

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

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**TERMINATION OF TERM SHEET WITH NAVIOS MARITIME HOLDINGS INC.**

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**1. INTRODUCTION**

The Board of Directors of FSL Trust Management Pte. Ltd., as Trustee-Manager of First Ship Lease Trust (the “**Trustee-Manager**”) refers to the announcement made by the Trustee-Manager on 28 April 2017 (the “**28 April Announcement**”) in relation to the term sheet dated 28 April 2017 (the “**Term Sheet**”) entered into by the Trustee-Manager with (i) Navios Maritime Holdings Inc. for itself and/or for its affiliates, (ii) FSL Asset Management Pte. Ltd., and (iii) FSL Holdings Pte. Ltd..

Capitalised terms not defined herein shall bear the same meaning ascribed to them in the 28 April Announcement.

**2. TERMINATION OF THE TERM SHEET**

The Trustee-Manager wishes to announce that definitive agreements for the Proposed Transaction were not agreed by 30 September 2017 and the Term Sheet has been automatically terminated in accordance with the terms thereof.

**3. FURTHER INFORMATION**

The termination of the Term Sheet is not expected to have any material financial impact on the Group.

As previously stated, the Trustee-Manager will continue to be proactive in achieving refinancing to ensure the long-term stability of the Trust amid the volatility and reduction in vessel values.

**4. CAUTION IN TRADING**

**Unitholders are advised to exercise caution in trading their shares. Unitholders should consult their stock brokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions that they should take.**

BY ORDER OF THE BOARD  
FSL Trust Management Pte. Ltd.  
(Company registration no. 200702265R)  
as Trustee-Manager of First Ship Lease Trust

Michael Gray  
Lead Independent Director  
1 October 2017