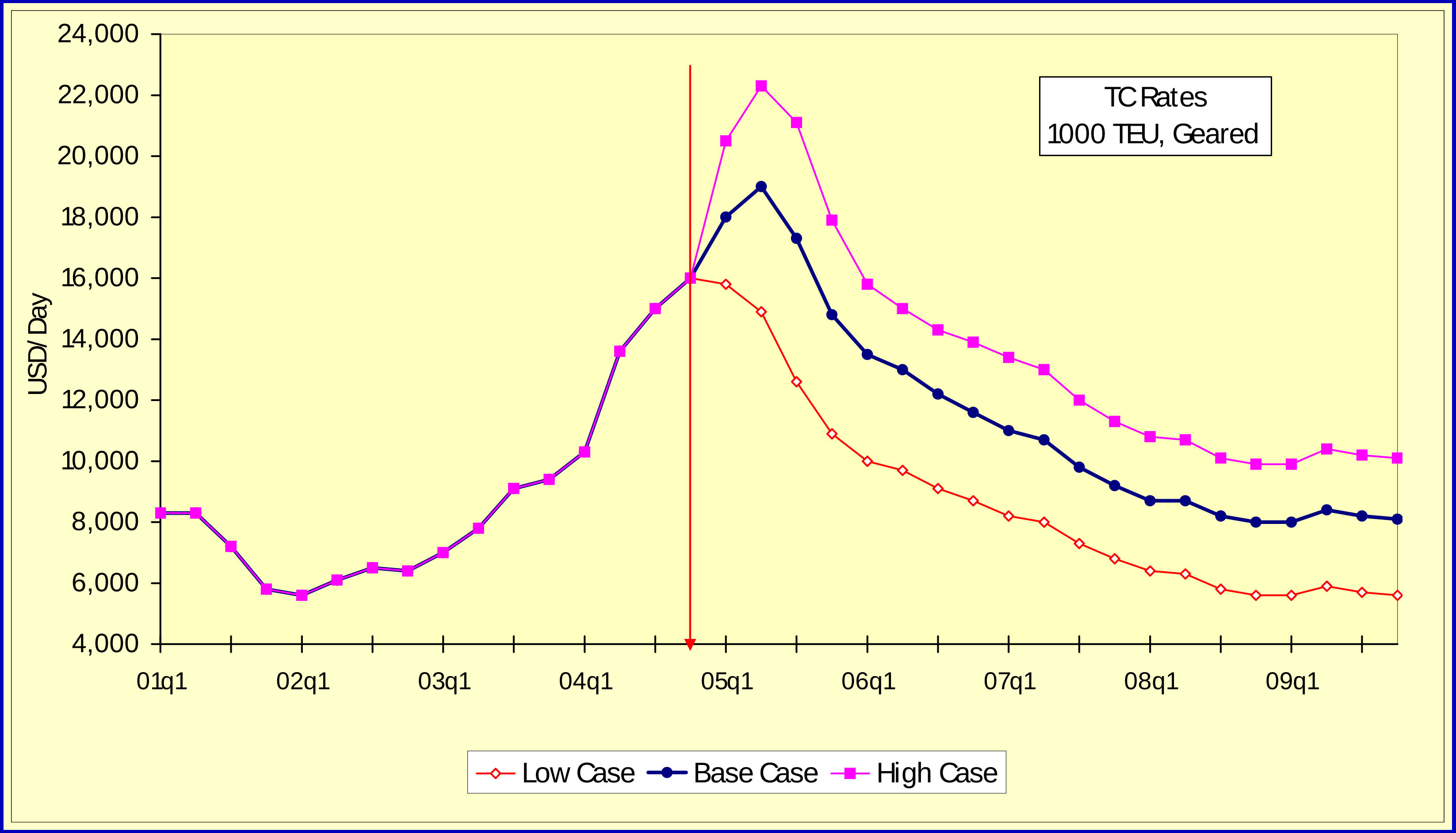
Alternative Scenarios

- Low Case
  - Low Case considers the impact of US economic slowdown
- High Case
  - High Case assumes continued Asian economic boom and high Chinese export growth

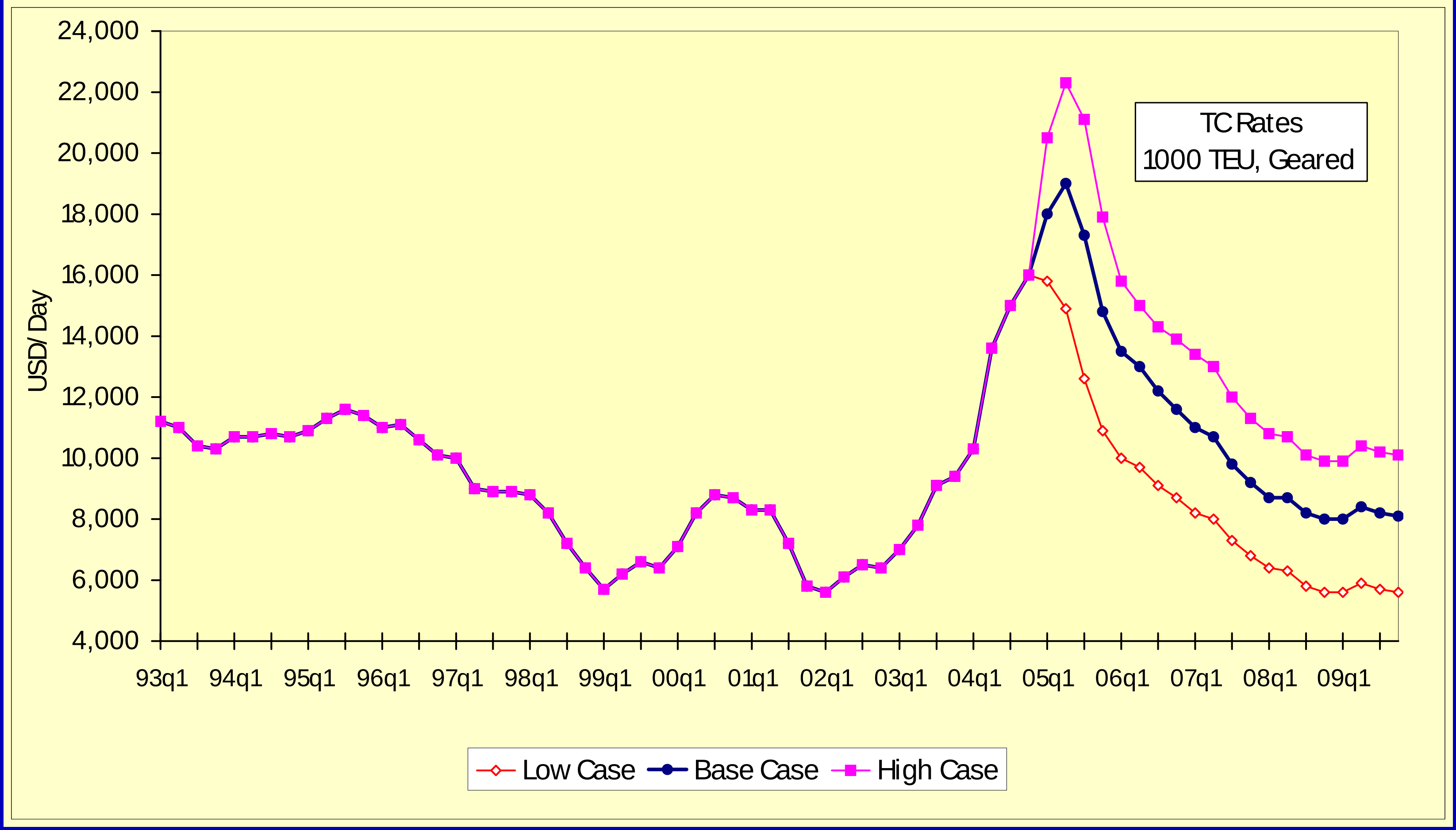
Liner Market Outlook: Fleet Utilization



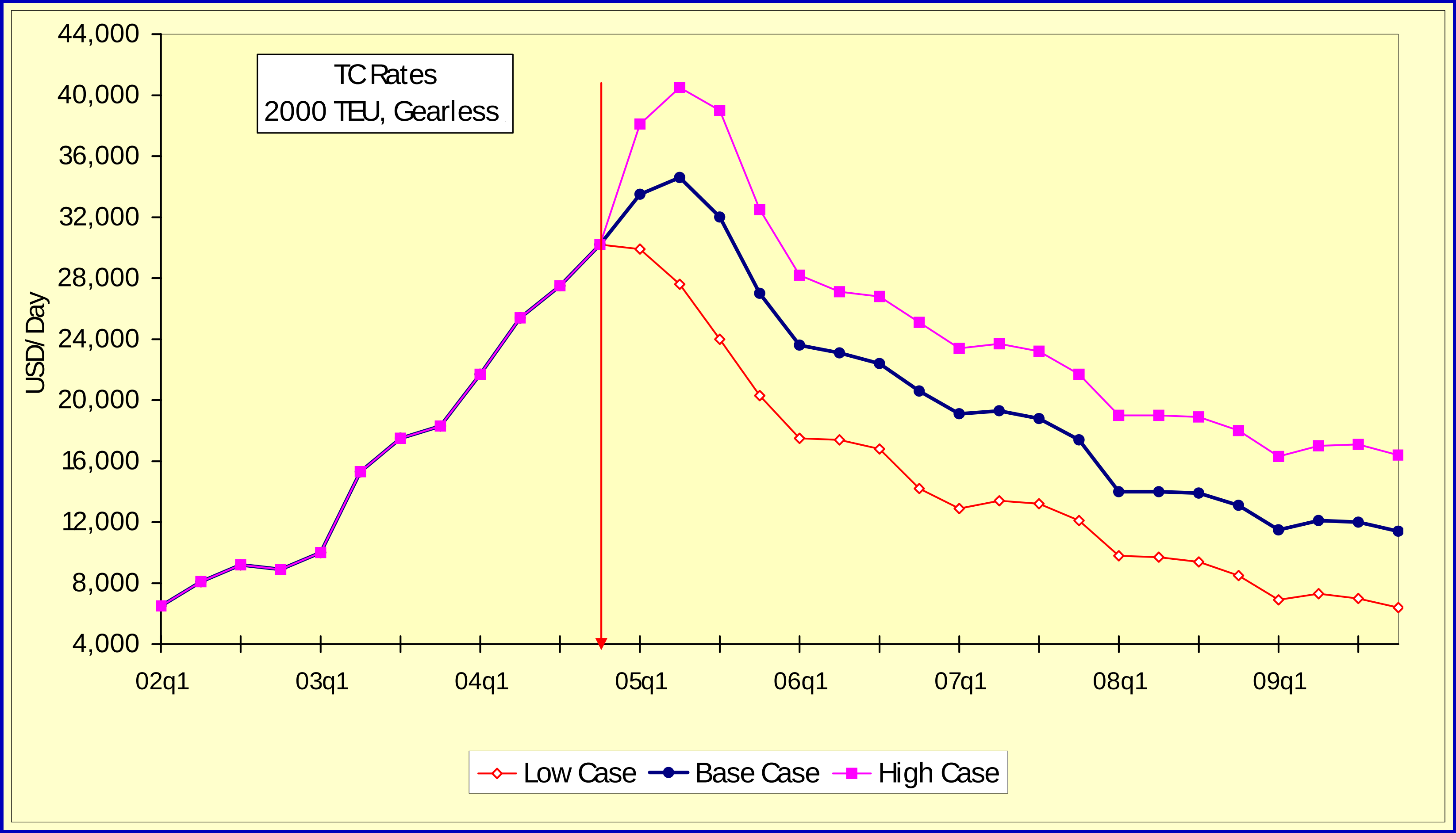
TC Rates,
Geared 1000 TEU



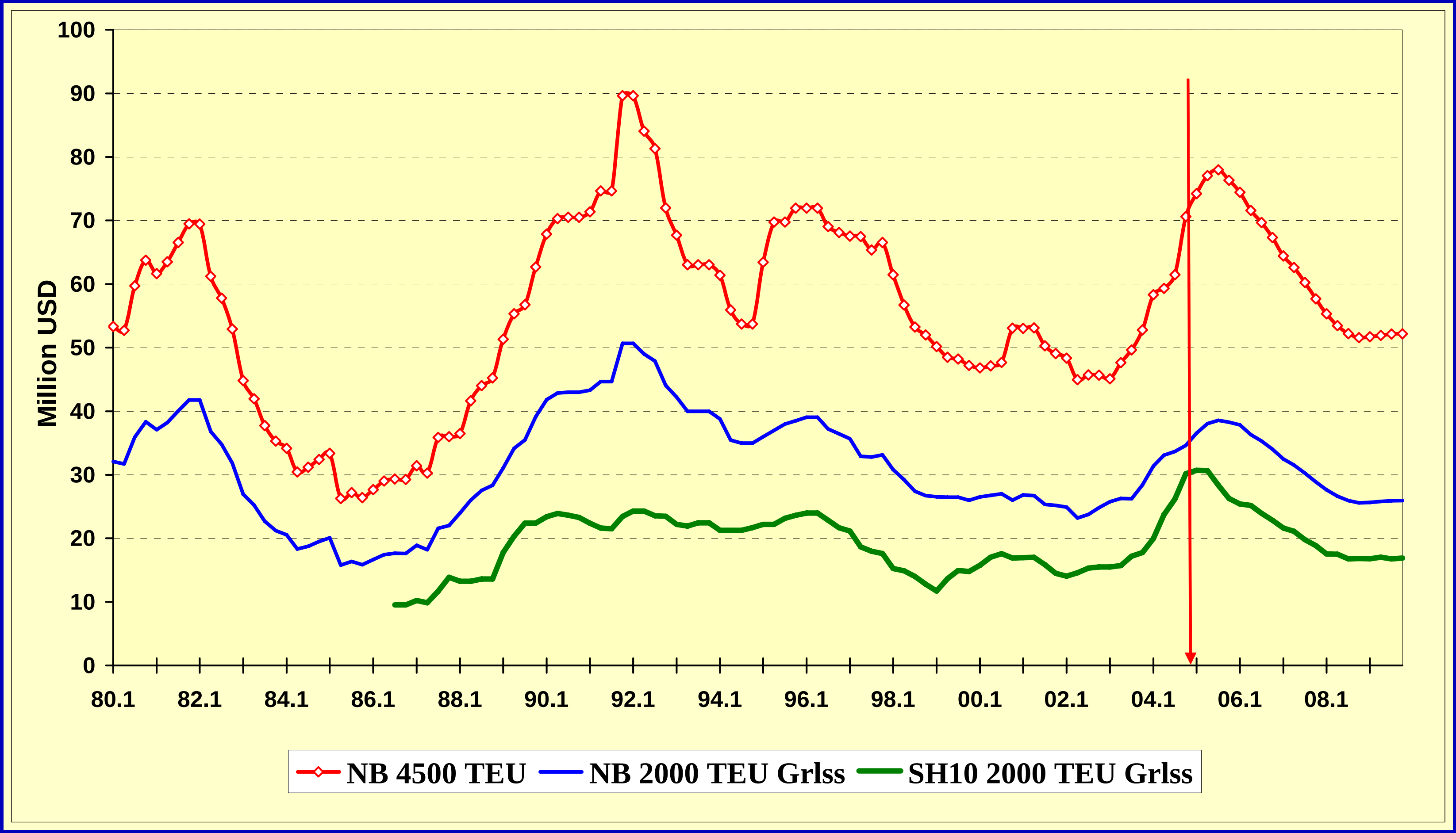
Long-Term Perspective
Geared 1000 TEU



TC Rates, Gearless 2000 TEU



Vessel Values:
History & Forecast



Long-Term Perspective Gearless 2000 TEU