4th Quarter and 2009 Full Year Result

Oslo 8 February 2010

ODFJELL

HIGHLIGHTS

- Soft parcel tanker market with time-charter results 7% lower than third quarter
- Continued strong operating results from tank terminals
- Compensation from Sevmash of USD 43 million
- Pre-tax effect of impairment charges of USD 14 million relating to Odfjell Terminals Maritiem and one ship planned for recycling
- EBITDA 2009 USD 182 million
- Net result 2009 USD 11 million
- Change of Chairman of BoD as from May 5th

ODFJELL

RESULT 4TH QUARTER 2009

(USD million)	4Q09	4Q08	Change
Gross Revenue	320	354	(34)
Voyage Expenses	(124)	(136)	12
TC Expenses	(45)	(54)	9
Operating Expenses	(89)	(82)	(7)
General and Administrative Expenses	(29)	(30)	1
Operating Result before Depr. (EBITDA)	32	51	(19)
Depreciation	(42)	(31)	(11)
Compensation	43	0	43
Impairment fixed assets	(14)	0	(14)
Capital Gain/Loss on Fixed Assets	0	43	43
Operating Result (EBIT)	20	63	(43)
Net finance	(6)	(2)	(4)
Taxes	0	19	19
Net Result	14	81	(67)

RESULT 2009

(USD million)	2009	2008	Change
Gross Revenue	1 264	1 476	(212)
Voyage Expenses	(449)	(548)	99
TC Expenses	(191)	(197)	6
Operating Expenses	(329)	(330)	1
General and Administrative Expenses	(113)	(117)	4
Operating Result before Depr. (EBITDA)	182	286	(104)
Depreciation	(151)	(141)	(10)
Compensation	43	0	43
Impairment fixed assets	(14)	0	(14)
Capital Gain/Loss on Fixed Assets	1	53	(52)
Operating Result (EBIT)	61	198	(137)
Net finance	(35)	(52)	17
Taxes	(15)	17	(32)
Net Result	11	163	(152)

EBITDA 4Q2009 VERSUS 3Q2009

- EBITDA Parcel Tankers USD 12.6 mill. lower
  - Lower net revenue USD 7.3 mill.
  - Higher TC expenses USD 1.5 mill.
  - Higher operating expenses USD 4.2 mill.
  - Lower G&A USD 0.4 mill.

- EBITDA Tank Terminals USD 1.6 mill. lower
  - Higher net revenue USD 4.5 mill.
  - Higher operating expenses USD 4.6 mill.
  - Higher G&A USD 1.5 mill.

ODFJELL

RETROACTIVE TONNAGE TAX ODFJELL SITUATION

- Supreme Court decision 15.02.2010 at the latest

- Accounting effect:

Book tax debt per 31.12.09	NOK 481.8 mill.	USD 83.7 mill.
Repayment prepaid tax	NOK 152.7 mill.	USD 26.5 mill.
Interest paid	NOK 1.8 mill.	USD 0.3 mill.

- Liquidity effect:

Tax paid 2007	NOK 76.3 mill.
Tax paid 2008	NOK 76.3 mill.
Interest paid 2007	NOK 1.8 mill.
Total repayment	NOK 154.5 mill.

ODFJELL

RESTRUCTURE ODFJELL TERMINALS MARITIEM AND ODFJELL TERMINAL (ROTTERDAM)

- OTM purchased in 2008, jetty service and waste management
- Adjacent land to OTR and excellent mooring facilities
- Loss making business due to less ship calls in Rotterdam.
- Discontinue and decommission OTM and merge into OTR
- Restructuring charges of EUR 8.5 million, after tax loss of about EUR 6.3 million

SEVMASH ARBITRATION AWARD

- Awarded USD 43.8 million plus 75% of legal expenses.
- Payment due on the day of the award (31.12.09).
- Expect payments soon.
- Disappointed because we got no compensation for our trading losses.

ODFJELL

FLEET DEVELOPMENT 2009

- Bare-boat charter with National Chemical Carriers (NCC) of MT NCC Jubail (1996), MT NCC Mekka (1995) and MT NCC Riyad (1995), all stainless steel for 10 years with purchase option.
- Time charter for MT Bow Baha (24 728 DWT/1988), MT Bow Asir (23 001 DWT/1982) and MT Bow Arar (23 002 DWT/1982).
- The time charter agreement of MT Bow Arar and Bow Asis were later cancelled and replaced by sale and short-term charter back of MT Bow Hunter (23 002 DWT/1983) and MT Bow Pioneer (23 016 DWT/1982).
- Acquisition of MT Bow Victor (33 190 DWT/1986), sister vessel to MT Bow Viking.

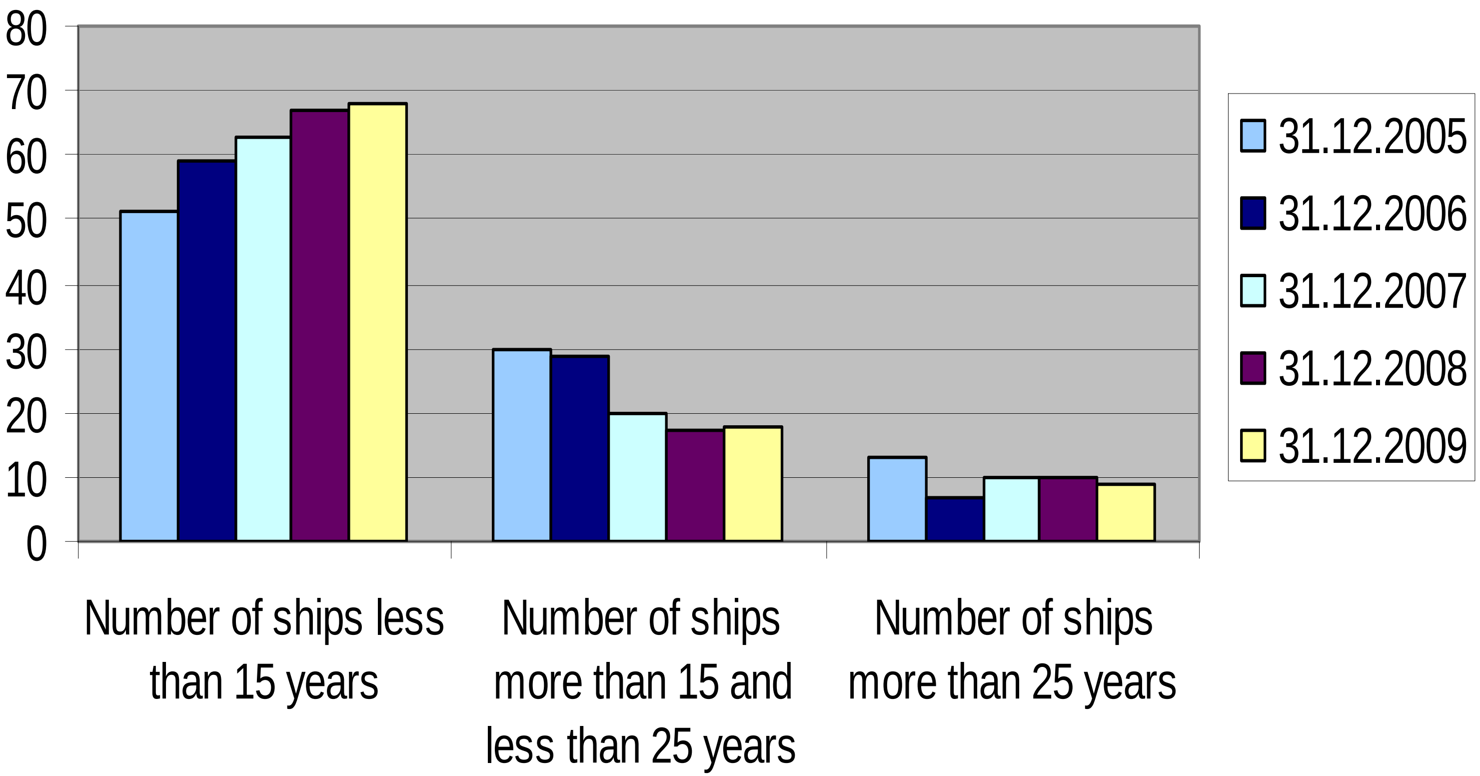
ODFJELL

FLEET DEVELOPMENT 2009

- In June 2009, Odfjell signed a 50/50 joint venture agreement with NCC to establish NCC-Odfjell in Dubai. The company is set up to commercial operate our respective fleets of coated (IMO) 2/3) chemical tankers of 40 000 DWT and above. Start-up early 2010 with 15 vessels and a total capacity of nearly 660 000 DWT. Plan to grow to 31 vessels and a total DWT of nearly 1.4 millions over the next 3 years.
- Termination of Odfjell Ahrenkiel Europe and relocation of the pool management to Odfjell Bergen, Norway.
- Bow Maaslot and Bow Maasstrom sold for recycling in India.

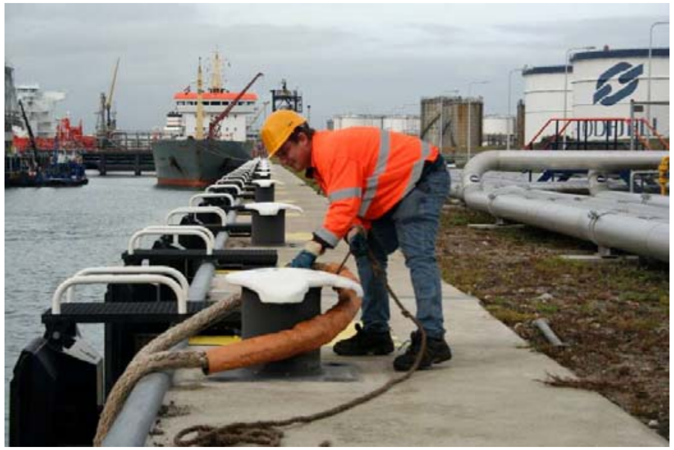
ODFJELL

FLEET DEVELOPMENT – VESSEL AGE



TANK TERMINAL DEVELOPMENT 2009

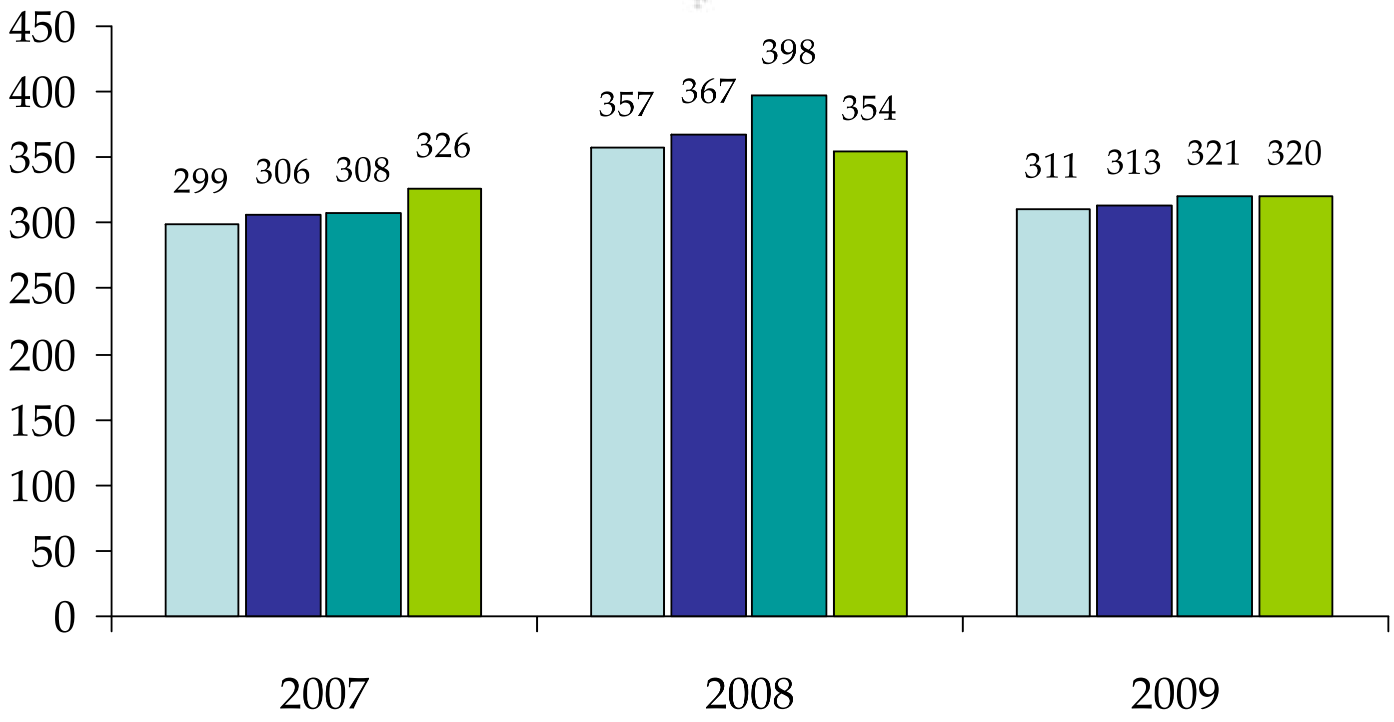
- Successful commissioning of expansion projects in Oman, Houston and Singapore.
- Start-up of green field project in Iran.
- Start-up of new tank bay expansion of totally 80 000 cbm at Odfjell Terminals Korea.
- Two new long-term contracts for additional 425 000 cbm in Oman, scheduled for completion in 2011.
- Commissioning of a new quay wall, adding valuable berth capacity at Odfjell Terminals Rotterdam.



ODFJELL

GROSS REVENUE

Per Quarter (in USD million)

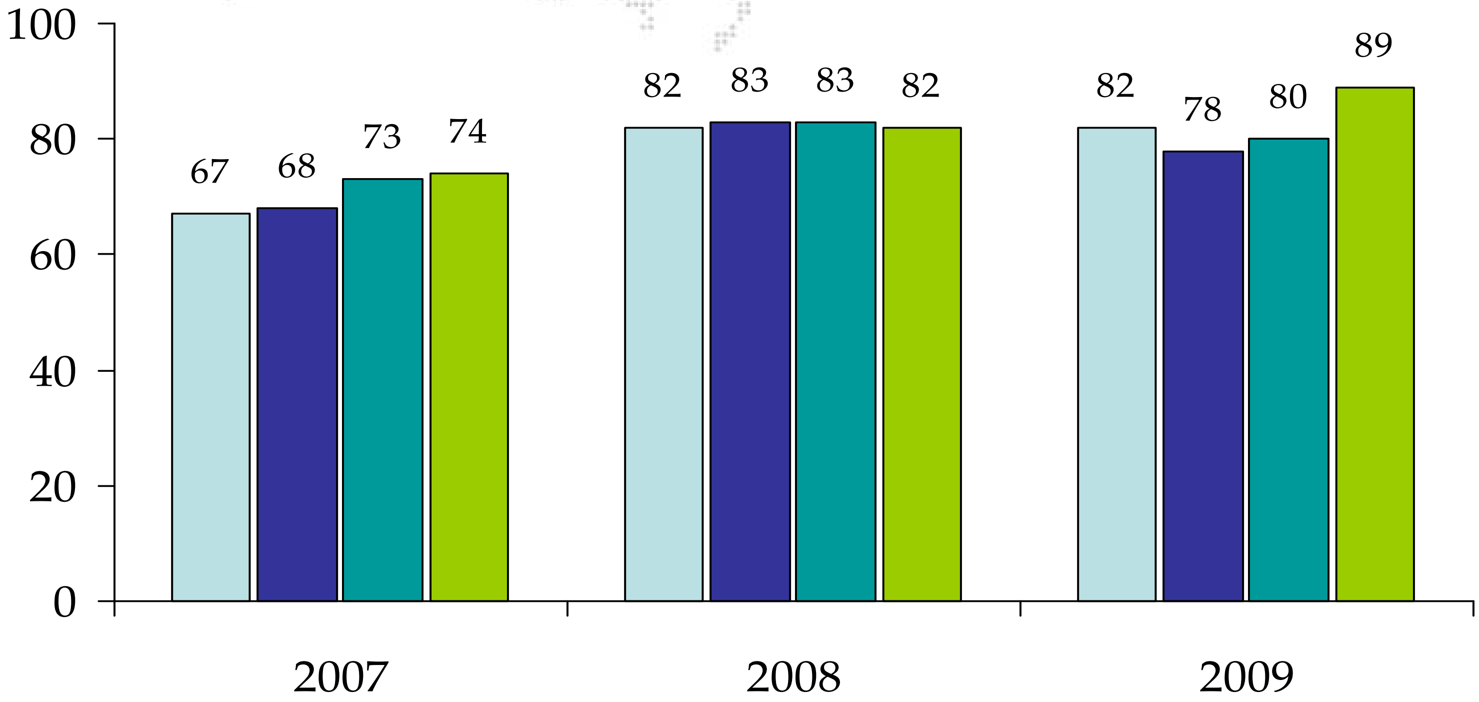


Accumulated		
1 239	1 476	1 264

ODFJELL

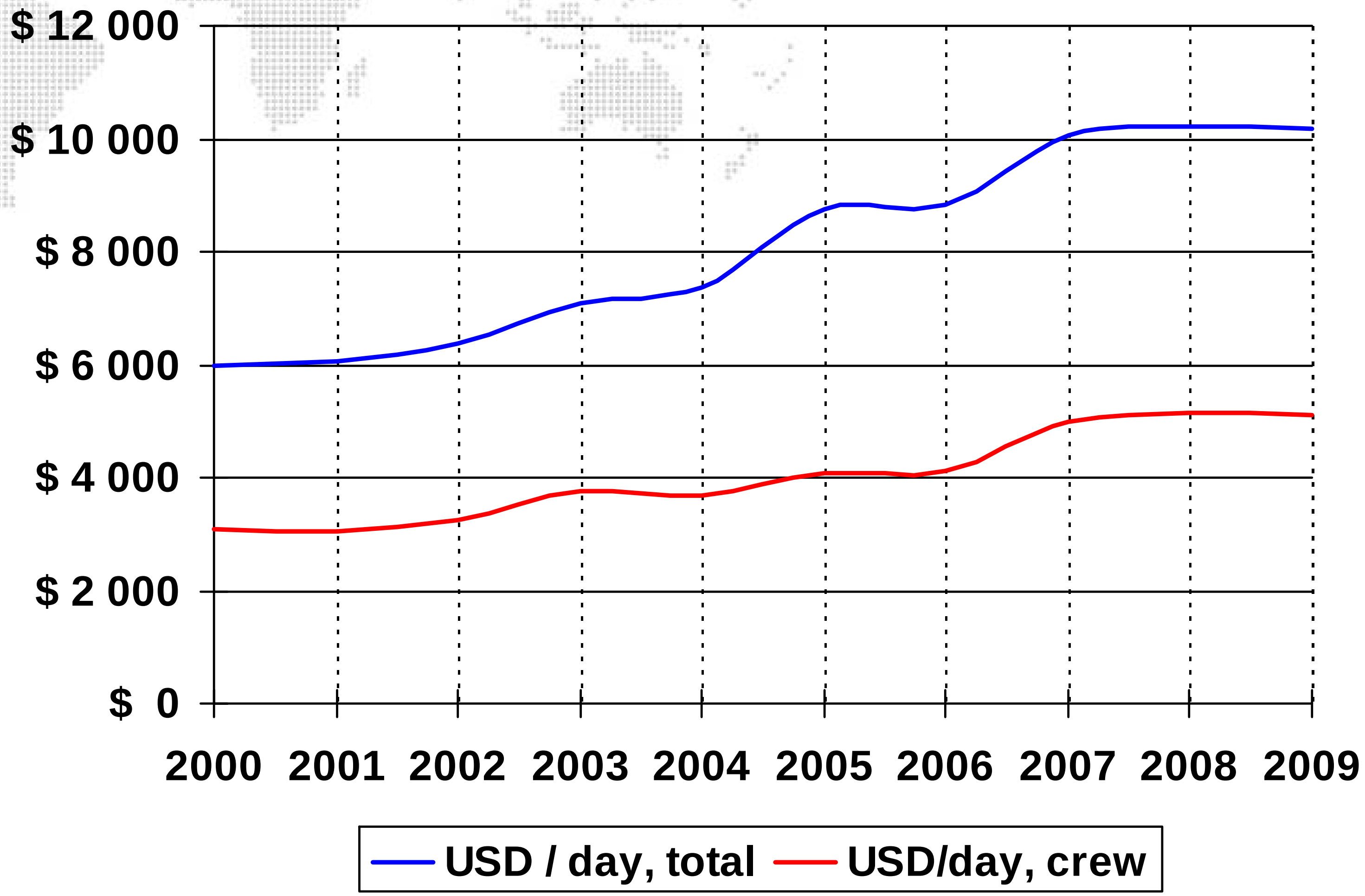
OPERATING EXPENSES

Per Quarter (in USD million)



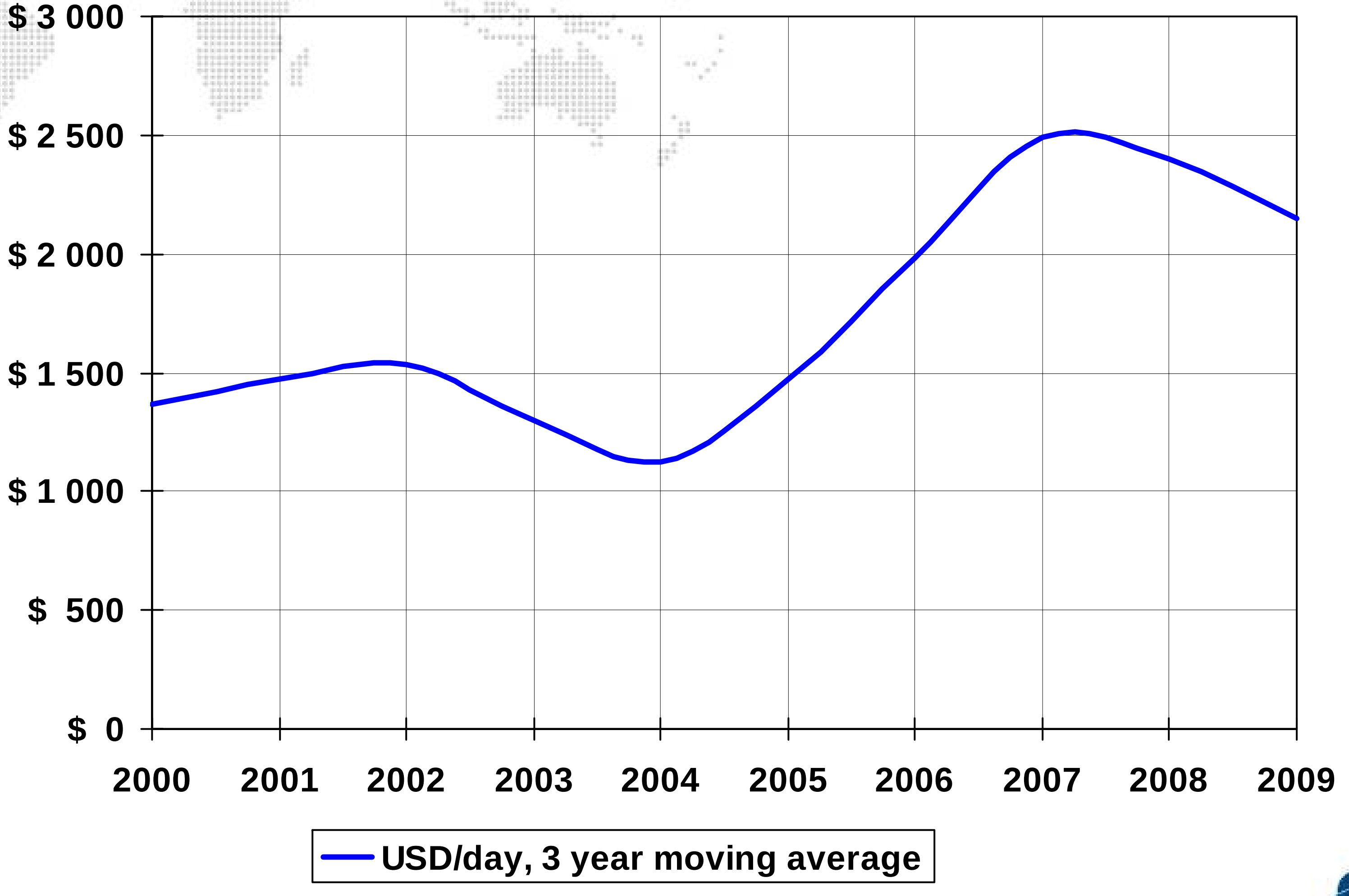
Accumulated		
282	330	329

VESSEL OPERATING EXPENSES
(Large Parcel Tankers)

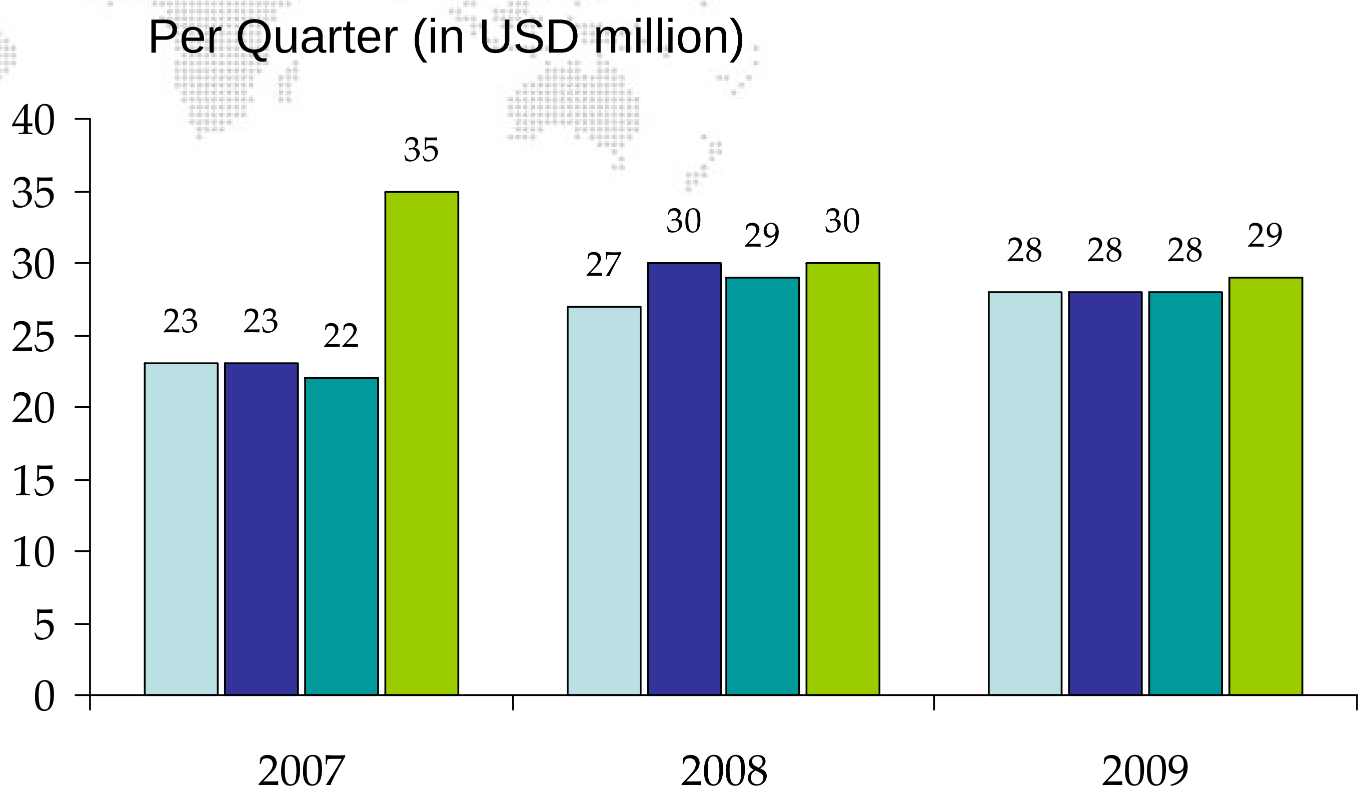


ODFJELL

DRY-DOCKING COST
(Large Parcel Tankers)



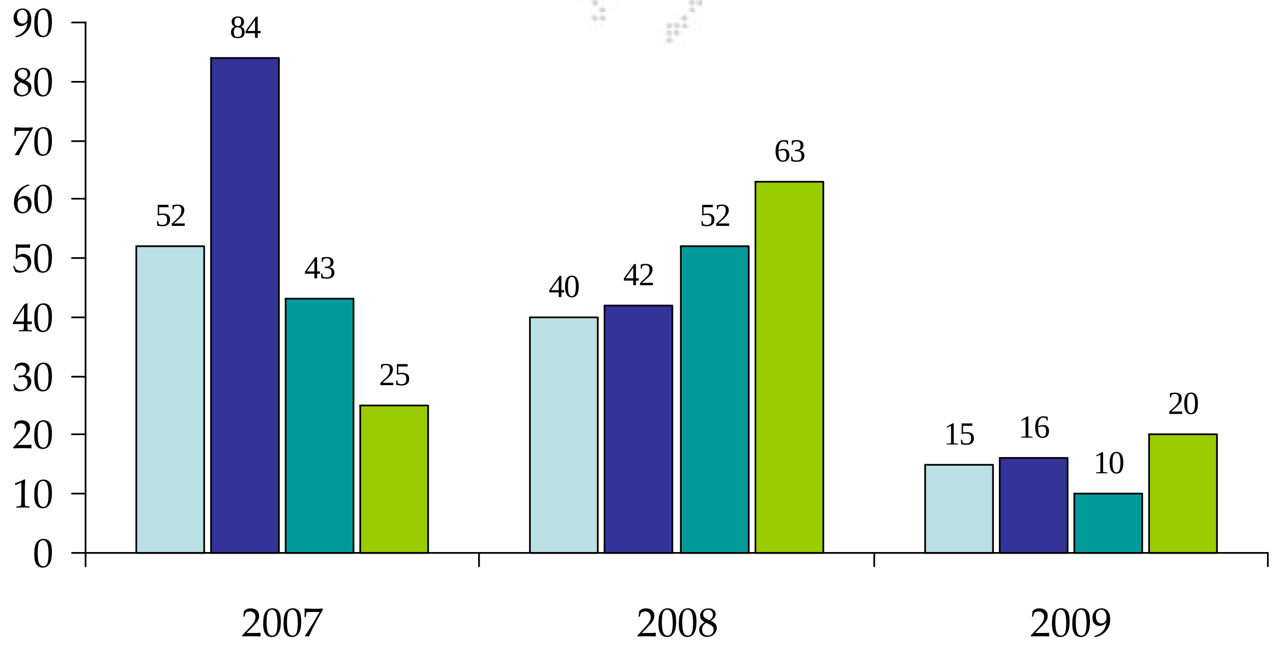
ADMINISTRATIVE EXPENSES



Accumulated		
103	117	113

OPERATING RESULT (EBIT)

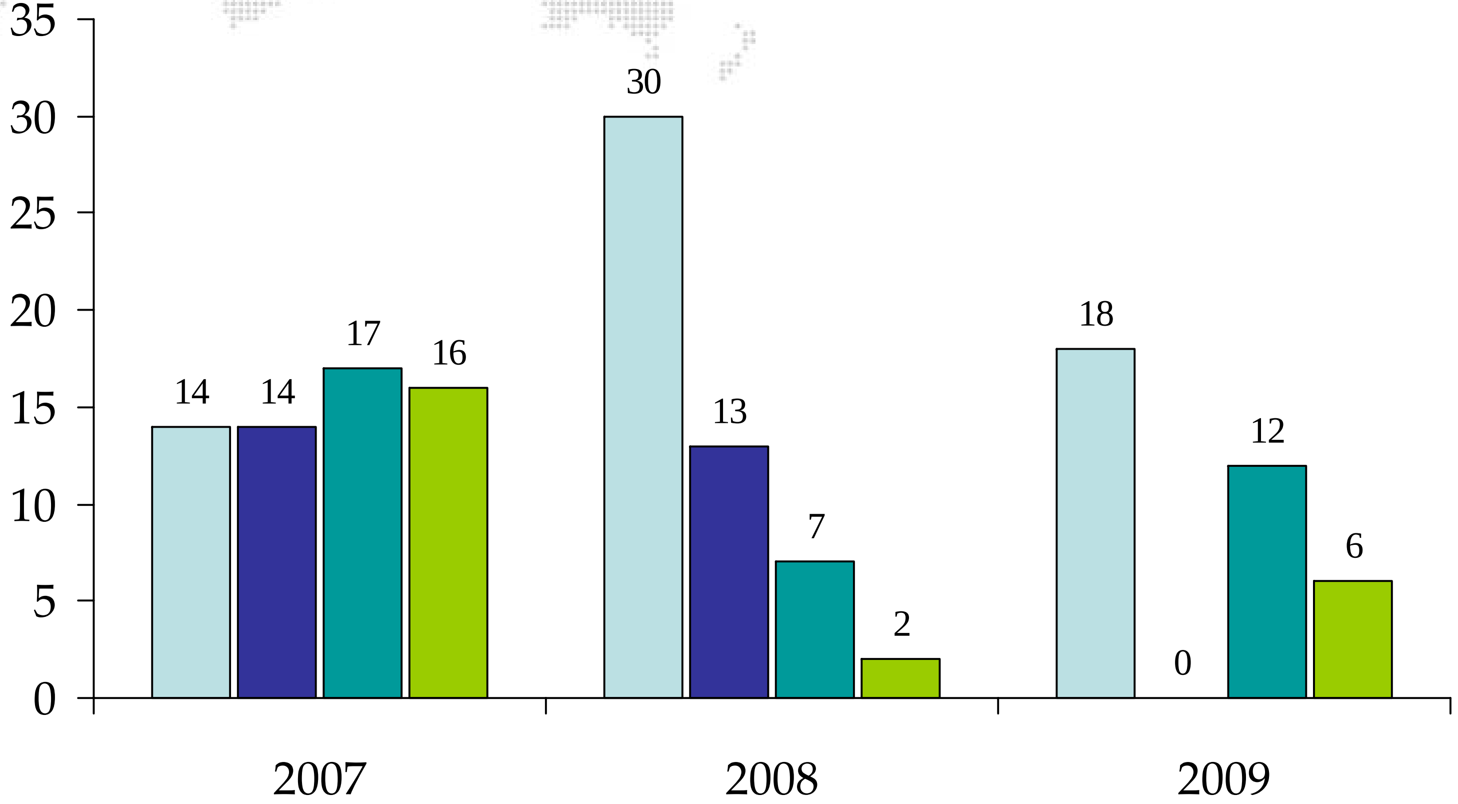
Per Quarter (in USD million)



Accumulated		
204	198	61

NET FINANCIAL EXPENSES

Per Quarter (in USD million)

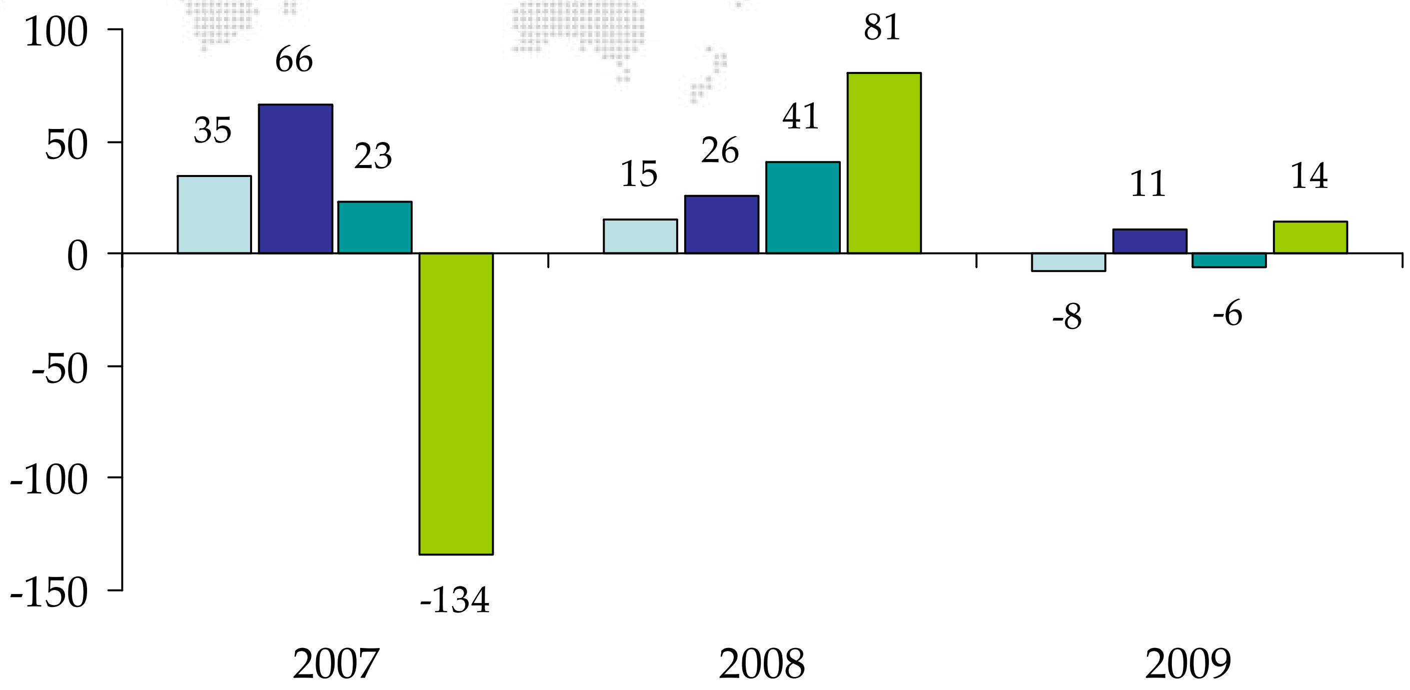


Accumulated		
61	52	35

ODFJELL

NET RESULT

Per Quarter (in USD million)



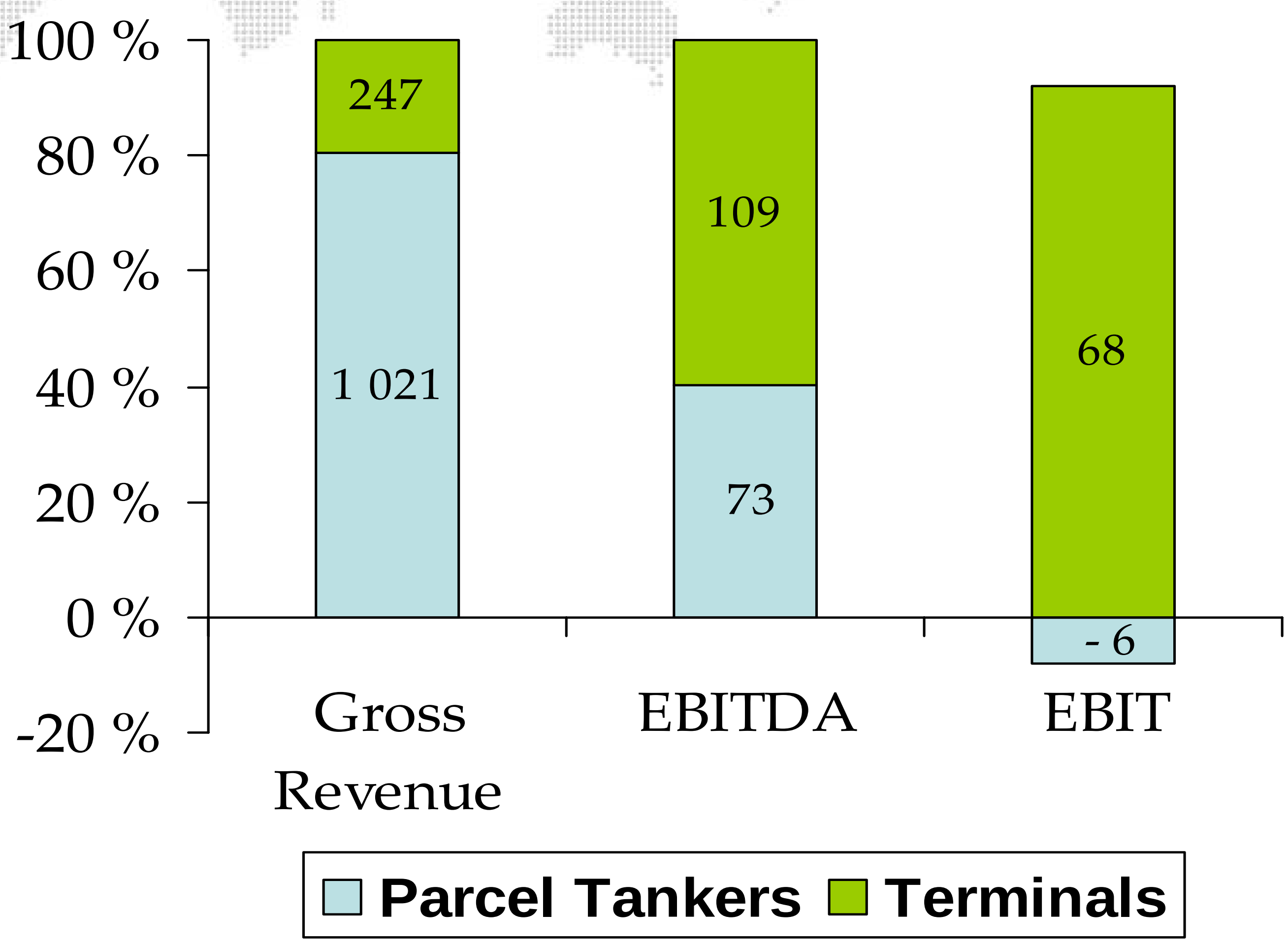
Accumulated			
	(10)	163	11

OPERATING RESULT PER SEGMENT

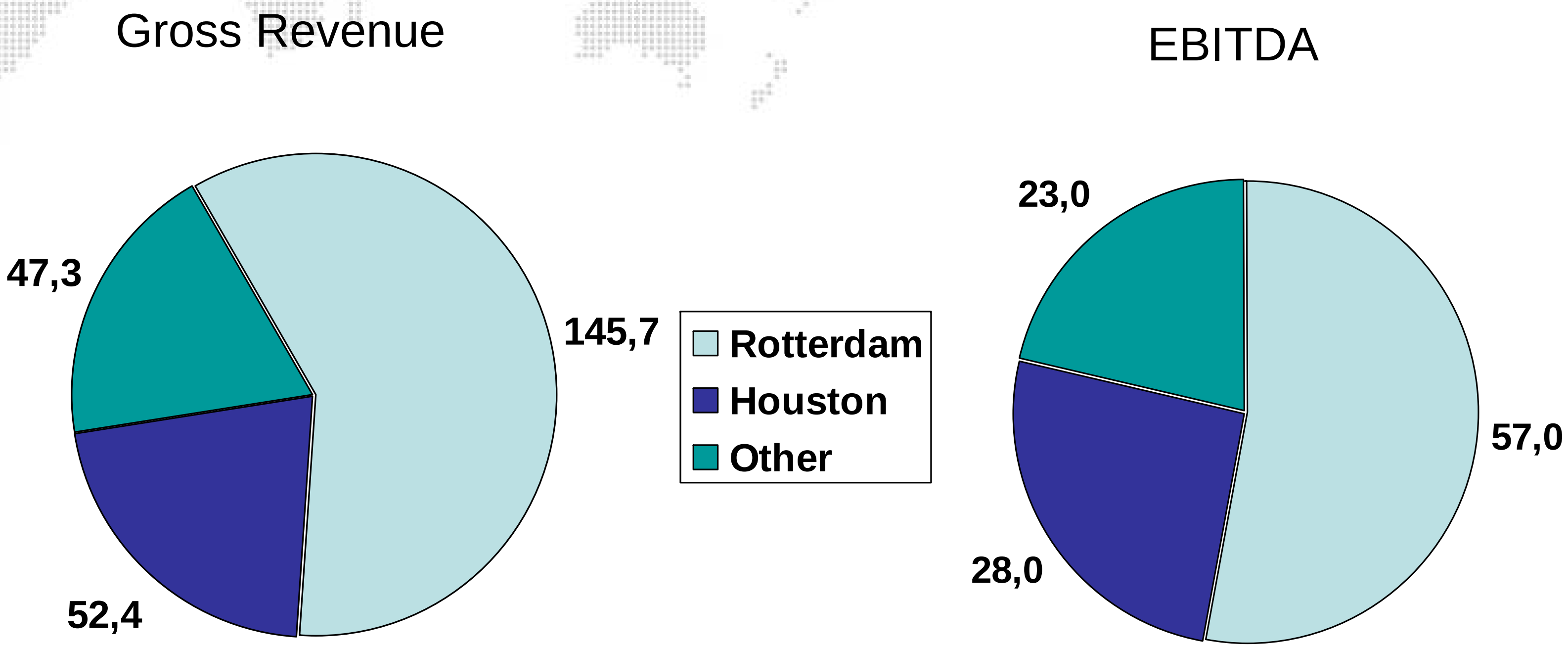
USD million	4Q08	1Q09	2Q09	3Q09	4Q09
Parcel Tankers	27	24	25	18	6
Tank Terminals	24	27	27	29	27
Sum EBITDA	**51**	**51**	**52**	**47**	**32**

USD million	4Q08	1Q09	2Q09	3Q09	4Q09
Parcel Tankers	47	(5)	(4)	(11)	14
Tank Terminals	16	20	20	21	6
Sum EBIT	**63**	**15**	20	**10**	**20**

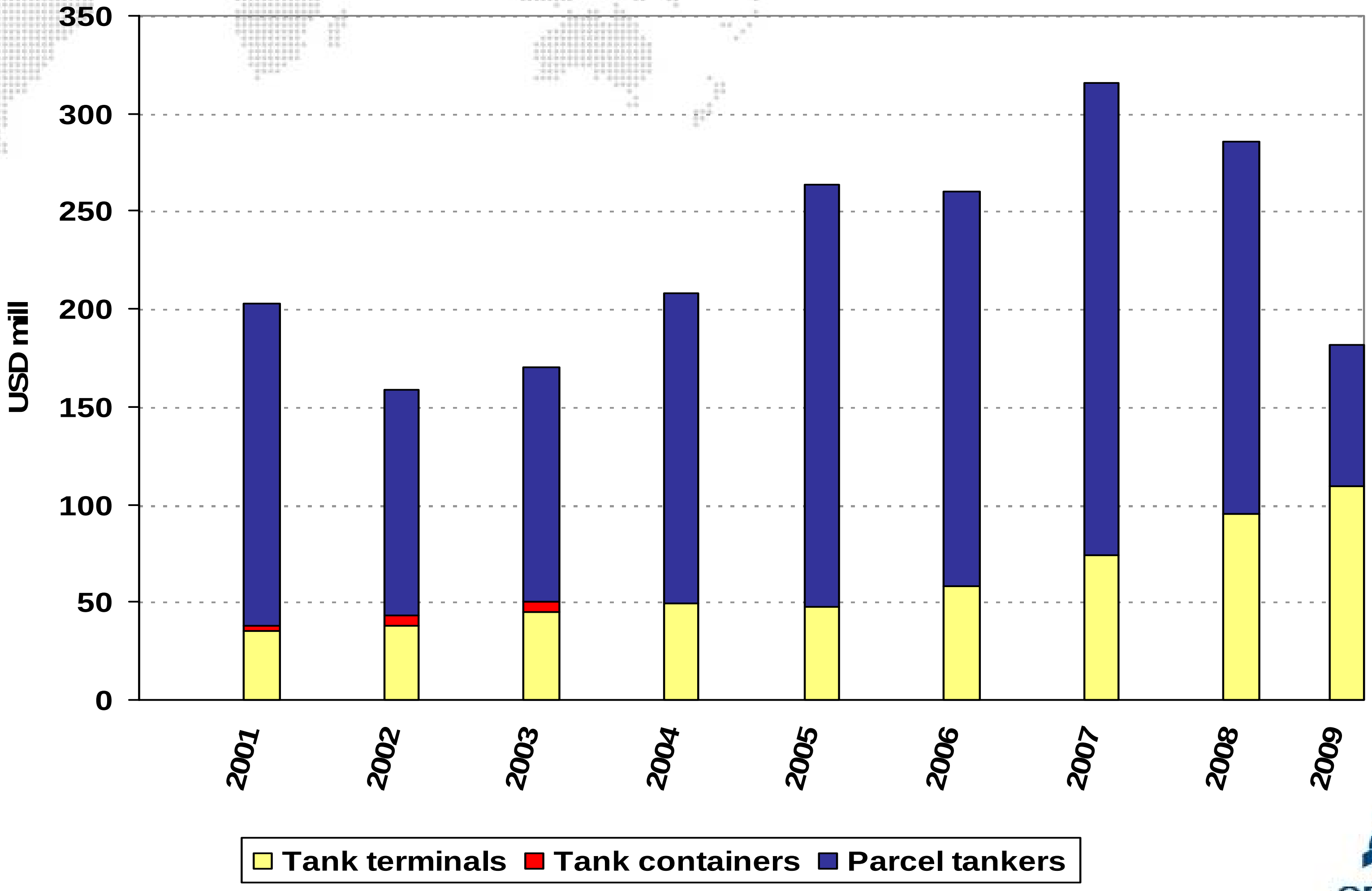
GROSS REVENUE AND EBIT PER SEGMENT



TANK TERMINALS GROSS REVENUE



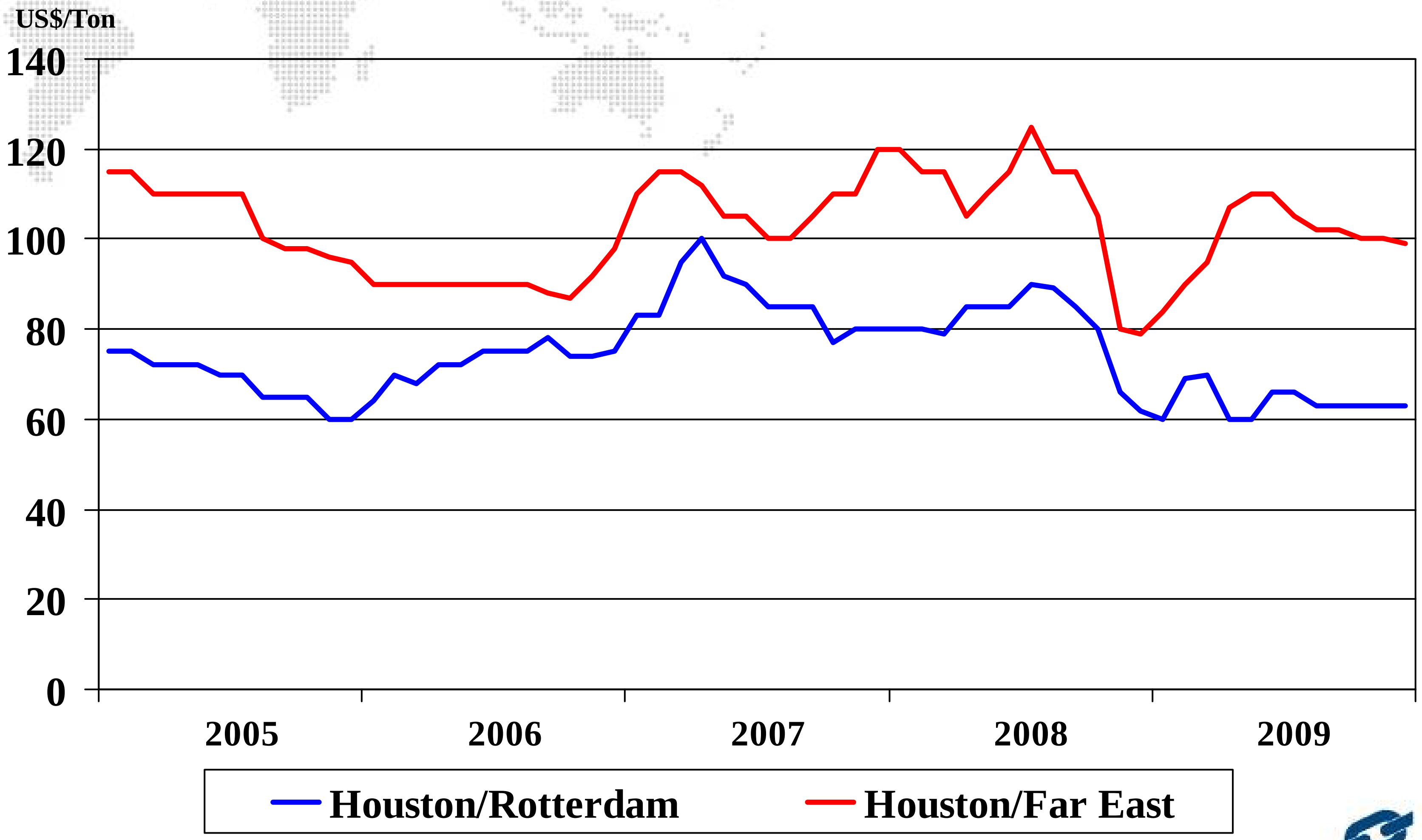
EBITDA



USD mill
350
300
250
200
150
100
50
0
2001
2002
2003
2004
2005
2006
2007
2008
2009
Tank terminals
Tank containers
Parcel tankers

FREIGHT RATE DEVELOPMENT

1,000 mts stainless steel grade chemicals

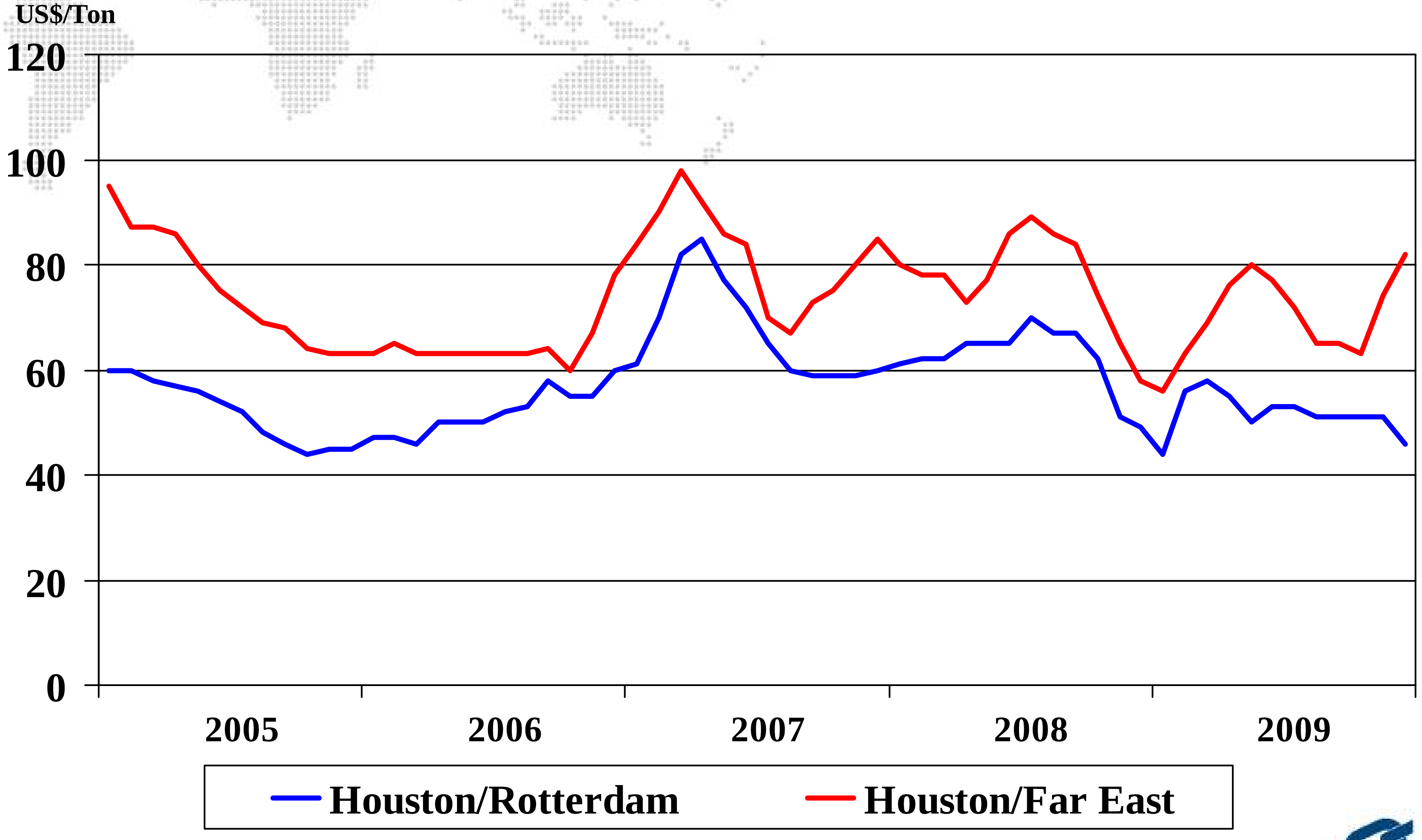


Source: Quincannon Associates, Inc.

ODFJELL

FREIGHT RATE DEVELOPMENT

3,000 mts easy grade chemicals

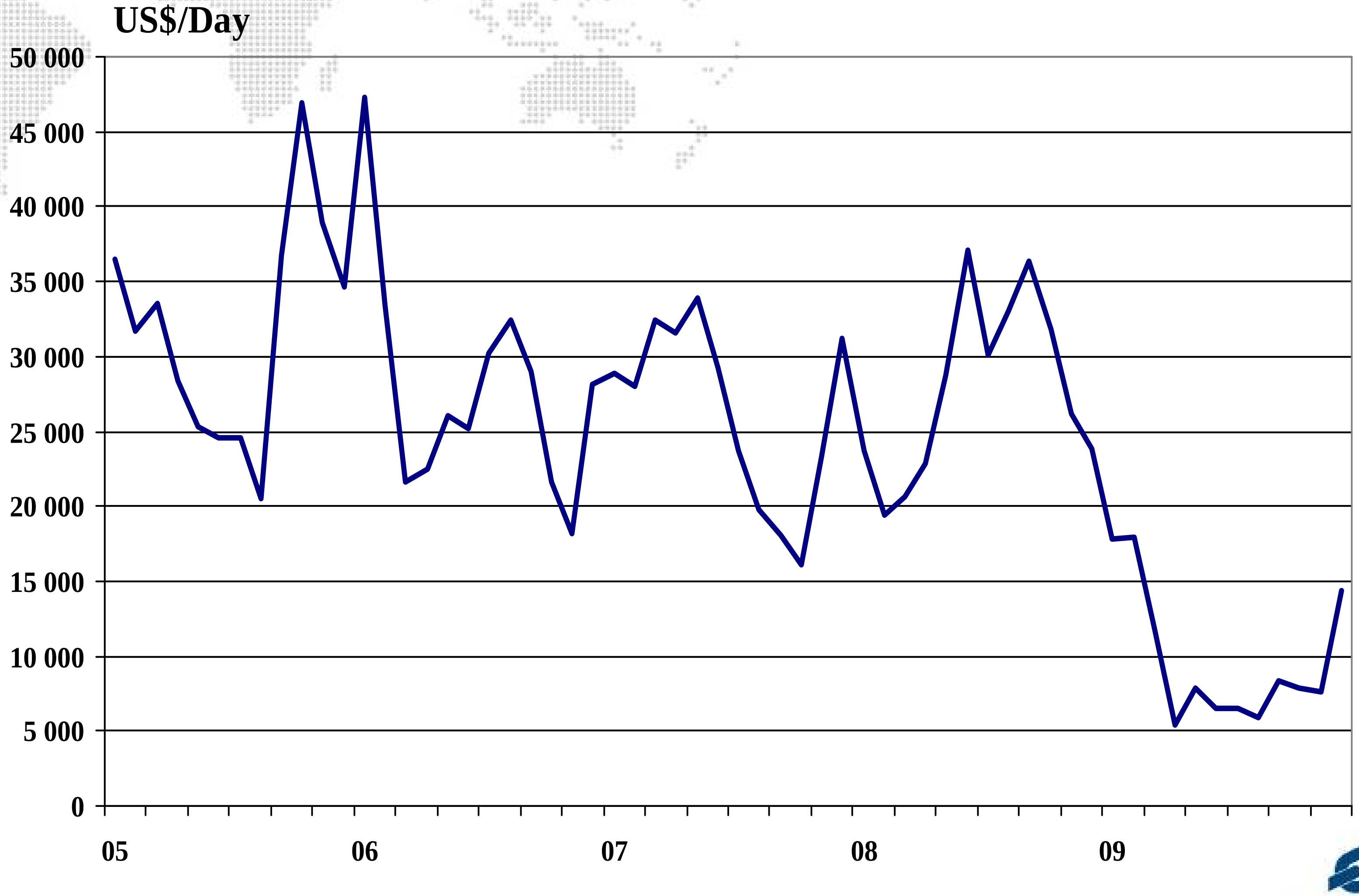


Source: Quincannon Associates, Inc.

ODFJELL

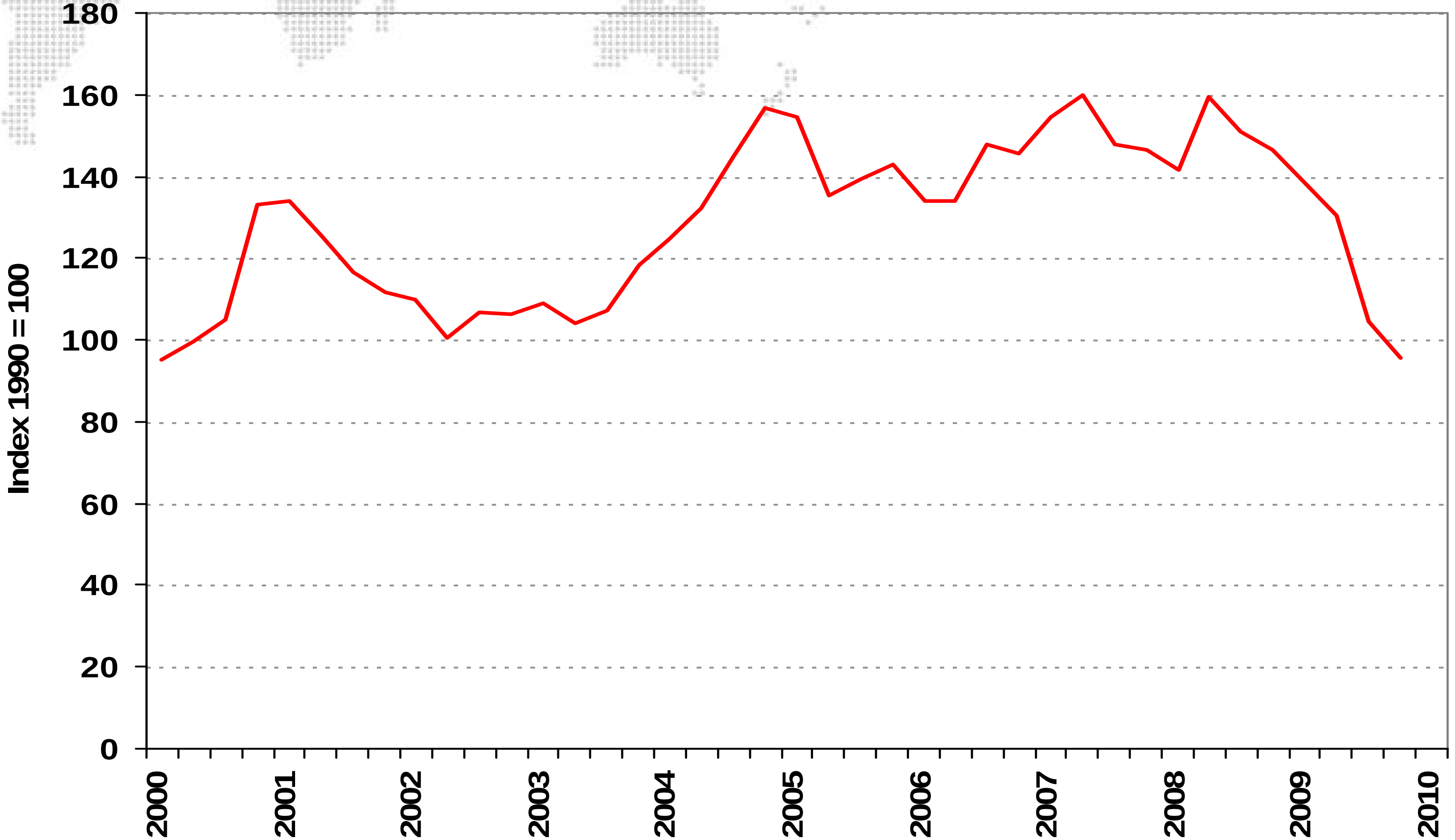
MARKET DEVELOPMENT CPP

Monthly averages



Source: Clarkson

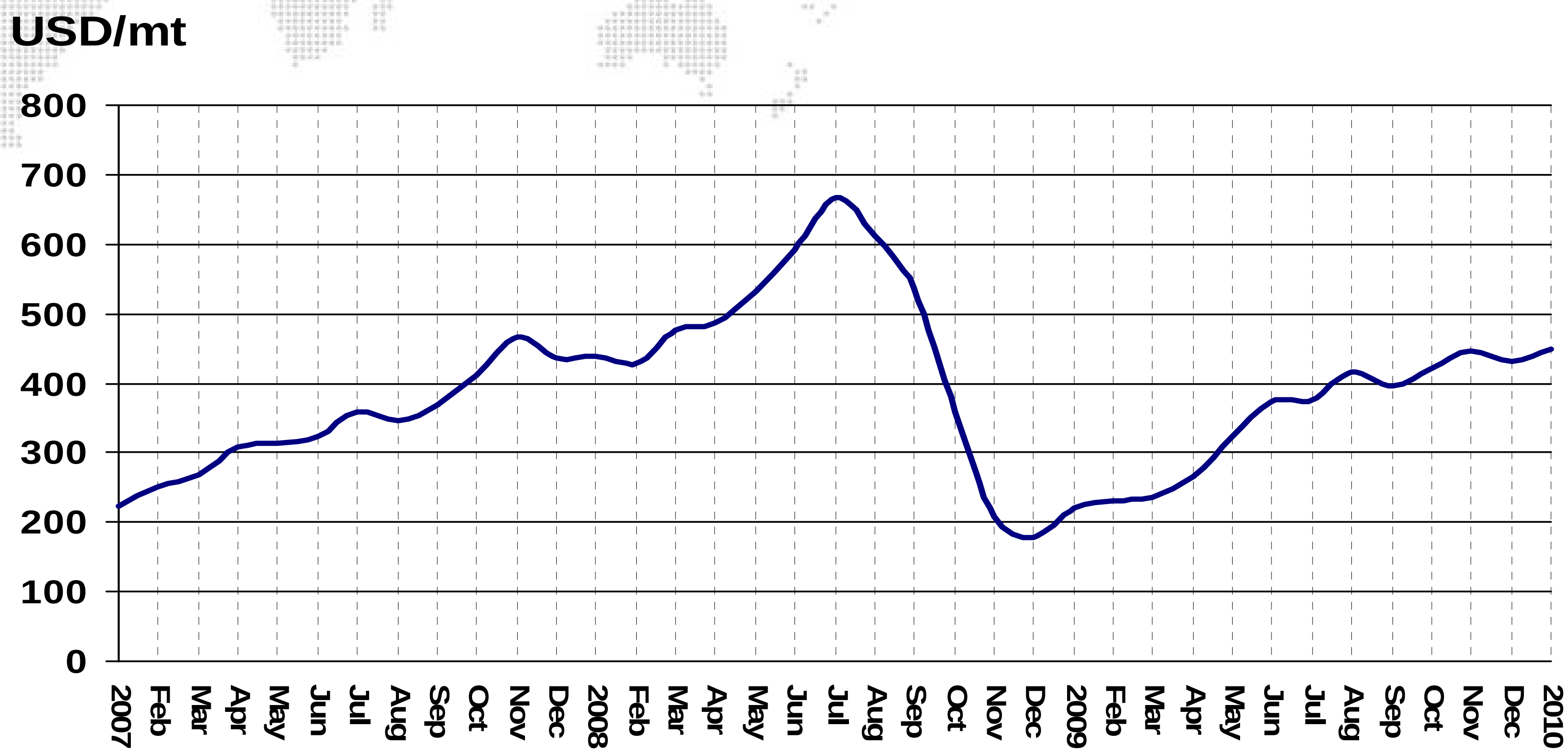
ODFIX



Index 1990 = 100
180
160
140
120
100
80
60
40
20
0
2000
2001
2002
2003
2004
2005
2006
2007
2008
2009
2010

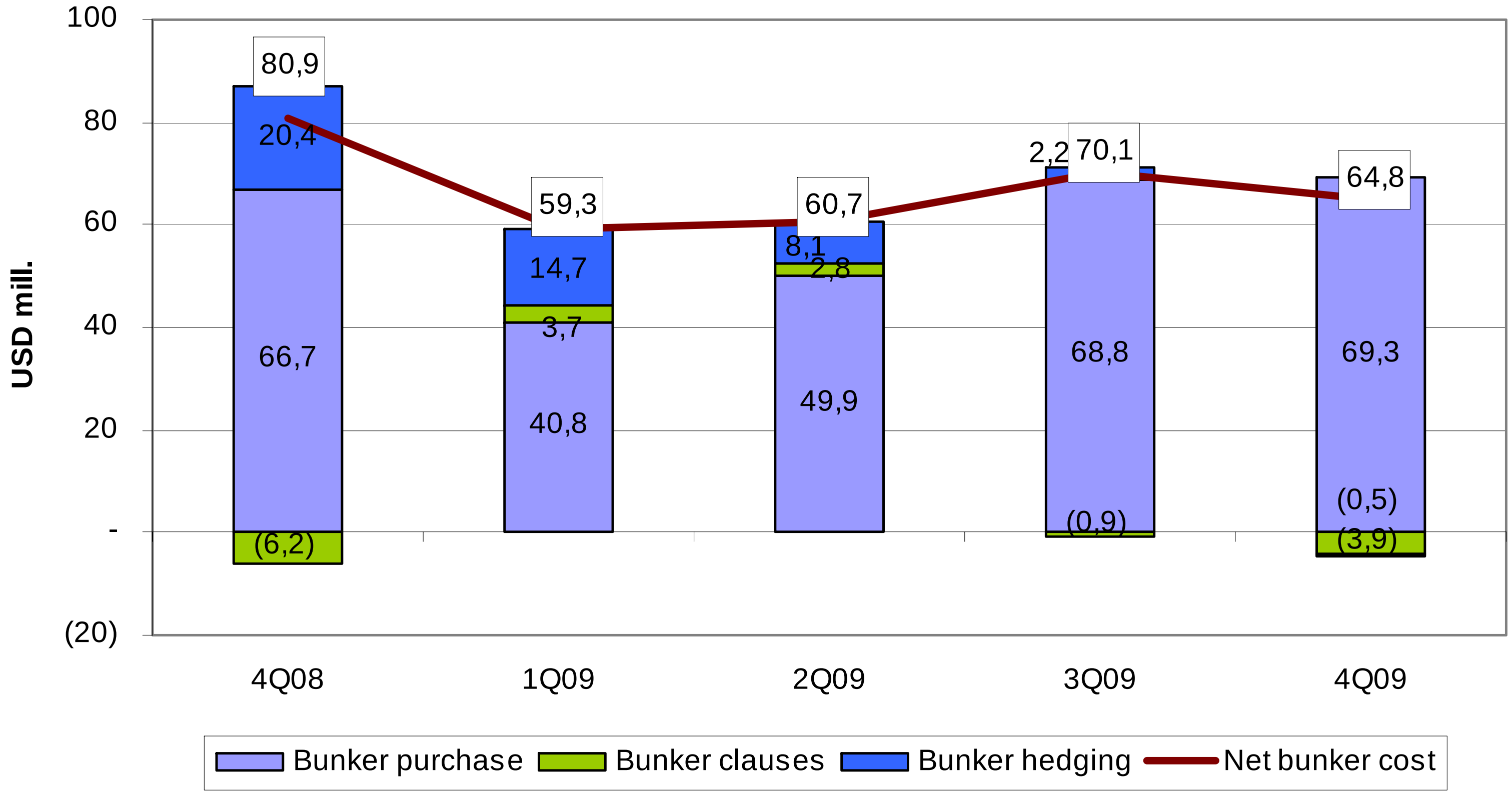
BUNKERS

3.5% FOB Rotterdam



ODFJELL

NET BUNKER COST



ODFJELL

YEARLY SENSITIVITIES

- T/C RATES
  - Large/regional parcel tankers USD 1000/500 day

	USD	24 mill

- CURRENCY
  - USD 10% stronger vs. NOK improve net result by

Voyage, opex, docking, admin	USD	10 mill excl. hedging
Norwegian back-taxes	USD	9 mill excl. hedging

- BUNKERS

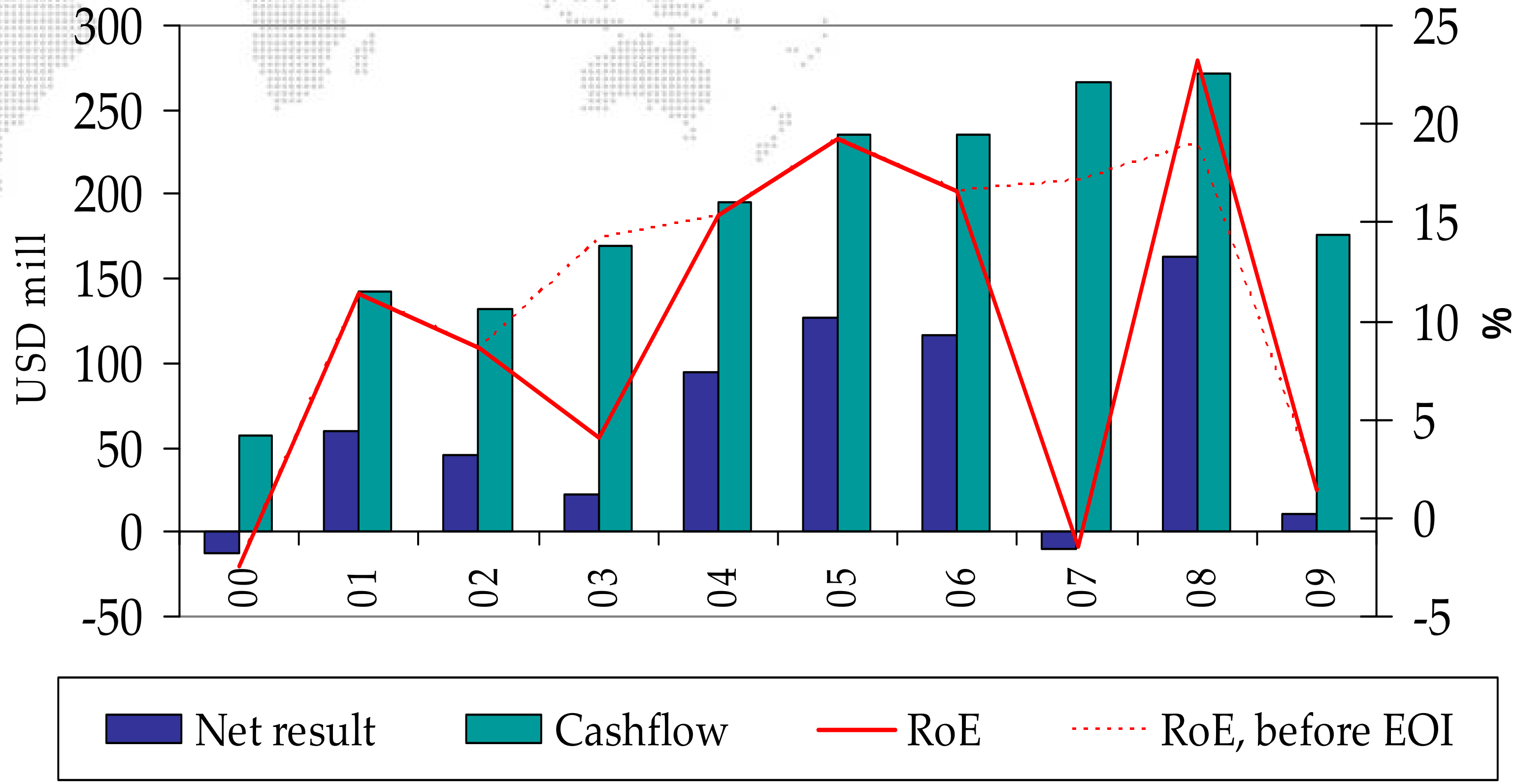
USD 100 per metric ton	USD	60 mill excl. hedging

- INTEREST RATES

USD LIBOR 1 %	USD	15 mill
USD LIBOR 1 % after hedging/fixed rate/cash	USD	10 mill

ODFJELL

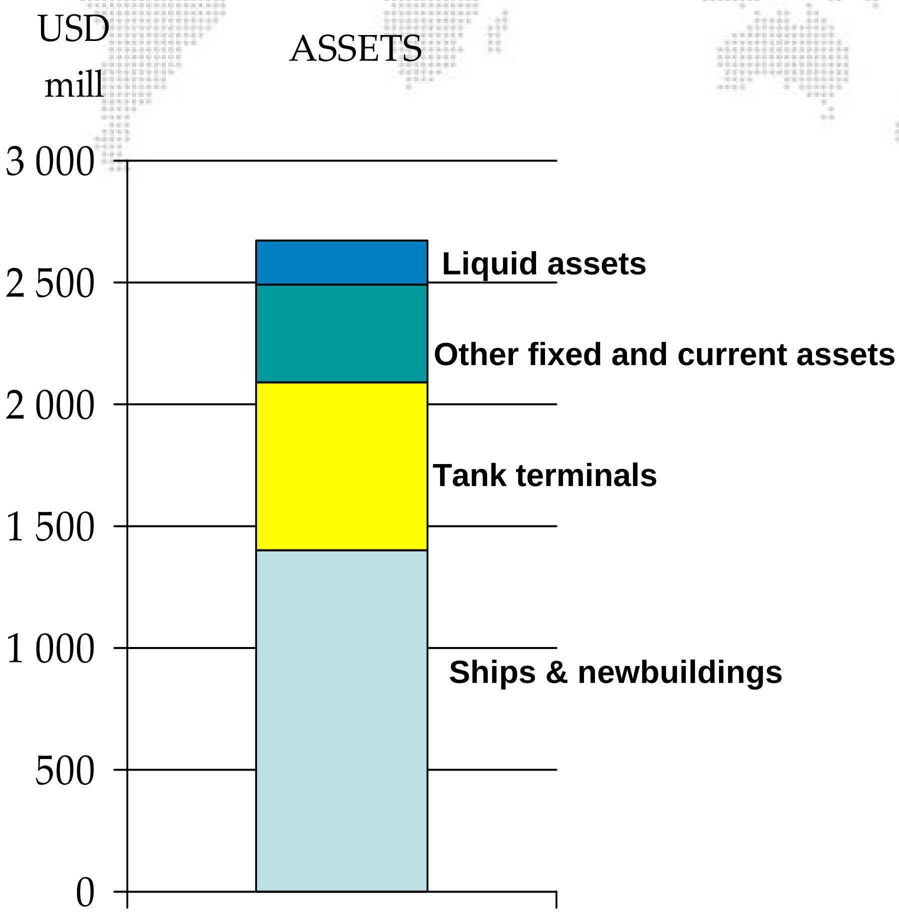
NET RESULT CASHFLOW AND RETURN

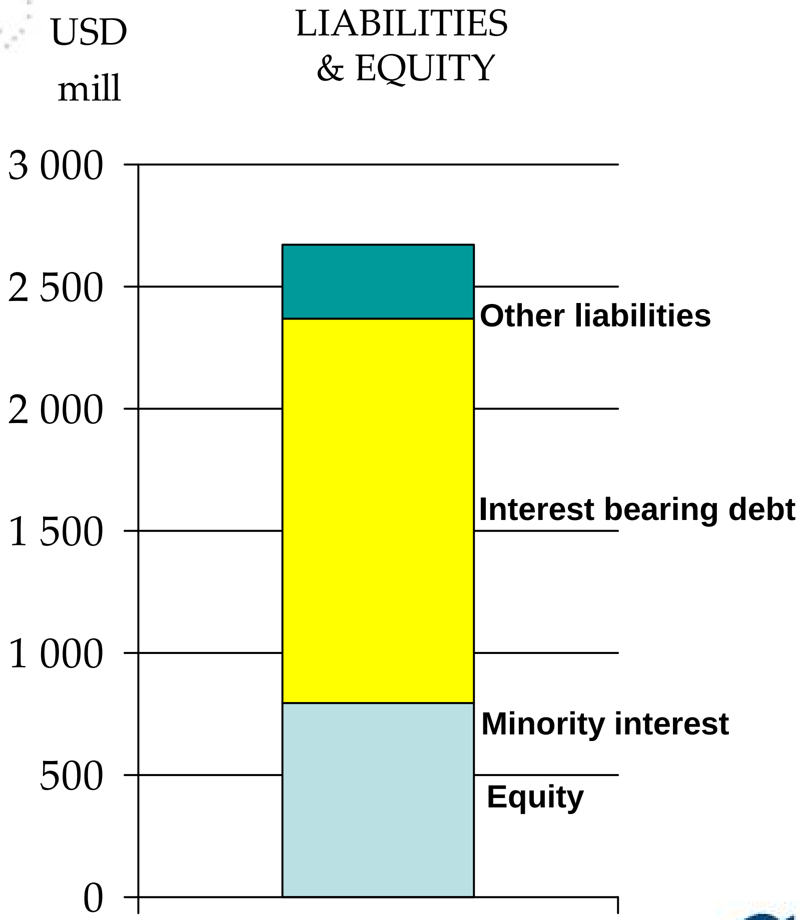


Average	RoE	ROCE
-2000 -08	10.8%	8.5%
-2009	1.4%	3.6%

ODFJELL

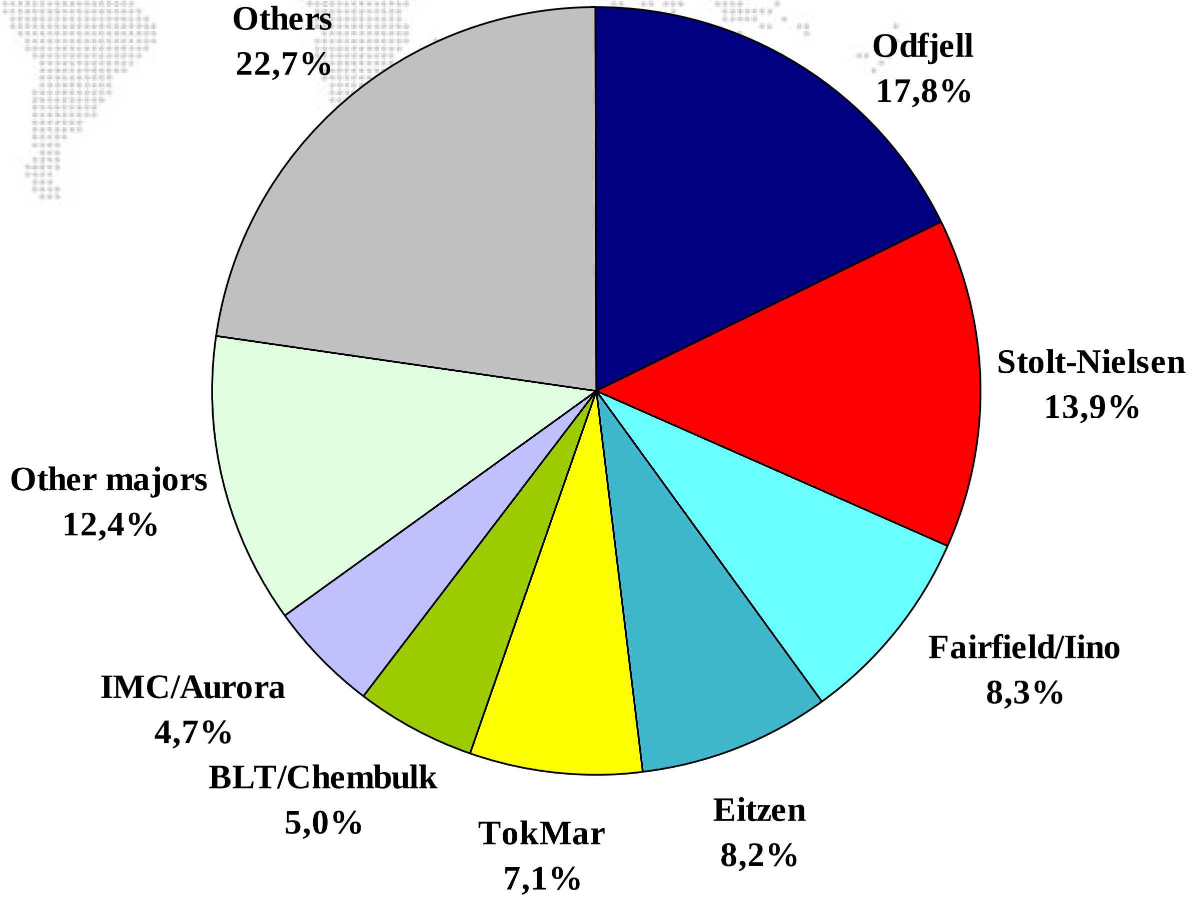
BALANCE SHEET





Core Chemical Tanker Market

Ships 13,000 dwt and above



Definition

- Minimum 13,000 dwt
- IMO II
- Average tank size less than 3,000 cbm
- Minimum 6 cargo tanks
- Commercially operated/controlled by recognised chemical tanker operator

or

- Chemical tanker with more than 50% of total capacity stainless steel

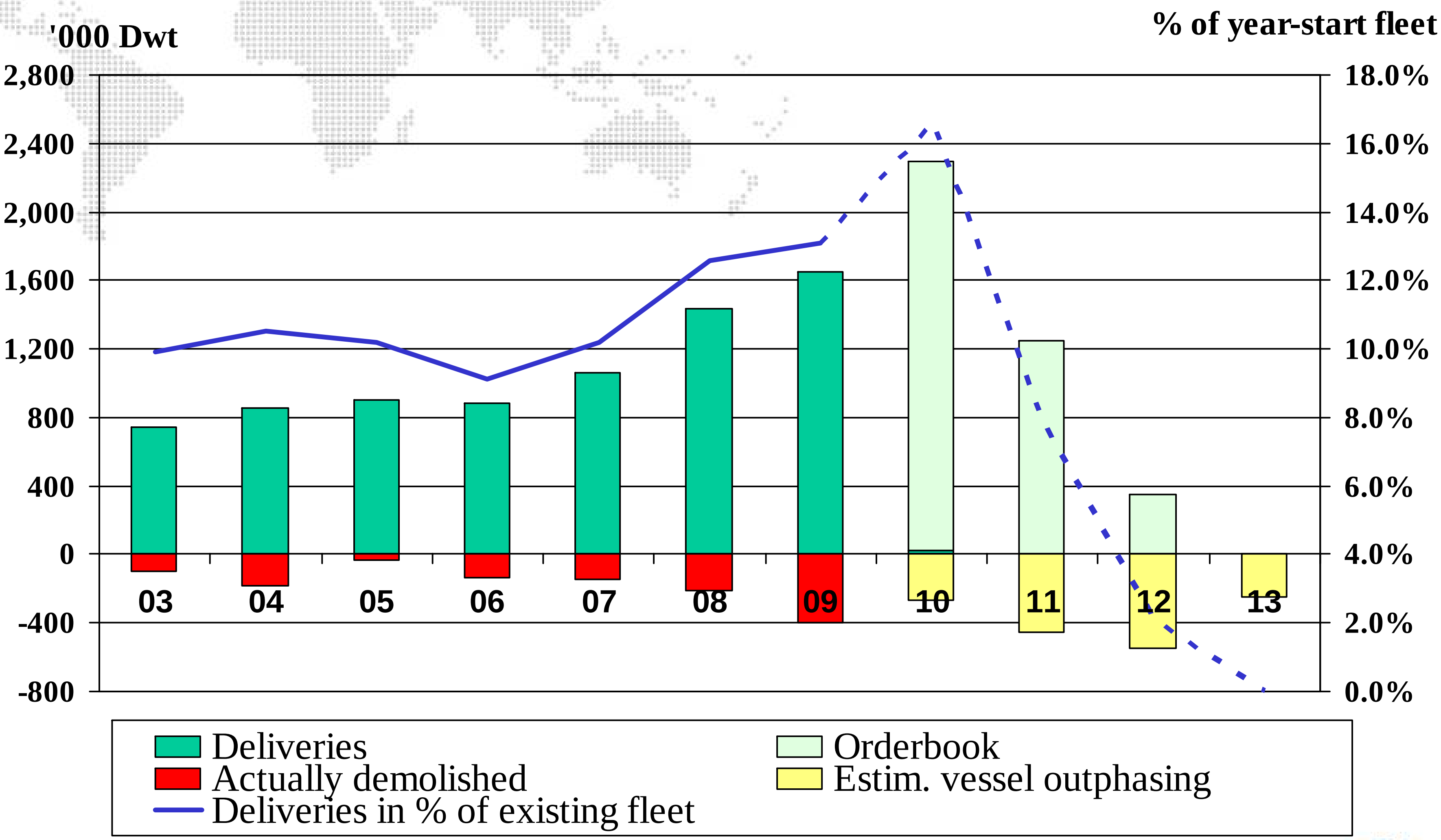
Total fleet about 13.8 million dwt, 543 ships

Source: MA&CS FLEETBASE

ODFJELL

Core Chemical Deep-sea Fleet 2002-2013

Current orderbook and estimated demolition

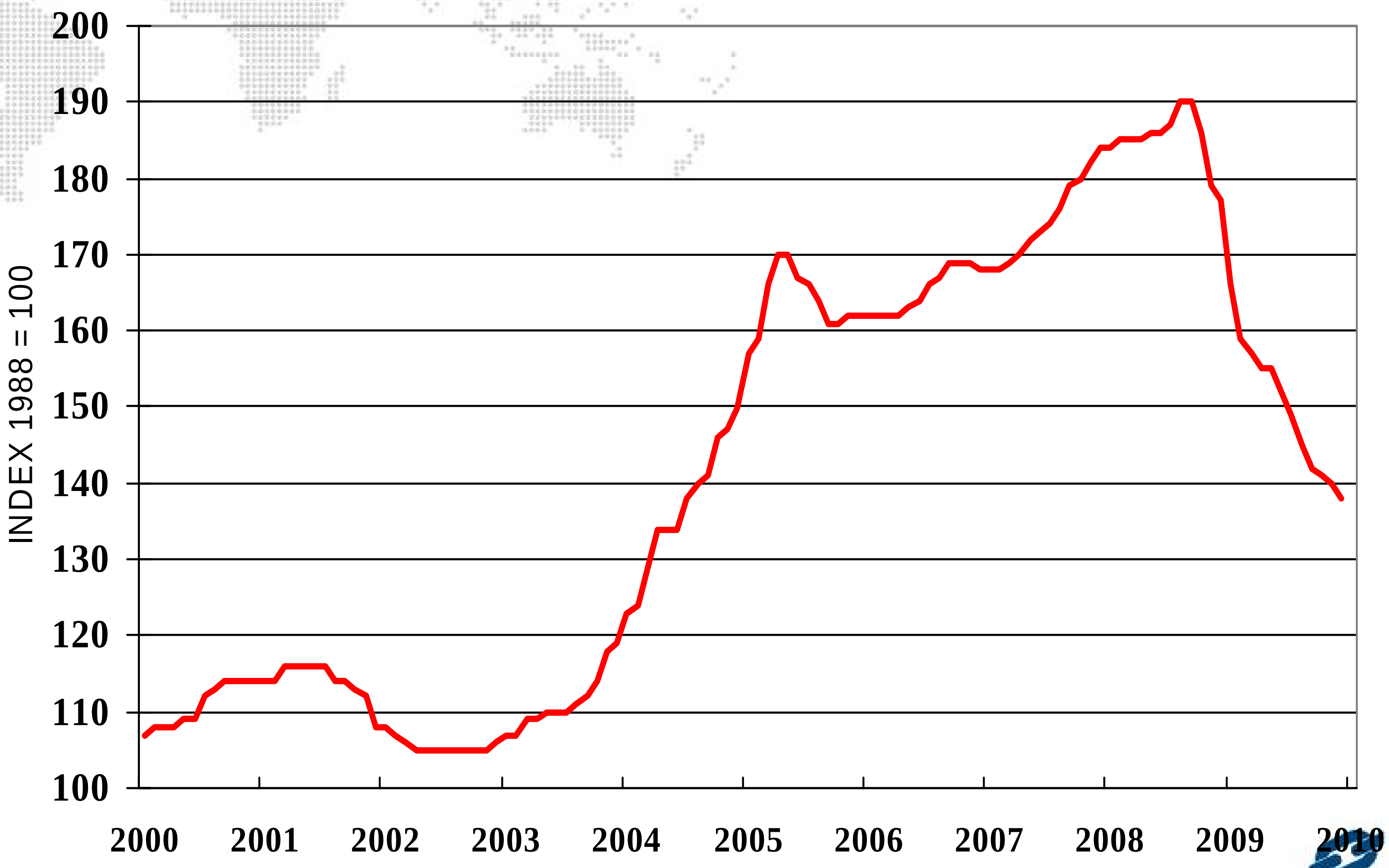


Source: CAS FLEETBASE

* Outphasing 30 years (Europe built) and 25 years (Asian built)

ODFJELL

NEWBUILDING PRICE INDEX



Source: Clarkson Research Services

ODFJELL

NEWBUILDINGS ON ORDER

Yard	Number	Delivery	Owner
Chuan Dong	6	2011-2012	Odfjell

ODFJELL

TANK TERMINAL PROJECTS AND EXPANSIONS

Location	CBM Expansion	New total	Completion
Oman	425 000	1 267 500	Q1 2011
Korea	62 670	313 260	Q2 2011
Houston	10 700	331 300	Q3 2010

CAPITAL EXPENDITURES (our share)

(In USD million)	**2010**	**2011**	**2012**	**2013**
China 6 x 9 000 dwt	27	29	6	
Docking	40	40	40	40
Terminals	83	64	46	42
Total	**150**	**133**	**92**	**82**

ODFJELL

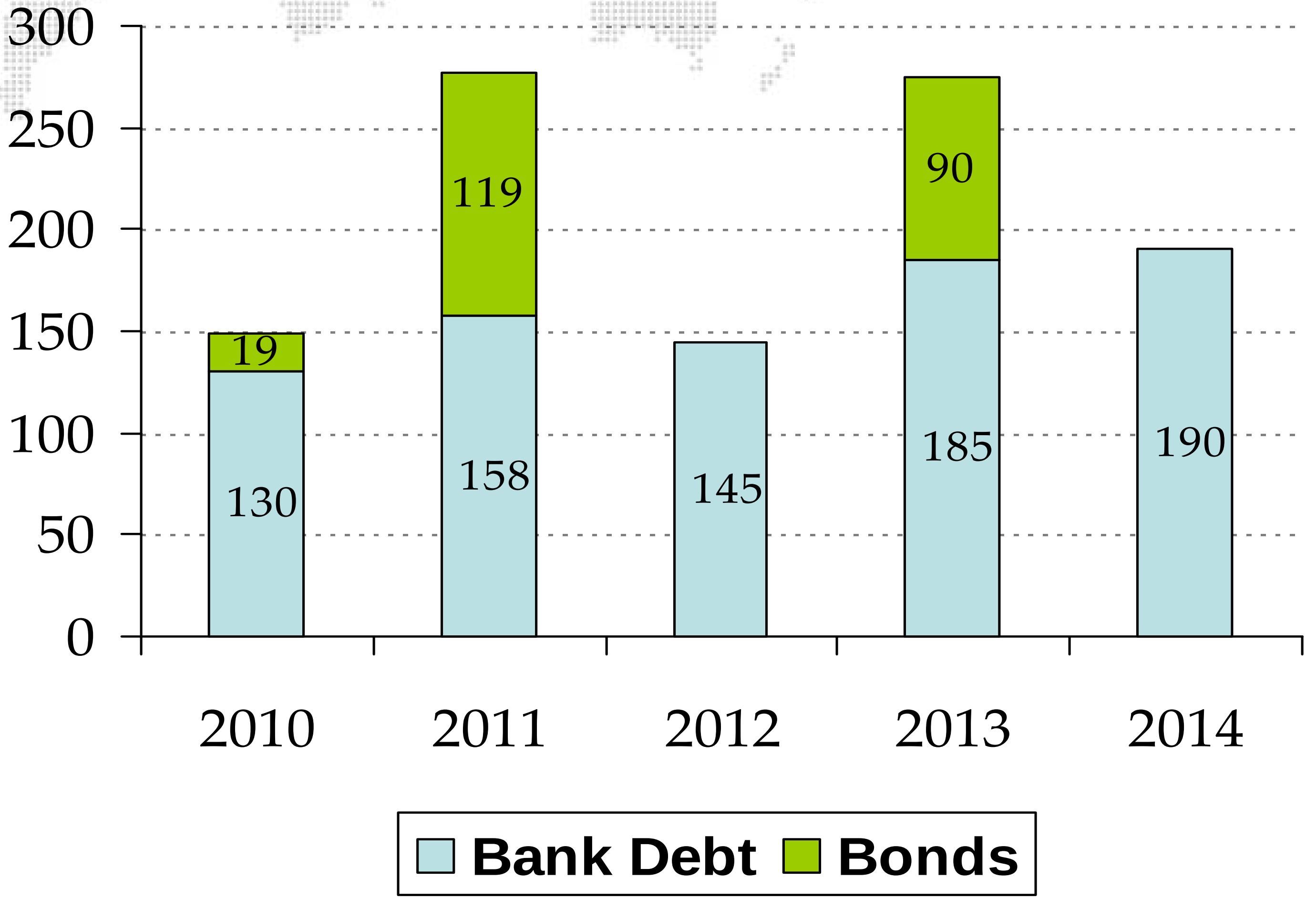
CAPITAL EXPENDITURES – TANK TERMINALS (our share)

(In USD million)	2010	2011	2012	2013
Rotterdam	38	38	38	38
Houston	11	11	8	4
Singapore	5			
Korea*	7	7		
Dalian				
Jiangyin				
Oman	22	8		
Total	**83**	**64**	**46**	**42**

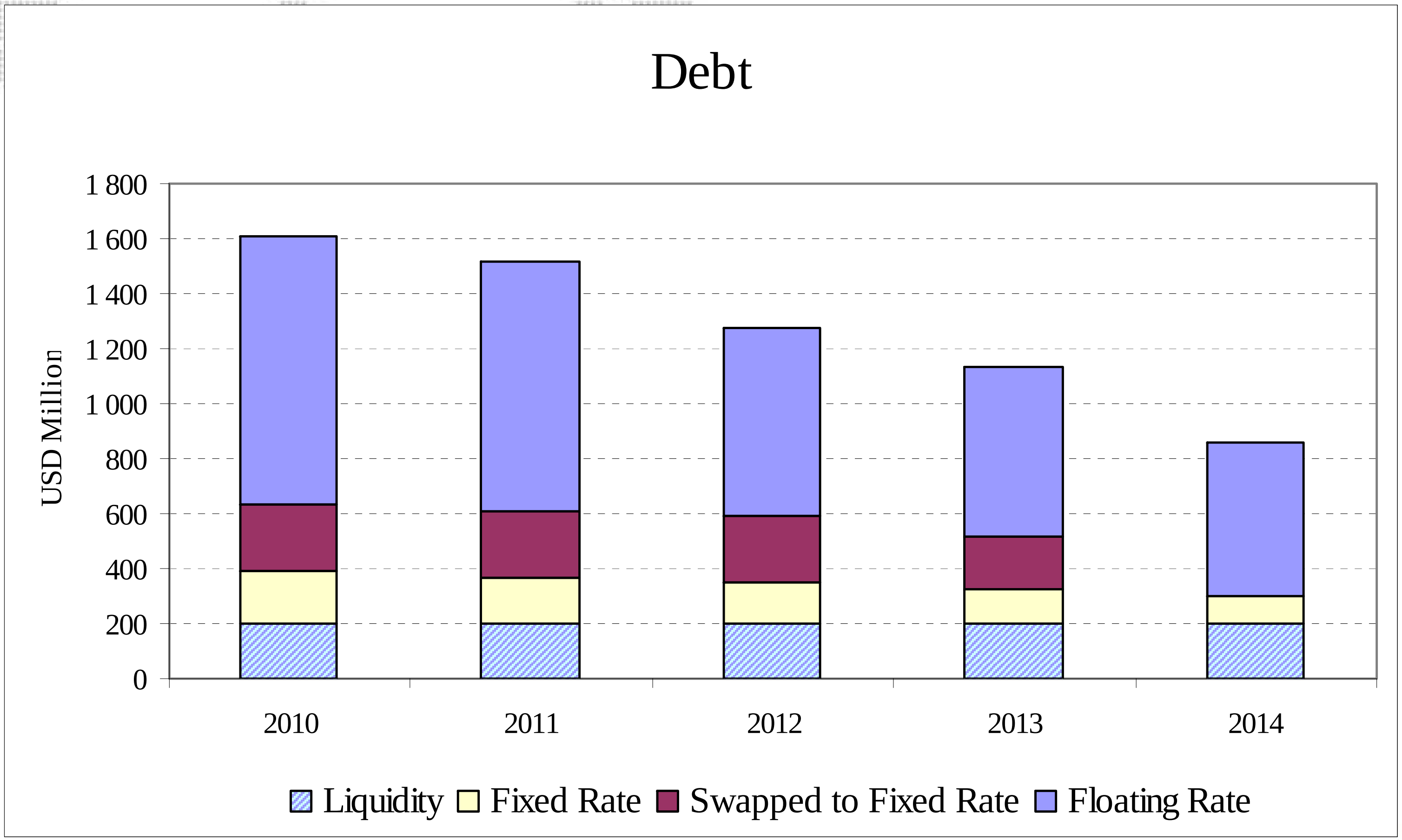
*Subject 100% financing

ODFJELL

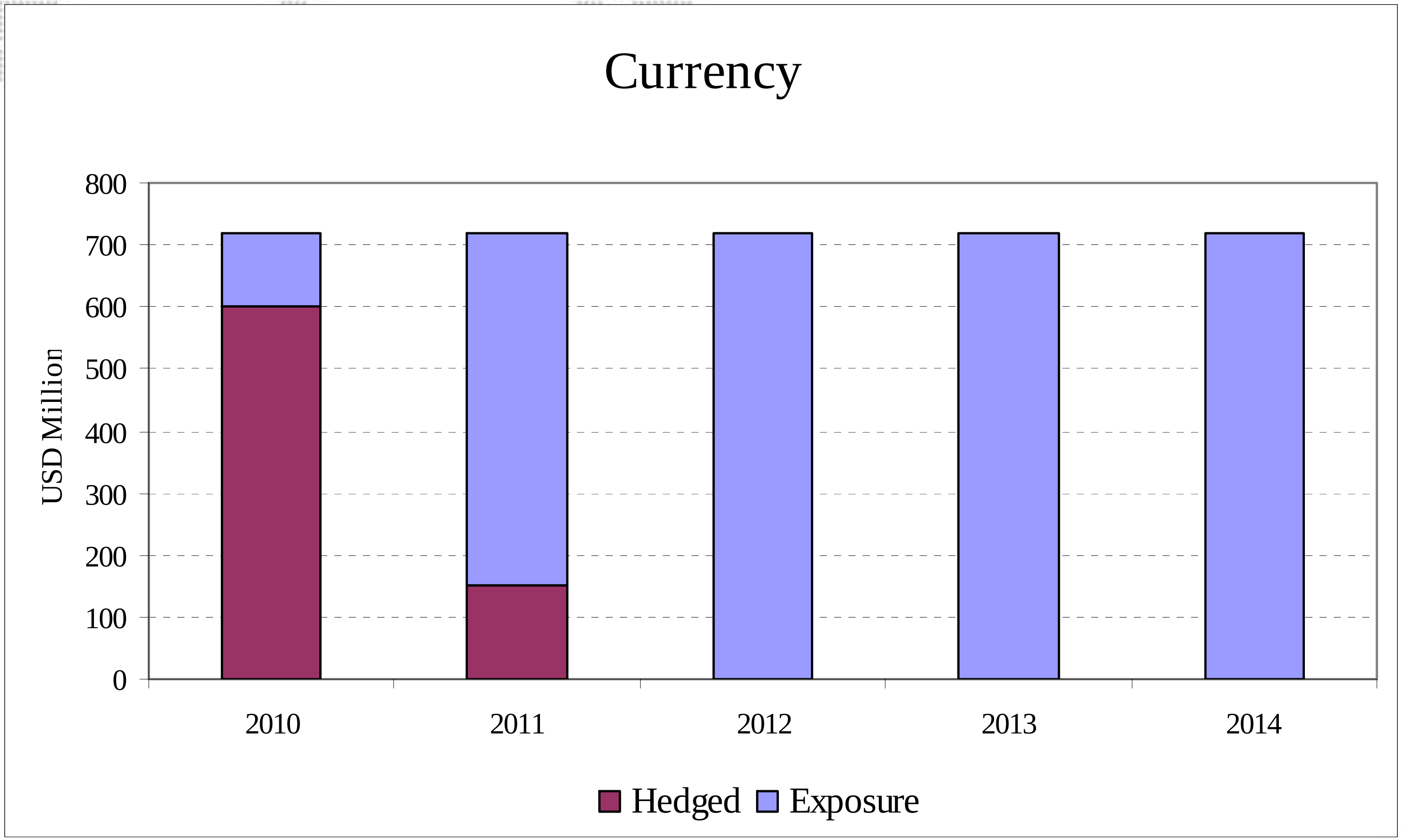
DEBT MATURITIES



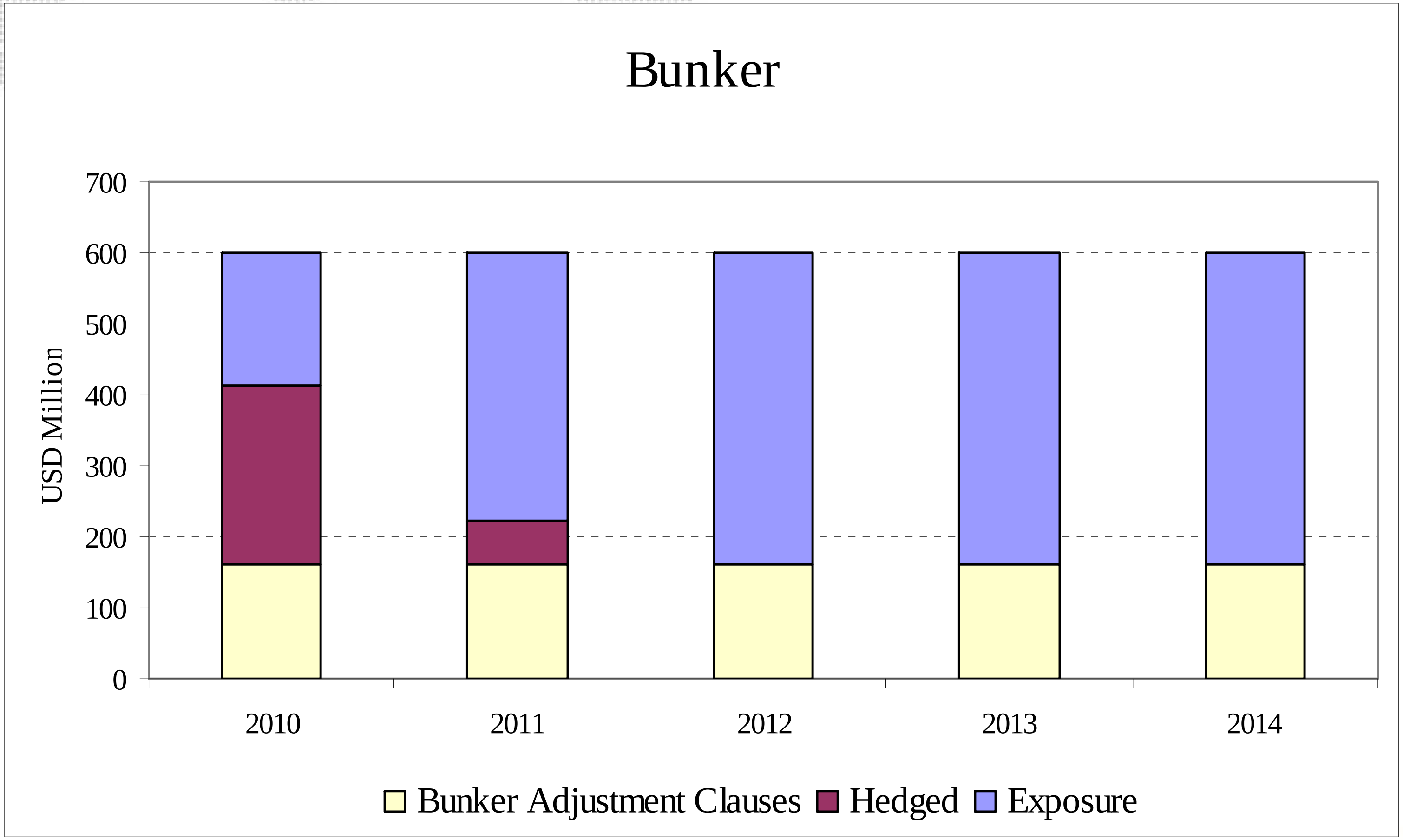
HEDGING – DEBT



HEDGING – CURRENCY



HEDGING – BUNKER



PROSPECTS - ODFJELL

- Continued challenging market, but expect 2010 to show improvement. Hope and believe fourth quarter 2009 was the bottom.
- 2010 has started on a slightly more positive note for the shipping side.
- Disposal of older units will give better utlization and enhanced result for the rest of the fleet.
- Net supply will increase in 2010 as deliveries of newbuildings will continue although ordering of new tonnage has significantly diminished.
- Competition remains tough.
- New operators entering some trade lanes impacts freights levels negatively.
- Rise in bunker prices is worrying and may hamper the recovery of our time charter results, although parts of the 2010 bunker exposure is hedged at attractive levels.
- Tank terminals results is expected to remain stable.

ODFJELL

Thank you for listening. Questions?