

FSL TRUST MANAGEMENT PTE. LTD.
(As Trustee-Manager of First Ship Lease Trust)
(Company Registration No. 200702265R)
(Incorporated in Singapore)

PROFIT WARNING FOR THE FULL YEAR ENDED 31 DECEMBER 2016

The Board of Directors (the “**Board**”) of FSL Trust Management Pte. Ltd. deems it appropriate to issue a profit warning with respect to the financial results of First Ship Lease Trust (“**FSL Trust**”) for the year ended 31 December 2016 (“**FY2016**”).

Based on a preliminary review of its draft financial results, FSL Trust expects to report a significant Net Loss for FY2016. The loss is mainly attributable to impairment provisions on vessels and a loss on the disposal of two vessels.

Despite the accounting loss, FSL Trust continues to generate positive Cash Flow and Income Available for Distribution.

Further details of FSL Trust’s FY2016 performance will be made available on or before 23 February 2017, when final results are released.

As with all investments of this nature, Unitholders and investors are advised to exercise caution when dealing in the units of the FSL Trust. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

By Order of the Board
FSL Trust Management Pte. Ltd.
(Company registration no. 200702265R)
as Trustee-Manager of First Ship Lease Trust

Timothy James Reid
Non-Independent Non-Executive Chairman

6 February 2017