




First Ship Lease Trust

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Analysts' presentation

9 November 2007





Certain statements in this presentation concerning our future growth prospects are forward-looking statements, which involve a number of risks, and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding our earnings, our ability to manage concentration and lessee credit risks, our ability to lease out or dispose vessels, ability to implement our investment strategy, dependence on credit facilities and new equity from capital markets to execute our investment strategy, insufficient insurance to cover losses from inherent operational risks in the industry, lower lease rates from older vessels, dependence on key personnel, FSL's controlling stake in the FSL Trust, short operating history, lack of historical financial history for the Trust, risk of government requisitions during periods of emergency or war, possibility of pirate or terrorist attacks, competition in the industry, political instability where the vessels are flagged or operate, cyclical nature of the industry and fluctuations in vessel values.

First Ship Lease Trust may, from time to time, make additional written and oral forward-looking statements, including our reports to shareholders. The company does not undertake to update any forward-looking statement that may be made from time to time by or on behalf of the Trust

FSL Trust's management team



**Philip
Clausius**

- Chief Executive Officer
- Previously with Schoeller Holdings (co-founded FSL)
- 15 years of financial and operational experience in the shipping industry

**Cheong
Chee Tham**

- Chief Financial Officer
- Previously with SIA group (joined FSL in October 2005)
- More than 16 years experience in accounting, leasing and asset financing

**Kwa
Lay San**

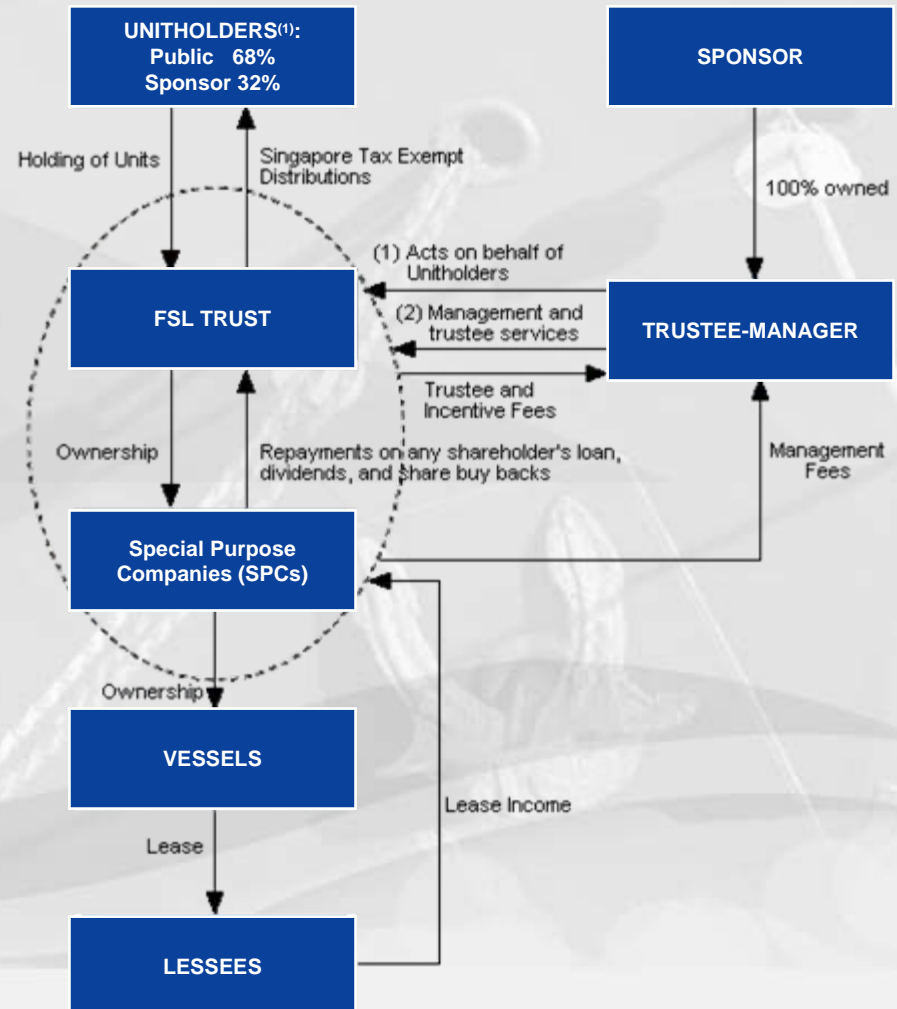
- Chief Risk Officer
- Previously with DBS Bank (joined FSL in May 2006)
- Over 10 years of experience in banking and ship financing

**Ronald
Dal Bello**

- Senior Vice President and Head of Sales, West of Suez, based in Zurich
- Previously with GE Commercial Finance (joined FSL in April 2006)
- 16 years of experience in ship financing and shipping industry

Structure at IPO

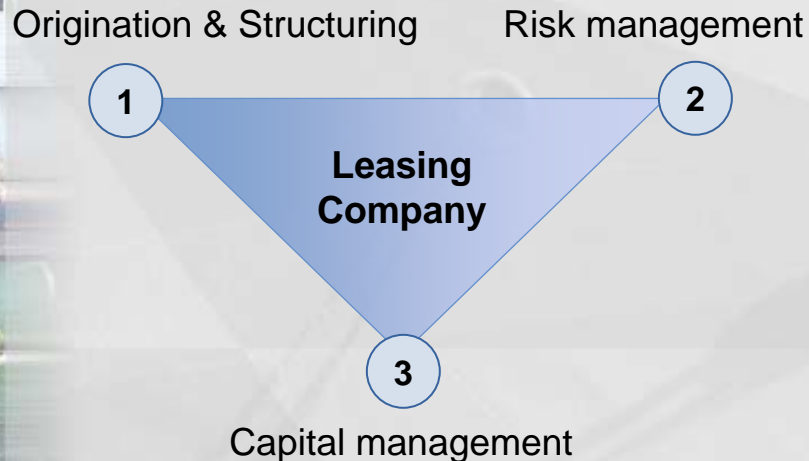
- IPO on the SGX in March 2007 to raise US\$ 333.2 million in Primary proceeds
- Initial lease portfolio of 13 vessels
- No debt at IPO; committed credit facility of US\$250 million available for growing assets
- Sponsor shareholders include Schoeller Holdings Ltd, HSH Nordbank AG and HVB AG
- Strong Trust board, including eminent independent directors: Mr Wong Meng Meng, Mr Phang Thim Fatt and Mr Michael Montesano III



¹ Public and Sponsor shareholding, post exercise of greenshoe, is 69.87% and 30.13% respectively (as of 24 April 2007)

Introduction to FSL Trust

FSL Trust is ...



FSL Trust is not ...



Bareboat charter model

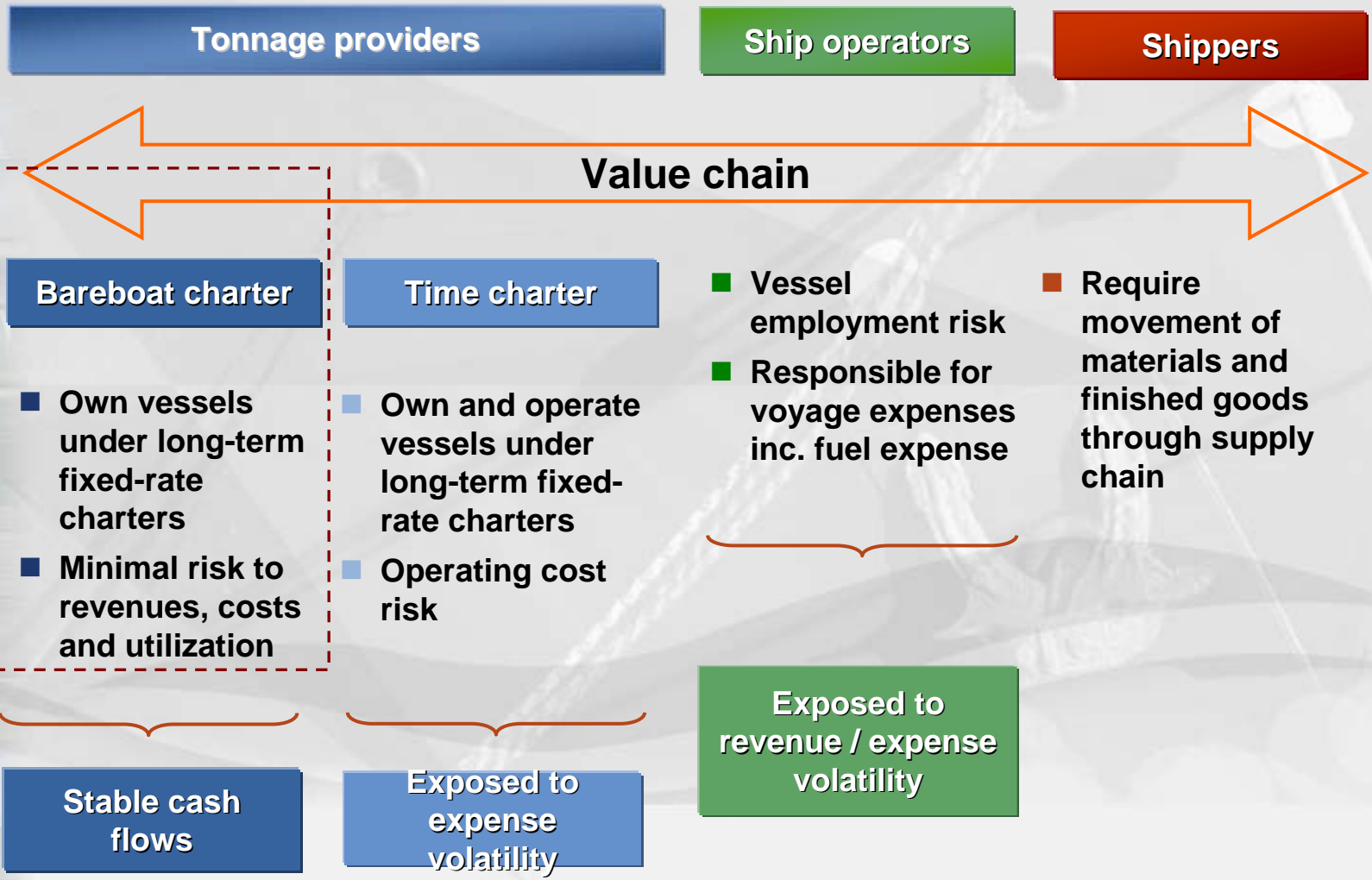
- Long-term stable lease income with minimum lease term of 7 years
- No exposure to operating costs
- No exposure to technical / vessel downtime

Time charter model

- Responsible for operating costs and is directly exposed to escalation of such costs
- Exposure to technical / vessel downtime risk

FSLT insulates investors from the cyclicity of the shipping sector

FSL Trust's business



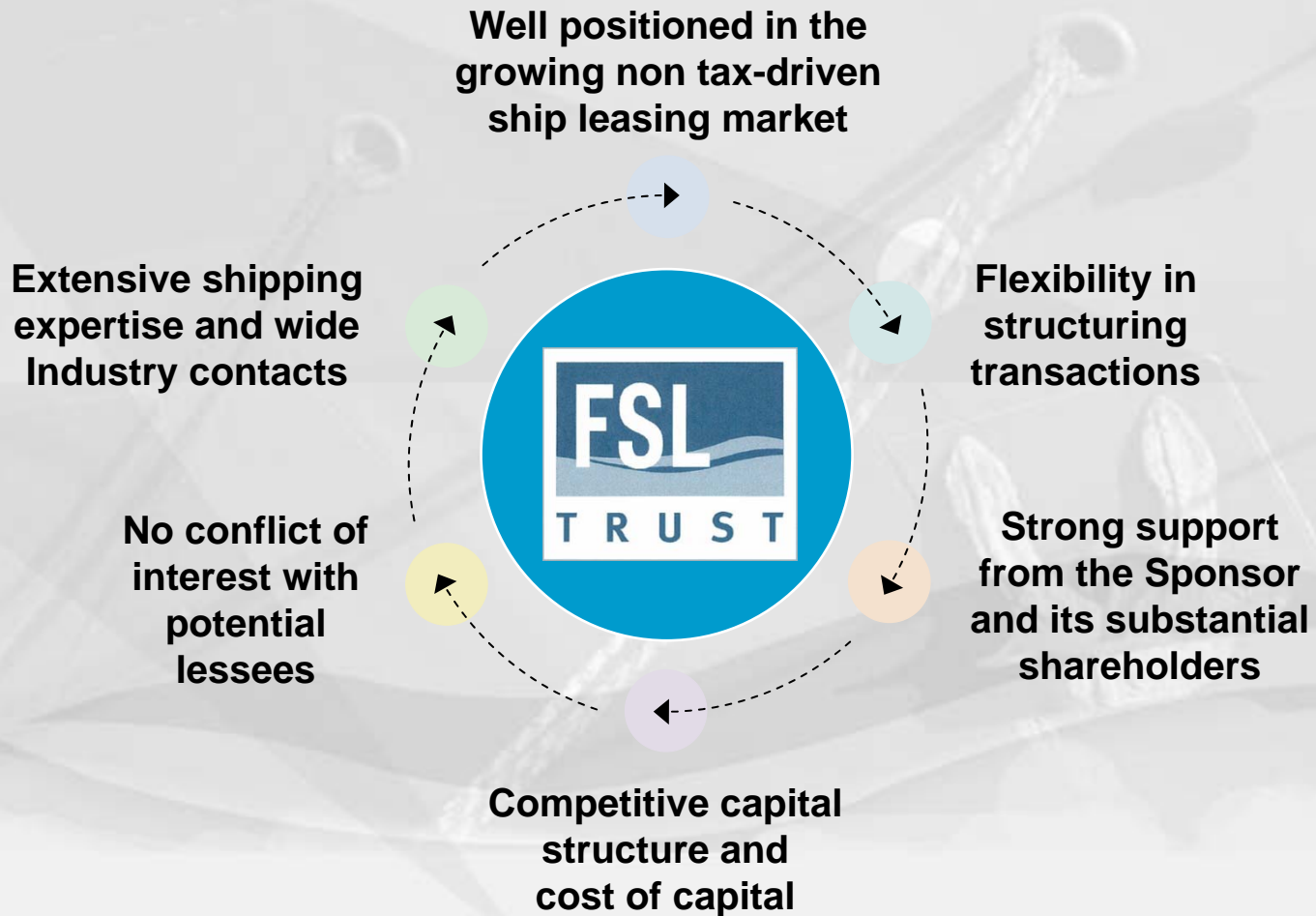
Leasing Motivations for Ship Operators



Leasing
Motivations

- **Leasing offers 100% financing**
 - commercial mortgage loan offers an average of 75% financing
- **Off-Balance Sheet treatment**
- **Leasing Cost attractive vs Operator's WACC**

Focus: leverage our strengths to continue executing our strategy





First Ship Lease Trust

Business Update

First post-listing acquisition: 3 product tankers acquired on 1 June 2007

Vessel acquisitions announced

- Announced the acquisition of 3 product tankers for a sale and leaseback to James Fisher & Sons Plc (“James Fisher”)
- New ships (2 vessels were delivered in 2006 and one in 2007); advanced technical design
- Bahamas flag; generally deployed in the British Isles with oil majors
- Total consideration US\$45 million
- James Fisher has option to sell and leaseback a fourth sister vessel by 30 June 2008

With long term charters in place

- Minimum base lease term of 10 years
- James Fisher has lease extension options and purchase options
- Accretive to DPU

Financing plan

- Financed by drawdown on existing credit facility
- Interest rate swapped to fixed on drawdown

Highlights of Financial results for quarter ended 30 Sep 2007

- Revenue of US\$12.8 million
 - 10.7% higher than IPO projection of US\$11.6 million
- Total Distribution of \$11.15 Million
- DPU of 2.23 US cents
 - 4.7% higher than IPO projection of 2.13 US cents
 - 47% of targeted DPU increase in FY08 is booked

Second post-listing acquisition: 2 product tankers acquired on 7 November 2007

Acquisitions Details

- Announced the acquisition of two product tankers from and a leaseback to affiliates of Groda Shipping & Transportation Ltd. (“Groda”)
- Vessels employed on long term Contract of Affreightment with Russian state-controlled energy company OJSC Rosneft Oil Company
- Very modern ships (delivered in Dec 2005 and Jul 2006); Ice trading capability
- Cyprus flagged; carrying crude oil and petroleum products from the Russian Far East to ports in China, Korea & Japan
- Total consideration of US\$113 million

Lease Contract

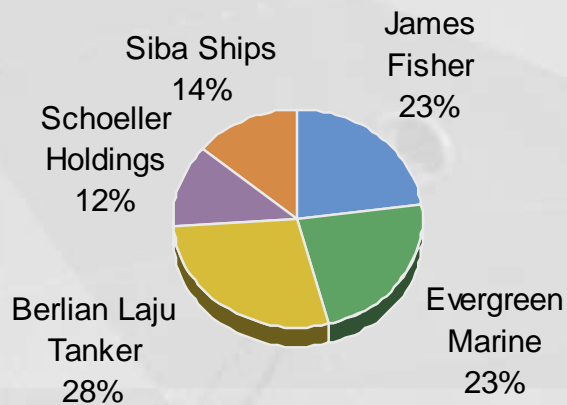
- Base lease term of 7 years
- Groda has 3 years lease extension option and purchase option
- Immediately accretive to DPU

Financing

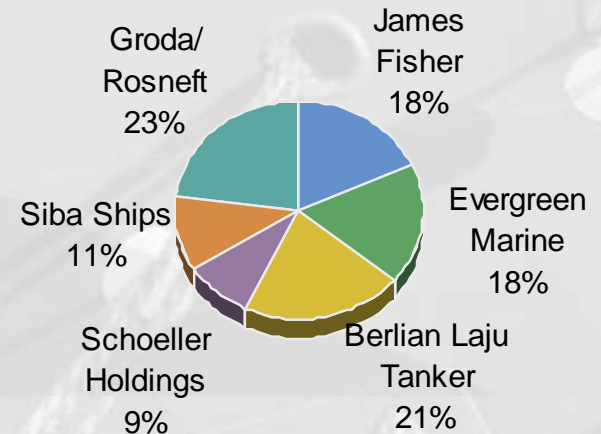
- Financed by drawdown on existing credit facility
- Interest rate swapped to fixed on drawdown

Positive impact on lease portfolio

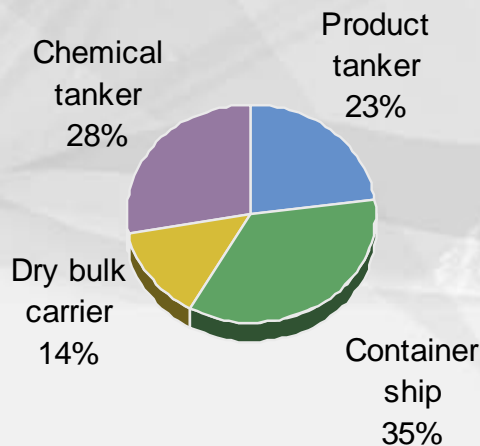
Current revenue breakdown by lessee



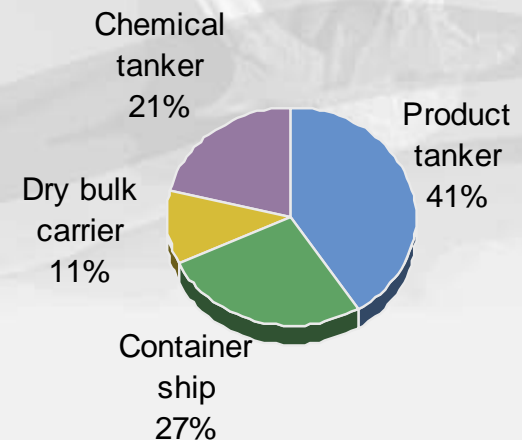
New revenue breakdown by lessee (incl. Groda acquisition)



Current revenue breakdown by vessel type

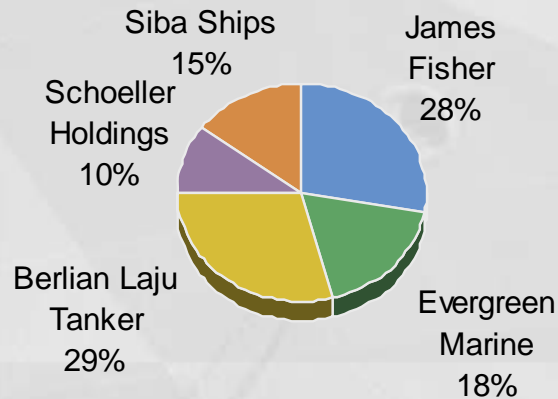


New revenue breakdown by vessel type (incl. Groda acquisition)

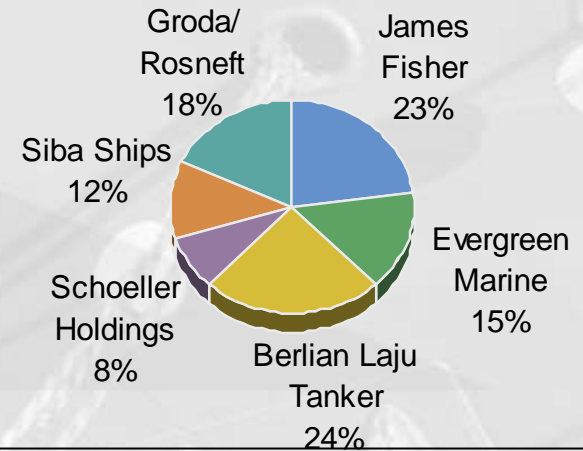


Positive impact on lease portfolio

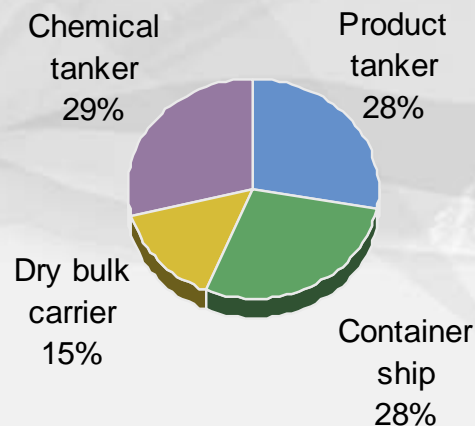
Current NBV breakdown by lessee



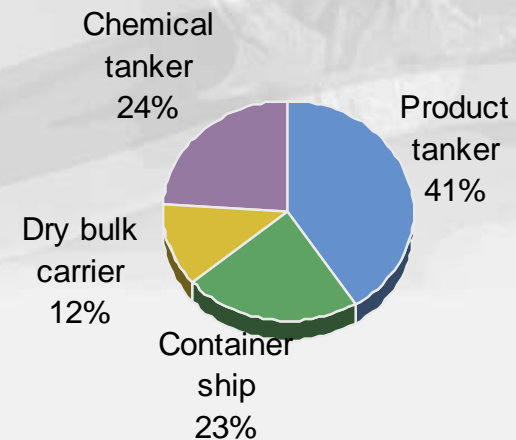
New NBV breakdown by lessee (incl. Groda acquisition)



Current NBV breakdown by vessel type



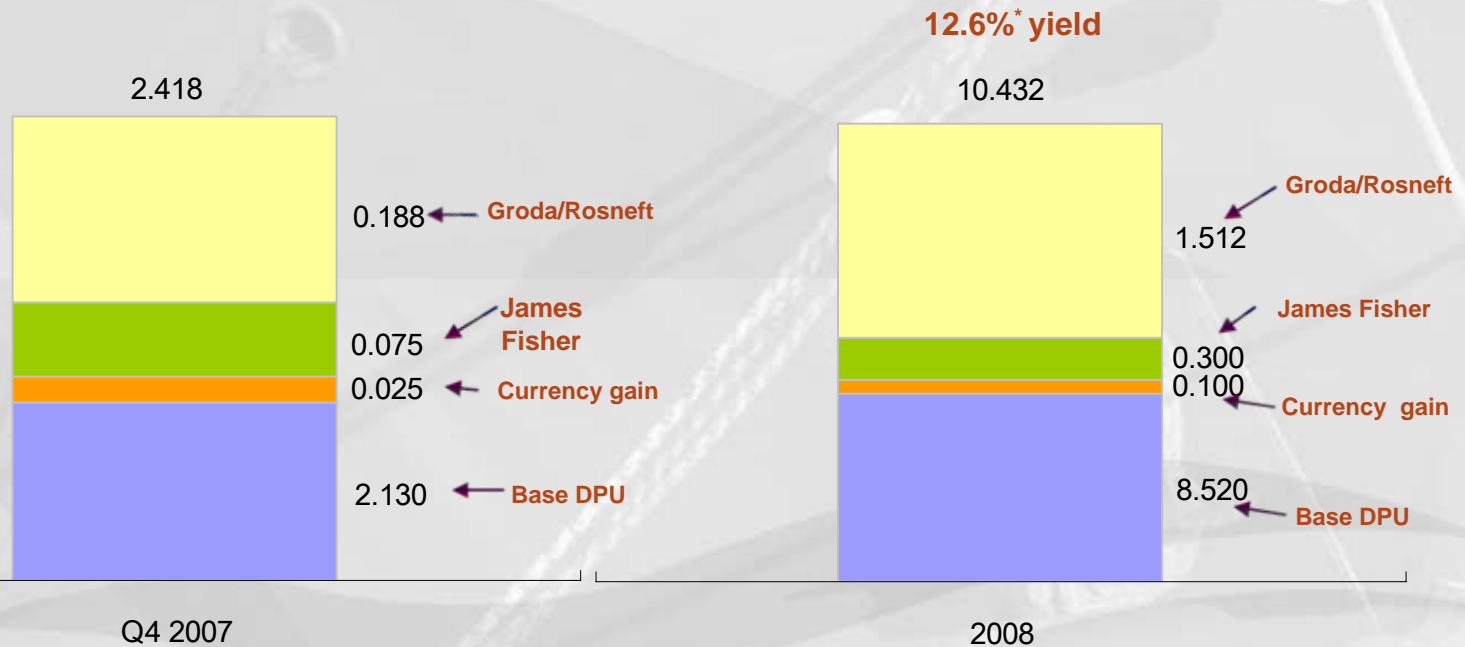
New NBV breakdown by vessel type (incl. Groda acquisition)



Positive impact on DPU

Q4 2007

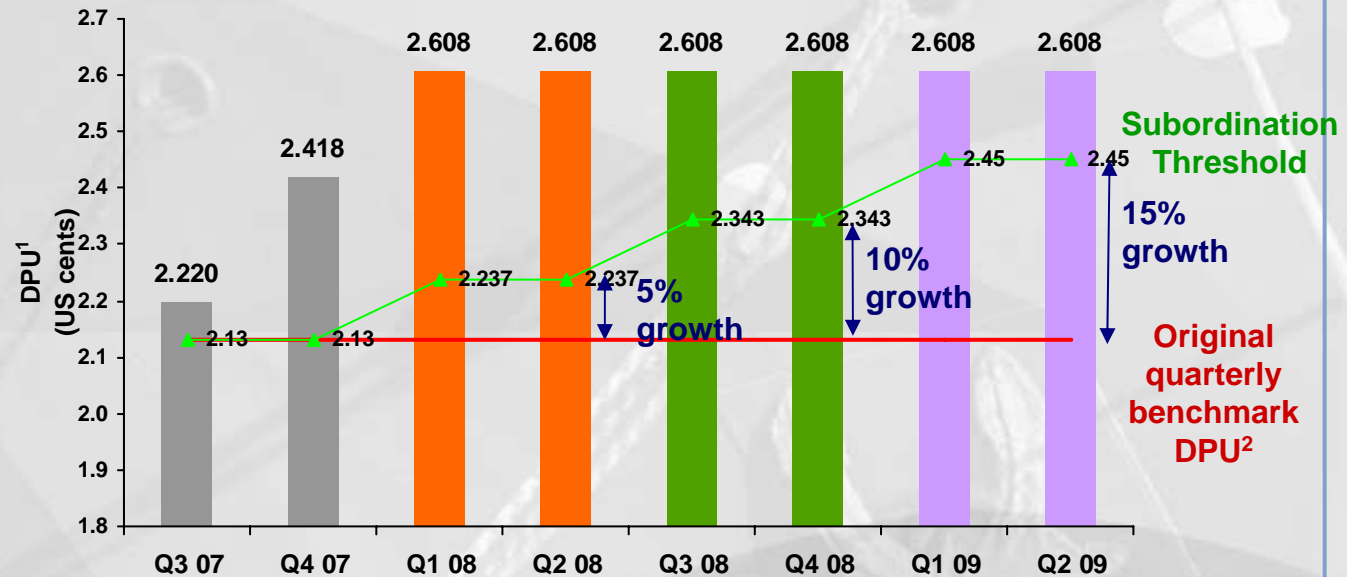
FY 2008



** Annualised yield based on closing price of US\$0.830 per unit on Tue, 6 Nov 2007.

Distribution growth and subordination

Distribution thresholds and subordination



¹ includes distribution from Groda/Rosneft from Q4 07

² Quarterly benchmark DPU of 2.13 US cents as indicated in the IPO Prospectus.



First Ship Lease Trust

Q & A

Current Portfolio of FSL Trust

Vessel details

Summary

Vessel	Capacity	Year Built	Classification	Builder	Vessel Flag
Product Tanker					
Cumbrian Fisher	12,921 DWT	2004	Lloyd's Register	Samho, South Korea	Bahamas
Clyde Fisher	12,984 DWT	2005	Lloyd's Register	Samho, South Korea	Bahamas
Shannon Fisher	5,421 DWT	2006	Lloyd's Register	Damen Galati, Romania	Bahamas
Solway Fisher	5,421 DWT	2006	Lloyd's Register	Damen Galati, Romania	Bahamas
Speciality	4,426 DWT	2006	Lloyd's Register	Qingshan Shipyard, Wuhan, PRC	Bahamas
Seniority	4,426 DWT	2006	Lloyd's Register	Qingshan Shipyard, Wuhan, PRC	Bahamas
Superiority	4,426 DWT	2007	Lloyd's Register	Qingshan Shipyard, Wuhan, PRC	Bahamas
Nika I	47,496 DWT	2006	Det Norske Veritas	Hyundai Mipo, Korea	Singapore/ Cyprus
Verona I	47,470 DWT	2005	Det Norske Veritas	Hyundai Mipo, Korea	Singapore/ Cyprus
Chemical Tanker					
Pertiwi	19,970 DWT	2006	Nippon Kaiji Kyokai	Usuki Shipyard, Japan	Singapore
Pujawati	19,900 DWT	2006	Nippon Kaiji Kyokai	Usuki Shipyard, Japan	Singapore
Prita Dewi	19,998 DWT	2006	Nippon Kaiji Kyokai	Shin Kurushima, Japan	Singapore

Current Portfolio of FSL Trust (Cont'd)

Vessel details

Summary

Vessel	Capacity	Year Built	Classification	Builder	Vessel Flag
Container Ship					
YM Subic	1,221 TEU	2003	Germanischer Lloyd	Peene Werft, Germany	Marshall Islands
Cape Falcon	1,221 TEU	2003	Germanischer Lloyd	Peene Werft, Germany	Marshall Islands
Ever Renown	4,229 TEU	1994	Nippon Kaiji Kyokai	Mitsubishi Heavy Industries, Japan	Panama
Ever Repute	4,229 TEU	1995	Nippon Kaiji Kyokai	Mitsubishi Heavy Industries, Japan	Panama
Dry Bulk Carrier					
Fomalhaut	46,685 DWT	1999	American Bureau of Shipping	Sanoyas Hishino Meisho, Japan	Singapore
Eltanin	46,693 DWT	1999	American Bureau of Shipping	Sanoyas Hishino Meisho, Japan	Singapore

Initial portfolio of FSL Trust

Key lease terms

Summary

SPC	Vessel	Lessee	Lease Commencement	Lease Term + Extension if any (yrs)	Daily Bareboat Charter Rate (Net)	Lease Extension Charter Rate	Early Buyout Option	Purchase Option
Product Tanker								
FSL-1	Cumbrian Fisher	James Fisher	23 Dec 04	10 + 5	USD 5,277	Note 1	Yr 6.5 : Higher of \$12.4m & FMV	Yr 10 : Higher of \$10.375m & FMV
FSL-2	Clyde Fisher	James Fisher	18 Feb 05	10 + 5	USD 5,318	Note 1	Yr 6.5 : Higher of \$12.4m & FMV	Yr 10 : Higher of \$10.375m & FMV
FSL-3	Shannon Fisher	James Fisher	1 Feb 06	10 + 5	EUR 3,420	Note 2	Yr 6.5 : Higher of EUR 7.54m & FMV	Yr 10 : Higher of EUR 4.23m & FMV
FSL-4	Solway Fisher	James Fisher	30 Jun 06	10 + 5	EUR 3,539	Note 2	Yr 6.5 : Higher of EUR 7.62m & FMV	Yr 10 : Higher of EUR 4.23m & FMV
Chemical Tanker								
FSL-9	Pertiwi	Berlian Laju Tanker	7 Jul 06	12	USD 13,036	-	Nil	Yr 12 : \$22.5m + 50% of any excess of FMV over \$22.5m
FSL-10	Pujawati	Berlian Laju Tanker	28 Sep 06	12	USD 12,692	-	Nil	Yr 12 : \$22.5m + 50% of any excess of FMV over \$22.5m
FSL-11	Prita Dewi	Berlian Laju Tanker	26 Jul 06	12	USD 13,048	-	Nil	Yr 12 : \$22.5m + 50% of any excess of FMV over \$22.5m
Container Ship								
FSL-5	YM Subic	Schoeller Holdings	5 Jul 05	9	EUR 6,422	-	Nil	Yr 9 : EUR 6.175m
FSL-6	Cape Falcon	Schoeller Holdings	5 Jul 05	9	EUR 6,422	-	Nil	Yr 9 : EUR 6.175m
FSL-7	Ever Renown	Evergreen Marine	24 Jan 06	10 + 3	USD 16,021	USD 10,946	Nil	Yr 10 : \$15.0m or Yr 13 : \$7.5m
FSL-8	Ever Repute	Evergreen Marine	24 Jan 06	10 + 3	USD 16,021	USD 10,946	Nil	Yr 10 : \$15.0m or Yr 13 : \$7.5m
Bulk Carrier								
FSL-12	Fomalhaut	Siba Ships	11 Jan 07	10	USD 9,900	-	Yr 6 : \$19m + 40% of any excess of FMV over \$19m Yr 8 : \$15m + 40% of any excess of FMV over \$15m	Yr 10 : \$8.0m + 40% of any excess of FMV over \$8.0m
FSL-13	Eltanin	Siba Ships	11 Jan 07	10	USD 9,900	-	Yr 6 : \$19m + 40% of any excess of FMV over \$19m Yr 8 : \$15m + 40% of any excess of FMV over \$15m	Yr 10 : \$8.0m + 40% of any excess of FMV over \$8.0m

Note 1: To be adjusted based on then prevailing 5-year USD interest swap rate

Note 2: To be adjusted based on then prevailing amortising EUR interest swap rate and the spot and forward USD/EUR currency exchange rates