



FSL Trust Management Pte. Ltd.

as Trustee Manager for First Ship Lease Trust

9 Temasek Boulevard, #19-03 Suntec Tower Two, Singapore 038989

Tel: 65 6836 3000 Fax: 65 6836 6001 Co. Reg. No. 200702265R

March 24, 2008

TO: The Unitholders of
First Ship Lease Trust
who are United States Taxpayers

PFIC ANNUAL INFORMATION STATEMENT

First Ship Lease Trust is a “Passive Foreign Investment Company” (“PFIC”) for United States income tax purposes. The following is a PFIC annual information statement of First Ship Lease Trust for the taxable period from March 27, 2007¹ to December 31, 2007. This statement is provided for the benefit of Unitholders who are subject to United States income tax requirements, in reporting their pro rata share of First Ship Lease Trust’s ordinary earnings and net capital gains, if any, for its taxable period in the event that they have elected to treat First Ship Lease Trust as a “Qualified Electing Fund” (“QEF”) under the applicable provisions of the United States Internal Revenue Code.

The initial public offering of units of First Ship Lease Trust (the “Offering”) commenced on March 19, 2007 and closed on March 22, 2007. In the Offering, Deutsche Bank AG, Singapore Branch was the Sole Global Co-ordinator, Joint Lead Manager and Joint Bookrunner, and J.P. Morgan (S.E.A.) Limited was the Joint Lead Manager and Joint Bookrunner. The Co-Lead Managers to the Offering were CLSA Merchant Bankers Limited and Macquarie Securities (Asia) Pte Limited. The Manager and Co-ordinator of the Singapore Public Offer was Oversea-Chinese Banking Corporation Limited.

¹ First Ship Lease Trust was constituted on March 19, 2007. The initial vessel portfolio and its respective leases were acquired on March 27, 2007, which was the listing date. There were no operating activities for the period prior to March 27, 2007.

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**First Ship Lease Trust
PFIC Annual Information Statement**For the Taxable Period March 27, 2007¹ – December 31, 2007**General Information**

Issuer Name: First Ship Lease Trust

Address: 9 Temasek Boulevard, Suntec Tower Two, #19-03, Singapore 038989

Ordinary Earnings and Net Capital Gains

	US\$
Ordinary Earnings	17,396,000
No. of outstanding units	500,000,000
Ordinary Earnings per unit	0.034792
Net Capital Gains	0

Distribution of Cash and Property

	Per unit	Total	Ordinary Earnings	Return of Capital	Paid on	Ex-date
Cash						
1) March 27, 2007 – June 30, 2007		US\$ 11,500,000			August 23, 2007	July 27, 2007
2) July 1, 2007 – September 30, 2007		<u>11,150,000</u>			November 23, 2007	October 26, 2007
	US\$ 0.0453	US\$ 22,650,000	US\$ 17,396,000	US\$ 5,254,000		
Property (at fair market value)						
	US\$ 0.0000	US\$ 0				

In accordance with Treasury Regulation Section 1.1295-1(g)(1)(iv), First Ship Lease Trust will permit unitholders to inspect and copy its permanent books of accounts, records and other documents that it has maintained to establish that First Ship Lease Trust's ordinary earnings and net capital gains, as provided in Section 1293 of the Internal Revenue Code, are computed in accordance with U.S. federal income tax principles, and to verify the amounts and the unitholder pro rata shares thereof.

Date: 24 March 2008

FSL TRUST MANAGEMENT PTE. LTD.

(as Trustee-Manager for FIRST SHIP LEASE TRUST)

By: 
 Cheong Chee Tham
 Chief Financial Officer

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