



**“The result for the first half of 2009 reflects that freight rates were at a historic low due to lower than expected global oil consumption. Our strategic view of the product tanker market is unchanged, and although the number of newbuildings is a challenge short-term, we are positive on the future prospects of the segment,” says CEO Mikael Skov.**

- Profit before tax for the first six months of 2009 was USD 7 million which is lower than expected.
- A loss before tax of USD 33 million was posted for the second quarter of 2009. The result is negatively affected by low freight rates and negative mark-to-market non-cash adjustments of USD 25 million, hereof USD 20 million on financial instruments primarily due to writedowns on options related to vessel values.
- Product tanker rates were significantly lower than expected in the second quarter. This is primarily due to lower demand for transport of oil products as global consumption of oil was lower than anticipated. Moreover, a historically large number of newbuildings have been delivered, and fuel costs have increased substantially since the beginning of the year.
- Bulk rates were higher than expected in the second quarter. This is primarily due to growing Chinese imports of iron ore and coal.
- TORM's efficiency improvement programme had a favourable effect on performance in the second quarter as vessel operating costs per day dropped by an average of approximately 10% year-on-year across the fleet. The efficiency improvement programme – Greater Efficiency Power – will, as planned, produce annual cost savings of USD 40-60 million from 2010.
- Based on broker valuations, the market value of TORM's fleet was below book value at 30 June 2009. However, as the market for product tanker vessels is currently illiquid, broker valuations are uncertain. The Company believes that the value decrease is not of a lasting nature and that future earnings and cash flow from the fleet still substantiate the book value.
- Equity amounted to USD 1,270 million at 30 June 2009, equivalent to USD 18.3 per share (DKK 96.7 per share), excluding treasury shares, which represents an equity ratio of 39%.
- Net interest-bearing debt totalled USD 1,670 million at 30 June 2009. More than 65% of the debt is due after 2012.
- TORM's unutilised loan facilities and cash totalled approximately USD 400 million at the end of the second quarter.
- At 30 June 2009, TORM had covered 45% of the remaining operating days in the Tanker Division at USD 19,918 per day and 69% of the remaining operating days in the Bulk Division at USD 17,376 per day.
- TORM sold three bulk vessels in the second quarter at a total profit of USD 27 million, of which the profit of USD 19.5 million on two of the vessels will be recognised in the financial statements for the third quarter. In addition, a purchase option for a modern bulk carrier was exercised, and the vessel was resold at a profit of USD 5 million, which was recognised in the second quarter.
- TORM maintains its forecast for a profit before tax of around break-even for 2009 as stated in announcement no. 11 dated 12 August 2009.

**Teleconference** A teleconference and webcast ([www.torm.com](http://www.torm.com)) will take place today, 20 August 2009, at 16:00 Copenhagen time (CET). To participate, please call 10 minutes before the conference on tel.: +45 3271 4607 (from Europe) or +1 334 323 6201 (from the USA). A replay of the conference will be available from TORM's website.

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## Key figures

| Million USD   | Q2 2009 | Q2 2008 | Q1-Q2 2009 | Q1-Q2 2008 | 2008    |      |
|---|---------|---------|------------|------------|---------|------|
| <b>Income statement</b>                                 |         |         |            |            |         |      |
| Net revenue   | 193.6   | 286.6   | 452.4      | 541.6      | 1,183.6 |      |
| Time charter equivalent earnings (TCE)                  | 138.2   | 235.9   | 337.3      | 436.0      | 905.9   |      |
| Gross profit  | 38.9    | 146.4   | 136.4      | 257.0      | 537.8   |      |
| EBITDA  | 30.6    | 189.1   | 111.3      | 281.8      | 572.3   |      |
| Operating profit  | -2.9    | 158.0   | 46.0       | 220.0      | 446.3   |      |
| Profit before tax                                       | -32.5   | 146.4   | 6.7        | 198.5      | 360.1   |      |
| Net profit  | -33.6   | 145.4   | 6.0        | 197.6      | 361.4   |      |
| <b>Balance sheet</b>                                    |         |         |            |            |         |      |
| Total assets  | 3,255.7 | 3,211.1 | 3,255.7    | 3,211.1    | 3,317.4 |      |
| Equity  | 1,269.8 | 1,210.6 | 1,269.8    | 1,210.6    | 1,278.9 |      |
| Total liabilities                                       | 1,985.9 | 2,000.5 | 1,985.9    | 2,000.5    | 2,038.5 |      |
| Invested capital  | 2,932.6 | 2,888.2 | 2,932.6    | 2,888.2    | 2,822.4 |      |
| Net interest bearing debt                               | 1,669.9 | 1,689.3 | 1,669.9    | 1,689.3    | 1,549.9 |      |
| <b>Cash flow</b>  |         |         |            |            |         |      |
| From operating activities                               | 11.8    | 89.2    | 73.0       | 152.9      | 384.7   |      |
| From investing activities                               | -17.6   | -7.4    | -144.3     | -228.6     | -262.4  |      |
| Thereof investment in tangible fixed assets             | -44.7   | -78.2   | -174.2     | -181.1     | -377.8  |      |
| From financing activities                               | 19.7    | -80.3   | 15.6       | 49.0       | -59.0   |      |
| Net cash flow   | 13.9    | 1.5     | -55.7      | -26.7      | 63.3    |      |
| <b>Key financial figures</b>                            |         |         |            |            |         |      |
| Margins:  |         |         |            |            |         |      |
| TCE   | 71.4%   | 82.3%   | 74.6%      | 80.5%      | 76.5%   |      |
| Gross profit  | 20.1%   | 51.1%   | 30.2%      | 47.5%      | 45.4%   |      |
| EBITDA  | 15.8%   | 66.0%   | 24.6%      | 52.0%      | 48.3%   |      |
| Operating profit  | -1.5%   | 55.1%   | 10.2%      | 40.6%      | 37.7%   |      |
| Return on Equity (RoE) (p.a.) <sup>*)</sup>             | -8.0%   | 36.4%   | -0.3%      | 30.0%      | 30.6%   |      |
| Return on Invested Capital (RoIC) (p.a.) <sup>**)</sup> | -1.7%   | 16.7%   | 1.9%       | 14.1%      | 16.4%   |      |
| Equity ratio  | 39.0%   | 37.7%   | 39.0%      | 37.7%      | 38.6%   |      |
| Exchange rate USD/DKK, end of period                    | 5.27    | 4.73    | 5.27       | 4.73       | 5.28    |      |
| Exchange rate USD/DKK, average                          | 5.60    | 4.78    | 5.48       | 4.87       | 5.09    |      |
| <b>Share related key figures</b>                        |         |         |            |            |         |      |
| Earnings per share, EPS                                 | USD     | -0.5    | 2.1        | 0.1        | 2.9     | 5.2  |
| Diluted earnings per share, DEPS                        | USD     | -0.5    | 2.1        | 0.1        | 2.9     | 5.2  |
| Cash flow per share, CFPS                               | USD     | 0.2     | 1.3        | 1.1        | 2.2     | 5.6  |
| Share price, end of period                              |         |         |            |            |         |      |
| (per share of DKK 5 each)                               | DKK     | 54.0    | 167.1      | 54.0       | 167.1   | 55.5 |
| Number of shares, end of period                         | Mill.   | 72.8    | 72.8       | 72.8       | 72.8    | 72.8 |
| Number of shares (excl. treasury shares), average       | Mill.   | 69.2    | 69.2       | 69.2       | 69.2    | 69.2 |

<sup>\*)</sup> The gain from sale of vessels and the compensation for early returns of four Panamax bulk carriers and the mark-to-market adjustments of financial instruments is not annualized when calculating the Return on Equity.

<sup>\*\*)</sup> The gain from sale of vessels and the compensation for early returns of four Panamax bulk carriers is not annualized when calculating the Return on Invested Capital.



## Profit by division

| Million USD                                      | Q2 2009         |               |               |              | Q1-Q2 2009      |               |               |              |
|--|-----------------|---------------|---------------|--------------|-----------------|---------------|---------------|--------------|
|  | Tanker Division | Bulk Division | Not Allocated | Total        | Tanker Division | Bulk Division | Not Allocated | Total        |
| Revenue  | 172.9           | 20.7          | 0.0           | 193.6        | 383.0           | 69.4          | 0.0           | 452.4        |
| Port expenses, bunkers and commissions           | -48.0           | -0.1          | 0.0           | -48.1        | -104.4          | -2.5          | 0.0           | -106.9       |
| Freight and bunkers derivatives                  | -7.3            | 0.0           | 0.0           | -7.3         | -8.2            | 0.0           | 0.0           | -8.2         |
| <b>Time charter equivalent earnings</b>          | 117.6           | 20.6          | 0.0           | <b>138.2</b> | 270.4           | 66.9          | 0.0           | <b>337.3</b> |
| Charter hire                                     | -39.8           | -15.3         | 0.0           | -55.1        | -79.5           | -29.7         | 0.0           | -109.2       |
| Operating expenses                               | -41.0           | -3.2          | 0.0           | -44.2        | -84.4           | -7.3          | 0.0           | -91.7        |
| <b>Gross Profit</b>                              | 36.8            | 2.1           | 0.0           | <b>38.9</b>  | 106.5           | 29.9          | 0.0           | <b>136.4</b> |
| Profit from sale of vessels                      | 0.0             | 12.5          | 0.0           | 12.5         | 0.0             | 12.5          | 0.0           | 12.5         |
| Administrative expenses                          | -20.7           | -1.8          | 0.0           | -22.5        | -38.7           | -3.9          | 0.0           | -42.6        |
| Other Operating income                           | 2.4             | 0.0           | 0.0           | 2.4          | 4.8             | 0.0           | 0.0           | 4.8          |
| Share of results of jointly controlled entities* | 0.5             | 0.0           | -1.2          | -0.7         | 1.7             | 0.0           | -1.5          | 0.2          |
| <b>EBITDA</b>                                    | 19.0            | 12.8          | -1.2          | <b>30.6</b>  | 74.3            | 38.5          | -1.5          | <b>111.3</b> |
| Depreciation and impairment losses               | -31.1           | -2.4          | 0.0           | -33.5        | -60.9           | -4.4          | 0.0           | -65.3        |
| <b>Operating profit</b>                          | -12.1           | 10.4          | -1.2          | <b>-2.9</b>  | 13.4            | 34.1          | -1.5          | <b>46.0</b>  |
| Financial items, net                             | -               | -             | -29.6         | -29.6        | -               | -             | -39.3         | -39.3        |
| <b>Profit/(Loss) before tax</b>                  | -               | -             | -30.8         | <b>-32.5</b> | -               | -             | -40.8         | <b>6.7</b>   |
| Tax  | -               | -             | -1.1          | -1.1         | -               | -             | -0.7          | -0.7         |
| <b>Net profit</b>                                | -               | -             | -31.9         | <b>-33.6</b> | -               | -             | -41.5         | <b>6.0</b>   |

\*) The activity that TORM owns in a 50/50 joint venture with Teekay and the 50% ownership of FR8 Holding Pte. Ltd. is included in "Not-allocated".

### Tanker Division

The Tanker Division's EBITDA for the second quarter was USD 19 million, against USD 55 million in the first quarter of 2009.

After a sluggish first quarter during which much of the winter market failed to materialise, the demand for tonnage dropped further in the second quarter, and the freight rates remained at a very low level throughout the quarter.

The tanker market was affected by the following major factors in the second quarter of 2009:

Positive impact:

- Arbitrage shipping of gasoline from Europe to the Middle East and of middle-distillates from the Far East to Europe.
- Use of LR2 and LR1 vessels as floating storage facilities and slow steaming reduced the supply of available tonnage.



- Higher, but still low demand for naphtha in the Far East resulted in increased demand for LR1 and LR2 vessels.

Negative impact:

- The fall in global demand for oil.
- Delivery of a large number of newbuildings.
- Substantially higher fuel costs.
- The number of port days has dropped by approximately 10% in 2009 as compared with 2008 as a result of significantly lower volumes of refined oil products to be transported.
- A fall in the number of return voyages from the US to Europe reduced MR vessel earnings.

The Tanker Division achieved freight rates in the second quarter of 2009 which, relative to the second quarter of 2008, were 51% lower for the LR2 segment, 32% lower for the LR1 segment, 34% lower for the MR segment and 17% lower for the SR segment.

Operating costs per ship day in the Tanker Division decreased by an average of approximately 8% in the quarter as compared with the second quarter of 2008 as a result of the efficiency improvement programme.

| Tanker Division                                    | Q2 08  | Q3 08  | Q4 08  | Q1 09  | Q2 09  | Change<br>Q2 08<br>- Q2 09 | 12 month<br>avg. |
|--|--------|--------|--------|--------|--------|----------------------------|------------------|
| <b>LR2 (Aframax, 90-110,000 DWT)</b>               |        |        |        |        |        |                            |                  |
| Available earning days                             | 926    | 970    | 1,104  | 1,167  | 1,179  | 27%                        |                  |
| TCE per earning day from the LR2 Pool              | 32,327 | 45,267 | 37,009 | 24,192 | 17,145 | -47%                       |                  |
| TCE per earning day <sup>1)</sup>                  | 32,084 | 48,421 | 31,862 | 21,977 | 15,785 | -51%                       | 28,598           |
| Operating days                                     | 849    | 963    | 1,069  | 1,080  | 1,092  | 29%                        |                  |
| Operating expenses per operating day <sup>2)</sup> | 8,359  | 7,319  | 8,564  | 7,507  | 7,556  | -10%                       | 7,745            |
| <b>LR1 (Panamax 75-85,000 DWT)</b>                 |        |        |        |        |        |                            |                  |
| Available earning days                             | 1,764  | 1,804  | 2,009  | 1,864  | 1,756  | 0%                         |                  |
| TCE per earning day from the LR1 Pool              | 28,370 | 34,700 | 35,140 | 22,503 | 15,577 | -45%                       |                  |
| TCE per earning day <sup>1)</sup>                  | 27,036 | 23,648 | 23,217 | 21,755 | 18,491 | -32%                       | 21,838           |
| Operating days                                     | 819    | 828    | 828    | 810    | 819    | 0%                         |                  |
| Operating expenses per operating day <sup>2)</sup> | 8,262  | 7,798  | 7,478  | 7,852  | 7,142  | -14%                       | 7,567            |
| <b>MR (45,000 DWT)</b>                             |        |        |        |        |        |                            |                  |
| Available earning days                             | 2,576  | 2,668  | 2,796  | 3,174  | 3,344  | 30%                        |                  |
| TCE per earning day from the MR Pool               | 25,615 | 29,102 | 22,282 | 20,201 | 14,712 | -43%                       |                  |
| TCE per earning day <sup>1)</sup>                  | 23,158 | 26,458 | 22,298 | 19,802 | 15,363 | -34%                       | 20,628           |
| Operating days                                     | 2,441  | 2,484  | 2,400  | 2,497  | 2,548  | 4%                         |                  |
| Operating expenses per operating day <sup>2)</sup> | 8,172  | 7,609  | 7,653  | 8,227  | 7,458  | -9%                        | 7,731            |
| <b>SR (35,000 DWT)</b>                             |        |        |        |        |        |                            |                  |
| Available earning days                             | 1,092  | 1,100  | 1,102  | 1,145  | 1,135  | 4%                         |                  |
| TCE per earning day <sup>1)</sup>                  | 21,036 | 20,078 | 22,338 | 20,963 | 17,483 | -17%                       | 20,203           |
| Operating days                                     | 910    | 920    | 920    | 969    | 1,001  | 10%                        |                  |
| Operating expenses per operating day <sup>2)</sup> | 6,644  | 6,193  | 6,633  | 7,662  | 6,600  | -1%                        | 6,780            |

1) TCE = Time Charter Equivalent Earnings = Gross freight income less bunker, commissions and port expenses.

2) Operating expenses are related to owned vessels.



## Bulk Division

EBITDA for the Bulk Division for the second quarter of 2009 was USD 13 million. USD 13 million of this was attributable to the sale of TORM Baltic and the exercise of a purchase option followed by the subsequent resale of the modern Panamax bulk carrier TORM Skagen. Moreover, TORM Marta and TORM Tina were sold, but were not delivered until early in the third quarter, wherefore the profit will be recognised in the third quarter.

Bulk rates doubled in the second quarter, although from a very low level. The rates were better than expected, primarily as a result of growing Chinese steel production and imports of iron ore and coal. Chinese iron ore imports are estimated to have increased by approximately 30% in 2009 compared with 2008.

The Bulk Division's earnings per day were 73% lower in the second quarter of 2009 than in the same quarter of 2008.

Operating costs per ship day in the Bulk Division fell by an average of approximately 24% in the quarter as compared with the second quarter of 2008 as a result of the efficiency improvement programme.

| Bulk Division                                      | Q2 08  | Q3 08  | Q4 08  | Q1 09  | Q2 09  | Change<br>Q2 08<br>- Q2 09 | 12 month<br>avg. |
|--|--------|--------|--------|--------|--------|----------------------------|------------------|
| <b>Panamax (60-80,000 DWT)</b>                     |        |        |        |        |        |                            |                  |
| Available earning days                             | 1,367  | 1,421  | 1,466  | 1,458  | 1,496  | 9%                         |                  |
| TCE per earning day <sup>1)</sup>                  | 50,568 | 49,888 | 38,958 | 13,929 | 13,756 | -73%                       | 28,915           |
| Operating days                                     | 585    | 552    | 600    | 622    | 636    | 9%                         |                  |
| Operating expenses per operating day <sup>2)</sup> | 6,723  | 6,261  | 5,352  | 6,798  | 5,106  | -24%                       | 5,868            |

1) TCE = Time Charter Equivalent Earnings = Gross freight income less bunker, commissions and port expenses.

2) Operating expenses are related to owned vessels.

## Other activities

Other (non-allocated) activities are losses on investments in joint ventures of USD 1.2 million, financial expenses of USD 29.6 million and tax of USD 1.1 million. FR8 contributed a loss of USD 1.3 million in the second quarter.

## Fleet development

At the end of the second quarter 2009, TORM's fleet of owned vessels comprised 61 tankers and six bulk carriers. Furthermore TORM has chartered-in 24 tankers and 10 bulk carriers and in addition has 40 tankers in either pools or under commercial management. In the second quarter, TORM signed agreements to sell three bulk carriers, one of which was delivered in the second quarter. The remaining two bulk carriers were delivered to the buyers in the third quarter.

|                | Owned vessels     |          |            |                  |
|----------------|-------------------|----------|------------|------------------|
|                | 31. March<br>2009 | Addition | Disposal   | 30. June<br>2009 |
| LR2 / Aframax  | 12.5              | -        | -          | 12.5             |
| LR1 / Panamax  | 7.5               | -        | -          | 7.5              |
| MR             | 30.0              | -        | -          | 30.0             |
| SR             | 11.0              | -        | -          | 11.0             |
| <b>Tankers</b> | <b>61.0</b>       | -        | -          | <b>61.0</b>      |
| Panamax        | 7.0               | -        | 1.0        | 6.0              |
| <b>Bulkers</b> | <b>7.0</b>        | -        | <b>1.0</b> | <b>6.0</b>       |
| <b>Total</b>   | <b>68.0</b>       | -        | <b>1.0</b> | <b>67.0</b>      |



## Planned fleet changes

No vessels were contracted in the second quarter of 2009.

|                        | 30 June 2009 | 2009     |          | 2010     |          |          |          | 2011     |          |          |          | 2012     |          |          |          | Total Order book |
|------------------------|--------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|------------------|
|                        |              | Q3       | Q4       | Q1       | Q2       | Q3       | Q4       | Q1       | Q2       | Q3       | Q4       | Q1       | Q2       | Q3       | Q4       |                  |
| <b>Product tankers</b> |              |          |          |          |          |          |          |          |          |          |          |          |          |          |          |                  |
| LR2                    | 12.5         | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | 0                |
| LR1                    | 7.5          | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | 0                |
| MR                     | 30           | 2        | 1        | 3        | 2        | 1        | 1        | -        | -        | -        | 1        | -        | 1        | 1        | 1        | 14               |
| SR                     | 11           | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | 0                |
| <b>Bulkers</b>         |              |          |          |          |          |          |          |          |          |          |          |          |          |          |          |                  |
| Kamsarmax              | 0            | -        | -        | -        | -        | -        | 1        | 1        | 2        | -        | -        | -        | -        | -        | -        | 4                |
| Panamax                | 6            | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | -        | 0                |
| <b>Total</b>           | <b>67</b>    | <b>2</b> | <b>1</b> | <b>3</b> | <b>2</b> | <b>1</b> | <b>2</b> | <b>1</b> | <b>2</b> | <b>0</b> | <b>1</b> | <b>0</b> | <b>1</b> | <b>1</b> | <b>1</b> | <b>18</b>        |

## Results

### Second quarter 2009

The second quarter of 2009 showed a gross profit of USD 39 million, against USD 146 million for the corresponding quarter of 2008. Profit before depreciation (EBITDA) for the period was USD 31 million, against USD 189 million for the second quarter of 2008. The decline in gross profit and EBITDA was primarily due to substantially lower freight rates in both the Tanker Division and the Bulk Division.

In the second quarter of 2009, depreciation amounted to USD 34 million.

An operating loss of USD 3 million was posted in the second quarter of 2009, against an operating profit of USD 158 million in the same quarter of 2008. The Tanker and Bulk Divisions contributed a loss of USD 12 million and a profit of USD 10 million respectively, whereas a loss of USD 1 million is unallocated.

There was a total negative effect from mark-to-market non-cash adjustments of USD 25 million in the second quarter with USD 20 million on financial instruments and USD 5 million on FFA/bunker derivatives. The mark-to-market adjustments on financial instruments were primarily due to a writedown of USD 23 million on options related to vessel values taken over in connection with the acquisition of OMI.

In the second quarter of 2009, financials amounted to an expense of USD 30 million, against an expense of USD 12 million in the same quarter of 2008. The difference was primarily due to the above-mentioned mark-to-market non-cash adjustments.

A loss after tax of USD 34 million was posted in the second quarter of 2009, including a profit of USD 13 million on the sale of vessels, against a profit of USD 145 million in the second quarter of 2008, where a profit of USD 52 million was recognised on the sale of vessels.

### Assets

Total assets fell from USD 3,287 million to USD 3,256 million in the second quarter of 2009. TORM receives quarterly valuations on its fleet value from three internationally acknowledged shipbrokers and calculates a value in use derived from discounted cash flow valuations. Based on the broker valuations, the market value of TORM's fleet was below book value at 30 June 2009. However, as the market for product tanker vessels is currently illiquid, broker valuations are uncertain.

### Liabilities

During the second quarter of 2009, the Company's net interest bearing debt rose from USD 1,615 million to USD 1,670 million. The item mainly comprises net borrowing in connection with the delivery of vessels, the cash effect of the distribution of dividend and positive cash



earnings of the period. More than 65% of the debt is due after 2012. TORM's unutilised loan facilities and cash totalled approximately USD 400 million at the end of the second quarter.

**Total equity** In the second quarter of 2009, equity fell from USD 1,341 million to USD 1,270 million, which is the result of earnings during the period and dividends paid. Equity as a percentage of total assets dropped from 40.8% at 31 March 2009 to 39.0% at 30 June 2009.

At 30 June 2009, TORM held 3,556,364 treasury shares, corresponding to 4.9% of the Company's share capital, which is unchanged from 31 March 2009.

**Subsequent events** In the second quarter, TORM signed agreements to sell TORM Marta and TORM Tina for delivery in the third quarter. The sale of the two vessels will produce a profit of USD 19.5 million in the third quarter.

**Outlook** TORM maintains its forecast for profit before tax of around break-even for 2009 as stated in announcement no. 11 dated 12 August 2009.

**Sensitivity** At 30 June 2009, approximately 69% of the earning days of the Company's Panamax bulk carriers were covered for the remainder of the year. For the Tanker Division, approximately 45% of the remaining operating days were covered for the rest of the year.

|                           | 2009          |              |               | 2010          |              |               | 2011          |              |               |
|---------------------------|---------------|--------------|---------------|---------------|--------------|---------------|---------------|--------------|---------------|
|                           | Total days    | Covered in % | USD/day       | Total days    | Covered in % | USD/day       | Total days    | Covered in % | USD/day       |
| <b>Product tank</b>       |               |              |               |               |              |               |               |              |               |
| LR2                       | 2,937         | 31%          | 23,326        | 5,488         | 16%          | 27,478        | 4,563         | 9%           | 29,801        |
| LR1                       | 3,995         | 40%          | 20,308        | 8,105         | 15%          | 19,974        | 6,768         | 11%          | 18,598        |
| MR                        | 8,061         | 45%          | 20,159        | 17,511        | 21%          | 20,771        | 18,256        | 5%           | 19,508        |
| SR                        | 2,178         | 76%          | 17,149        | 3,682         | 52%          | 17,316        | 3,650         | 20%          | 15,135        |
| <b>Total Product tank</b> | <b>17,171</b> | <b>45%</b>   | <b>19,919</b> | <b>34,786</b> | <b>22%</b>   | <b>20,542</b> | <b>33,237</b> | <b>9%</b>    | <b>19,687</b> |
| <b>Dry bulk</b>           |               |              |               |               |              |               |               |              |               |
| Panamax                   | 2,421         | 69%          | 17,376        | 5,137         | 39%          | 16,119        | 6,145         | 10%          | 16,540        |
| <b>Total</b>              | <b>19,592</b> | <b>48%</b>   | <b>19,470</b> | <b>39,923</b> | <b>24%</b>   | <b>19,626</b> | <b>39,382</b> | <b>9%</b>    | <b>19,140</b> |

**Safe Harbor Forward-looking statements**

Matters discussed in this release may constitute forward-looking statements. Forward-looking statements reflect our current views with respect to future events and financial performance and may include statements concerning plans, objectives, goals, strategies, future events or performance, and underlying assumptions and other statements, which are other than statements of historical facts. The forward-looking statements in this release are based upon various assumptions, many of which are based, in turn, upon further assumptions, including without limitation, Management's examination of historical operating trends, data contained in our records and other data available from third parties. Although TORM believes that these assumptions were reasonable when made, because these assumptions are inherently subject to significant uncertainties and contingencies which are difficult or impossible to predict and are beyond our control, TORM cannot assure you that it will achieve or accomplish these expectations, beliefs or projections.

Important factors that, in our view, could cause actual results to differ materially from those discussed in the forward looking statements include the strength of world economies and currencies, changes in charter hire rates and vessel values, changes in demand for "tonne miles" of oil carried by oil tankers, the effect of changes in OPEC's petroleum production levels and worldwide oil consumption and storage, changes in demand that may affect attitudes of time charterers to scheduled and unscheduled dry-docking, changes in TORM's operating expenses, including bunker prices, dry-docking and insurance costs, changes in governmental rules and regulations including requirements for double hull tankers or actions taken by regulatory authorities, potential liability from pending or future litigation, domestic and international political conditions, potential disruption of shipping routes due to accidents and political events or acts by terrorists. Risks and uncertainties are further described in reports filed by TORM with the US Securities and Exchange Commission, including the TORM Annual Report on Form 20-F and its reports on Form 6-K.

Forward looking statements are based on management's current evaluation, and TORM is only under obligation to update and change the listed expectations to the extent required by law.



### **The TORM share**

The price of a TORM share was DKK 54 as of 30 June 2009, against DKK 43.5 at the beginning of the second quarter – equivalent to an increase of DKK 10.5 (24%).

In the second quarter, the Company distributed a dividend of DKK 4.0 per share.

The total return to shareholders for the second quarter of 2009 was thus DKK 14.5 per share (calculated excluding reinvestment), corresponding to a total return of 33%.

### **Accounting policies**

This interim report for the first half of 2009 has been prepared in accordance with IAS 34 “Interim financial reporting” as adopted by the EU and additional Danish regulations governing the presentation of interim reports by listed companies.

Except for the instances mentioned below, the interim report has been prepared using the accounting policies as for the Annual Report for 2008. The accounting policies are described in more detail in the Annual Report 2008.

As from 1 January 2009, TORM has implemented the following new or amended standards and interpretations: Amendment to IAS 1 “Presentation of Financial Statements”, amendment to IAS 23 “Borrowing Costs”, minor changes from Improvements to IFRSs, IFRIC 12 “Service Concession Agreements” and IFRIC 13 “Customer Loyalty Programmes”. The new or amended standards and interpretations have not affected recognition and measurement in TORM’s interim report for the first half of 2009. The presentation of the amendments to IAS 1 has changed the presentation in the interim report as Comprehensive income is presented in a separate statement. Comprehensive income was previously included in the statement of changes in equity.

The interim report for the first half of 2009 is unaudited, in line with the normal practice.

### **Information**

#### **Teleconference**

TORM will host a telephone conference for financial analysts and investors on 20 August 2009 at 16:00 Copenhagen time (CET), reviewing the interim report for the first half of 2009. The conference call will be hosted by Mikael Skov, CEO, and Roland M. Andersen, CFO, and will be conducted in English.

To participate, please call 10 minutes before the conference on tel.: +45 3271 4607 (from Europe) or +1 334 323 6201 (from the USA). The teleconference will also be webcast via TORM’s website [www.torm.com](http://www.torm.com). The presentation material can be downloaded from the website.

#### **Next reporting**

TORM’s financial report for the third quarter of 2009 will be released on 18 November 2009.

#### **Statement by the Board of Directors and Management on the Interim Report**

The Board of Directors and Management have considered and approved the interim report for the period 1 January – 30 June 2009.





The interim report, which is unaudited, has been prepared in accordance with the general Danish financial reporting requirements governing listed companies, including the measurement and recognition provisions in IFRS which are expected to be applicable for the Annual Report 2009.

We consider the accounting policies applied to be appropriate, and in our opinion the interim report gives a true and fair view of the Group's assets, liabilities, financial position and of the results of operations and consolidated cash flows.

**Copenhagen, 20 August 2009**

**Management**

Mikael Skov, CEO  
Roland M. Andersen, CFO

**Board of Directors**

Niels Erik Nielsen, Chairman  
Christian Frigast, Deputy Chairman  
Peter Abildgaard  
Lennart Arrias  
Margrethe Bligaard  
Bo Jagd  
Jesper Jarlbæk  
Gabriel Panayotides  
Angelos Papoulias  
E. Michael Steimler  
Nicos Zouvelos

**About TORM**

TORM is one of the world's leading carriers of refined oil products as well as a significant participant in the dry bulk market. The Company operates a combined fleet of more than 140 modern vessels, principally through a pooling cooperation with other respected shipping companies who share TORM's commitment to safety, environmental responsibility and customer service.

TORM was founded in 1889. The Company conducts business worldwide and is headquartered in Copenhagen. TORM's shares are listed on the OMX Nordic Exchange Copenhagen (symbol: TRMD). For further information, please visit [www.torm.com](http://www.torm.com).



## Income statement

| Million USD   | Q2 2009      | Q2 2008 | Q1-Q2 2009   | Q1-Q2 2008 | 2008    |
|---|--------------|---------|--------------|------------|---------|
| Revenue   | 193.6        | 286.6   | 452.4        | 541.6      | 1,183.6 |
| Port expenses, bunkers and commissions                      | -48.1        | -59.4   | -106.9       | -113.9     | -264.1  |
| Freight and bunkers derivatives                             | -7.3         | 8.7     | -8.2         | 8.3        | -13.6   |
| <b>Time charter equivalent earnings</b>                     | <b>138.2</b> | 235.9   | <b>337.3</b> | 436.0      | 905.9   |
| Charter hire  | -55.1        | -44.3   | -109.2       | -90.3      | -193.8  |
| Operating expenses  | -44.2        | -45.2   | -91.7        | -88.7      | -174.3  |
| <b>Gross profit (Net earnings from shipping activities)</b> | <b>38.9</b>  | 146.4   | <b>136.4</b> | 257.0      | 537.8   |
| Profit from sale of vessels                                 | 12.5         | 52.0    | 12.5         | 52.0       | 82.8    |
| Administrative expenses                                     | -22.5        | -19.8   | -42.6        | -39.5      | -89.9   |
| Other operating income                                      | 2.4          | 3.1     | 4.8          | 6.7        | 14.5    |
| Share of results of jointly controlled entities             | -0.7         | 7.4     | 0.2          | 5.6        | 27.1    |
| <b>EBITDA</b>   | <b>30.6</b>  | 189.1   | <b>111.3</b> | 281.8      | 572.3   |
| Depreciation and impairment losses                          | -33.5        | -31.1   | -65.3        | -61.8      | -126.0  |
| <b>Operating profit</b>                                     | <b>-2.9</b>  | 158.0   | <b>46.0</b>  | 220.0      | 446.3   |
| Financial items   | -29.6        | -11.6   | -39.3        | -21.5      | -86.2   |
| <b>Profit before tax</b>                                    | <b>-32.5</b> | 146.4   | <b>6.7</b>   | 198.5      | 360.1   |
| Tax   | -1.1         | -1.0    | -0.7         | -0.9       | 1.3     |
| <b>Net profit</b>   | <b>-33.6</b> | 145.4   | <b>6.0</b>   | 197.6      | 361.4   |
| <b>Earnings per share, EPS</b>                              |              |         |              |            |         |
| Earnings per share, EPS (USD)                               | -0.5         | 2.1     | 0.1          | 2.9        | 5.2     |
| Earnings per share, EPS (DKK) <sup>*)</sup>                 | -2.7         | 9.9     | 0.5          | 13.9       | 26.6    |

\*) The key figures have been translated from USD to DKK using the average USD/DKK exchange change rate for the period in question.



## Statement of comprehensive income

| Million USD   | Q2 2009      | Q2 2008 | Q1-Q2<br>2009 | Q1-Q2<br>2008 | 2008  |
|---|--------------|---------|---------------|---------------|-------|
| <b>Net profit for the period</b>  | -33.6        | 145.4   | 6.0           | 197.6         | 361.4 |
| <b>Other comprehensive income:</b>  |              |         |               |               |       |
| Exchange rate adjustment arising on translation of entities using a measurement currency different from USD | 0.1          | -0.1    | 0.0           | 0.1           | 0.0   |
| Fair value adjustment on hedge instruments  | 8.1          | -0.2    | 24.5          | -2.6          | -56.5 |
| Value adjustment on hedge instruments transferred to income statement                                       | -1.0         | -0.1    | 3.8           | -2.0          | 15.1  |
| Value adjustment on hedge instruments transferred to assets   | 0.0          | 0.0     | -1.2          | 0.0           | 0.0   |
| Fair value adjustment on available for sale investments   | 1.7          | -1.0    | 0.7           | -2.1          | -4.8  |
| Transfer to income statement on sale of available for sale investments                                      | 0.0          | 0.0     | 0.0           | 0.0           | -2.6  |
| <b>Other comprehensive income after tax</b>   | 8.9          | -1.4    | 27.8          | -6.6          | -48.8 |
| <b>Total comprehensive income</b>   | <b>-24.7</b> | 144.0   | <b>33.8</b>   | 191.0         | 312.6 |



## Income statement by quarter

| Million USD   | Q2 08        | Q3 08        | Q4 08        | Q1 09        | Q2 09        |
|---|--------------|--------------|--------------|--------------|--------------|
| Revenue   | 286.6        | 336.6        | 305.4        | 258.8        | 193.6        |
| Port expenses, bunkers and commissions                      | -59.4        | -76.5        | -73.7        | -58.8        | -48.1        |
| Freight and bunkers derivatives                             | 8.7          | -15.9        | -6.0         | -0.9         | -7.3         |
| <b>Time charter equivalent earnings</b>                     | <b>235.9</b> | <b>244.2</b> | <b>225.7</b> | <b>199.1</b> | <b>138.2</b> |
| Charter hire  | -44.3        | -50.4        | -53.1        | -54.1        | -55.1        |
| Operating expenses  | -45.2        | -41.5        | -44.1        | -47.5        | -44.2        |
| <b>Gross profit (Net earnings from shipping activities)</b> | <b>146.4</b> | <b>152.3</b> | <b>128.5</b> | <b>97.5</b>  | <b>38.9</b>  |
| Profit from sale of vessels                                 | 52.0         | 10.8         | 20.0         | 0.0          | 12.5         |
| Administrative expenses                                     | -19.8        | -22.6        | -27.8        | -20.1        | -22.5        |
| Other operating income                                      | 3.1          | 4.3          | 3.5          | 2.4          | 2.4          |
| Share of results of jointly controlled entities             | 7.4          | 6.1          | 15.4         | 0.9          | -0.7         |
| <b>EBITDA</b>   | <b>189.1</b> | <b>150.9</b> | <b>139.6</b> | <b>80.7</b>  | <b>30.6</b>  |
| Depreciation and impairment losses                          | -31.1        | -31.3        | -32.9        | -31.8        | -33.5        |
| <b>Operating profit</b>                                     | <b>158.0</b> | <b>119.6</b> | <b>106.7</b> | <b>48.9</b>  | <b>-2.9</b>  |
| Financial items   | -11.6        | -28.3        | -36.4        | -9.7         | -29.6        |
| <b>Profit before tax</b>                                    | <b>146.4</b> | <b>91.3</b>  | <b>70.3</b>  | <b>39.2</b>  | <b>-32.5</b> |
| Tax   | -1.0         | -0.5         | 2.7          | 0.4          | -1.1         |
| <b>Net profit</b>   | <b>145.4</b> | <b>90.8</b>  | <b>73.0</b>  | <b>39.6</b>  | <b>-33.6</b> |
| <b>Earnings per share, EPS</b>                              |              |              |              |              |              |
| Earnings per share, EPS (USD)                               | 2.1          | 1.3          | 1.1          | 0.6          | -0.5         |



## Assets

| Million USD                               | 30 June<br>2009 | 30 June<br>2008 | 31 Dec. 2008   |
|---|-----------------|-----------------|----------------|
| <b>NON-CURRENT ASSETS</b>                 |                 |                 |                |
| <b>Intangible assets</b>                  |                 |                 |                |
| Goodwill                                  | 89.2            | 89.2            | 89.2           |
| Other intangible assets                   | 2.4             | 3.9             | 2.4            |
| <b>Total intangible assets</b>            | <b>91.6</b>     | <b>93.1</b>     | <b>91.6</b>    |
| <b>Tangible fixed assets</b>              |                 |                 |                |
| Land and buildings                        | 3.7             | 3.9             | 3.7            |
| Vessels and capitalized dry-docking       | 2,354.4         | 2,168.7         | 2,325.9        |
| Prepayments on vessels                    | 306.8           | 313.6           | 272.7          |
| Other plant and operating equipment       | 11.4            | 6.5             | 9.2            |
| <b>Total tangible fixed assets</b>        | <b>2,676.3</b>  | <b>2,492.7</b>  | <b>2,611.5</b> |
| <b>Financial assets</b>                   |                 |                 |                |
| Investment in jointly controlled entities | 131.8           | 109.0           | 130.5          |
| Loans to jointly controlled entities      | 39.7            | 111.8           | 42.2           |
| Other investments                         | 7.1             | 11.7            | 6.4            |
| Other financial assets                    | 4.3             | 46.0            | 31.0           |
| <b>Total financial assets</b>             | <b>182.9</b>    | <b>278.5</b>    | <b>210.1</b>   |
| <b>TOTAL NON-CURRENT ASSETS</b>           | <b>2,950.8</b>  | <b>2,864.3</b>  | <b>2,913.2</b> |
| <b>CURRENT ASSETS</b>                     |                 |                 |                |
| Bunkers                                   | 20.7            | 26.1            | 18.3           |
| Freight receivables, etc.                 | 57.0            | 101.9           | 120.2          |
| Other receivables                         | 58.3            | 79.9            | 72.0           |
| Other financial assets                    | 11.5            | 0.0             | 10.7           |
| Prepayments                               | 15.1            | 7.9             | 14.7           |
| Cash and cash equivalents                 | 112.6           | 78.3            | 168.3          |
|   | 275.2           | 294.1           | 404.2          |
| Assets held for sale                      | 29.7            | 52.7            | 0.0            |
| <b>TOTAL CURRENT ASSETS</b>               | <b>304.9</b>    | <b>346.8</b>    | <b>404.2</b>   |
| <b>TOTAL ASSETS</b>                       | <b>3,255.7</b>  | <b>3,211.1</b>  | <b>3,317.4</b> |



## Equity and liabilities

| Million USD  | 30 June<br>2009 | 30 June<br>2008 | 31 Dec.<br>2008 |
|--|-----------------|-----------------|-----------------|
| <b>EQUITY</b>                                      |                 |                 |                 |
| Common shares                                      | 61.1            | 61.1            | 61.1            |
| Treasury shares                                    | -18.1           | -18.1           | -18.1           |
| Revaluation reserves                               | 0.6             | 5.2             | -0.1            |
| Retained profit                                    | 1,227.7         | 1,154.1         | 1,209.5         |
| Proposed dividends                                 | 0.0             | 0.0             | 55.1            |
| Hedging reserves                                   | -5.6            | 4.1             | -32.7           |
| Translation reserves                               | 4.1             | 4.2             | 4.1             |
| <b>TOTAL EQUITY</b>                                | <b>1,269.8</b>  | 1,210.6         | 1,278.9         |
| <b>LIABILITIES</b>                                 |                 |                 |                 |
| <b>Non-current liabilities</b>                     |                 |                 |                 |
| Deferred tax liability                             | 55.2            | 55.4            | 55.1            |
| Mortgage debt and bank loans                       | 1,644.0         | 1,572.4         | 1,505.8         |
| Acquired liabilities related to options on vessels | 2.8             | 31.6            | 10.7            |
| Acquired time charter contracts                    | 0.3             | 8.8             | 3.9             |
| <b>TOTAL NON-CURRENT LIABILITIES</b>               | <b>1,702.3</b>  | 1,668.2         | 1,575.5         |
| <b>Current liabilities</b>                         |                 |                 |                 |
| Mortgage debt and bank loans                       | 138.5           | 195.2           | 212.4           |
| Trade payables                                     | 25.6            | 48.6            | 49.0            |
| Current tax liabilities                            | 8.7             | 14.1            | 9.7             |
| Other liabilities                                  | 100.0           | 59.4            | 179.8           |
| Acquired liabilities related to options on vessels | 1.8             | 0.0             | 0.0             |
| Acquired time charter contracts                    | 8.7             | 12.7            | 11.2            |
| Deferred income                                    | 0.3             | 2.3             | 0.9             |
| <b>TOTAL CURRENT LIABILITIES</b>                   | <b>283.6</b>    | 332.3           | 463.0           |
| <b>TOTAL LIABILITIES</b>                           | <b>1,985.9</b>  | 2,000.5         | 2,038.5         |
| <b>TOTAL EQUITY AND LIABILITIES</b>                | <b>3,255.7</b>  | 3,211.1         | 3,317.4         |



## Equity 1 January – 30 June 2009

| Million USD                                | Common<br>shares | Treasury<br>shares | Retained<br>profit | Proposed<br>dividends | Revaluation<br>reserves | Hedging<br>reserves | Translation<br>reserves | Total          |
|--|------------------|--------------------|--------------------|-----------------------|-------------------------|---------------------|-------------------------|----------------|
| <b>Equity at 1 January 2009</b>            | 61.1             | -18.1              | 1,209.5            | 55.1                  | -0.1                    | -32.7               | 4.1                     | <b>1,278.9</b> |
| Changes in equity Q1-Q2 2009:              |                  |                    |                    |                       |                         |                     |                         |                |
| Purchase treasury shares, cost             | -                | -                  | -                  | -                     | -                       | -                   | -                       | 0.0            |
| Disposal treasury shares, cost             | -                | -                  | -                  | -                     | -                       | -                   | -                       | 0.0            |
| Dividends paid                             | -                | -                  | -                  | -51.2                 | -                       | -                   | -                       | -51.2          |
| Dividends paid on treasury shares          | -                | -                  | 2.5                | -                     | -                       | -                   | -                       | 2.5            |
| Exchange rate adjustment on dividends paid | -                | -                  | 3.9                | -3.9                  | -                       | -                   | -                       | 0.0            |
| Share-based compensation                   | -                | -                  | 5.8                | -                     | -                       | -                   | -                       | 5.8            |
| Comprehensive income for the period        | -                | -                  | 6.0                | -                     | 0.7                     | 27.1                | 0.0                     | 33.8           |
| <b>Total changes in equity Q1-Q2 2009</b>  | <b>0.0</b>       | <b>0.0</b>         | <b>18.2</b>        | <b>-55.1</b>          | <b>0.7</b>              | <b>27.1</b>         | <b>0.0</b>              | <b>-9.1</b>    |
| <b>Equity at 30 June 2009</b>              | <b>61.1</b>      | <b>-18.1</b>       | <b>1,227.7</b>     | <b>0.0</b>            | <b>0.6</b>              | <b>-5.6</b>         | <b>4.1</b>              | <b>1,269.8</b> |



## Equity 1 January – 30 June 2008

| Million USD                                | Common<br>shares | Treasury<br>shares | Retained<br>profit | Proposed<br>dividends | Revaluation<br>reserves | Hedging<br>reserves | Translation<br>reserves | Total          |
|--|------------------|--------------------|--------------------|-----------------------|-------------------------|---------------------|-------------------------|----------------|
| <b>Equity at 1 January 2008</b>            | 61.1             | -18.1              | 953.6              | 64.5                  | 7.3                     | 8.7                 | 4.1                     | <b>1,081.2</b> |
| Changes in equity Q1-Q2 2008:              |                  |                    |                    |                       |                         |                     |                         |                |
| Purchase treasury shares, cost             | -                | -                  | -                  | -                     | -                       | -                   | -                       | 0.0            |
| Disposal treasury shares, cost             | -                | -                  | -                  | -                     | -                       | -                   | -                       | 0.0            |
| Dividends paid                             | -                | -                  | -                  | -68.6                 | -                       | -                   | -                       | -68.6          |
| Dividends paid on treasury shares          | -                | -                  | 3.3                | -                     | -                       | -                   | -                       | 3.3            |
| Exchange rate adjustment on dividends paid | -                | -                  | -4.1               | 4.1                   | -                       | -                   | -                       | 0.0            |
| Share-based compensation                   | -                | -                  | 3.7                | -                     | -                       | -                   | -                       | 3.7            |
| Comprehensive income for the period        | -                | -                  | 197.6              | -                     | -2.1                    | -4.6                | 0.1                     | 191.0          |
| <b>Total changes in equity Q1-Q2 2008</b>  | <b>0.0</b>       | <b>0.0</b>         | <b>200.5</b>       | <b>-64.5</b>          | <b>-2.1</b>             | <b>-4.6</b>         | <b>0.1</b>              | <b>129.4</b>   |
| <b>Equity at 30 June 2008</b>              | <b>61.1</b>      | <b>-18.1</b>       | <b>1,154.1</b>     | <b>0.0</b>            | <b>5.2</b>              | <b>4.1</b>          | <b>4.2</b>              | <b>1,210.6</b> |





## Statement of cash flows

| Million USD   | Q2 2009      | Q2 2008      | Q1-Q2 2009    | Q1-Q2 2008    | 2008          |
|---|--------------|--------------|---------------|---------------|---------------|
| <b>Cash flow from operating activities</b>                  |              |              |               |               |               |
| Operating profit  | -2.9         | 158.0        | 46.0          | 220.0         | 446.3         |
| Adjustments:  |              |              |               |               |               |
| Reversal of profit from sale of vessels                     | -12.5        | -52.0        | -12.5         | -52.0         | -82.8         |
| Reversal of depreciation and impairment losses              | 33.5         | 31.1         | 65.3          | 61.8          | 126.1         |
| Reversal of share of results of jointly controlled entities | 0.7          | -7.4         | -0.2          | -5.6          | -27.1         |
| Reversal of other non-cash movements                        | 5.6          | -2.4         | 5.3           | -7.0          | -7.8          |
| Dividends received  | 0.0          | 1.2          | 0.0           | 1.4           | 1.3           |
| Dividends received from joint controlled entities           | 2.1          | 0.2          | 2.8           | 1.5           | 3.9           |
| Interest received and exchange rate gains                   | 2.4          | 2.8          | 4.2           | 12.5          | 13.4          |
| Interest paid   | -12.1        | -18.4        | -29.7         | -42.3         | -84.3         |
| Income taxes paid   | -0.1         | -0.3         | -1.8          | -1.6          | -4.2          |
| Change in inventories, accounts receivables and payables    | -4.9         | -23.6        | -6.4          | -35.8         | -0.1          |
| <b>Net cash inflow/(outflow) from operating activities</b>  | <b>11.8</b>  | <b>89.2</b>  | <b>73.0</b>   | <b>152.9</b>  | <b>384.7</b>  |
| <b>Cash flow from investing activities</b>                  |              |              |               |               |               |
| Investment in tangible fixed assets                         | -44.7        | -78.2        | -174.2        | -181.1        | -377.8        |
| Investment in equity interests and securities               | 0.0          | -15.1        | 0.0           | -133.5        | -133.9        |
| Loans to jointly controlled entities                        | 1.1          | 0.0          | 2.4           | 0.0           | 69.6          |
| Payment of liability related to options on vessels          | 0.0          | 0.0          | 1.5           | 0.0           | -6.7          |
| Acquisition of enterprises and activities                   | 0.0          | 0.0          | 0.0           | 0.0           | 0.0           |
| Sale of equity interests and securities                     | 0.0          | 17.4         | 0.0           | 17.4          | 17.4          |
| Sale of non-current assets                                  | 26.0         | 68.5         | 26.0          | 68.6          | 169.0         |
| <b>Net cash inflow/(outflow) from investing activities</b>  | <b>-17.6</b> | <b>-7.4</b>  | <b>-144.3</b> | <b>-228.6</b> | <b>-262.4</b> |
| <b>Cash flow from financing activities</b>                  |              |              |               |               |               |
| Borrowing, mortgage debt and other financial liabilities    | 245.4        | 869.8        | 263.4         | 1,007.4       | 1,020.7       |
| Repayment/redemption, mortgage debt                         | -177.0       | -884.8       | -199.1        | -893.1        | -955.9        |
| Dividends paid  | -48.7        | -65.3        | -48.7         | -65.3         | -123.8        |
| Purchase/disposals of treasury shares                       | 0.0          | 0.0          | 0.0           | 0.0           | 0.0           |
| <b>Cash inflow/(outflow) from financing activities</b>      | <b>19.7</b>  | <b>-80.3</b> | <b>15.6</b>   | <b>49.0</b>   | <b>-59.0</b>  |
| <b>Increase/(decrease) in cash and cash equivalents</b>     | <b>13.9</b>  | <b>1.5</b>   | <b>-55.7</b>  | <b>-26.7</b>  | <b>63.3</b>   |
| Cash and cash equivalents, beginning balance                | 98.7         | 76.8         | 168.3         | 105.0         | 105.0         |
| <b>Cash and cash equivalents, ending balance</b>            | <b>112.6</b> | <b>78.3</b>  | <b>112.6</b>  | <b>78.3</b>   | <b>168.3</b>  |



## Statement of cash flows by quarter

| Million USD   | Q2 08        | Q3 08        | Q4 08        | Q1 09         | Q2 09        |
|---|--------------|--------------|--------------|---------------|--------------|
| <b>Cash flow from operating activities</b>                  |              |              |              |               |              |
| Operating profit  | 158,0        | 119,7        | 106,6        | 48,9          | -2,9         |
| Adjustments:  |              |              |              |               |              |
| Reversal of profit from sale of vessels                     | -52,0        | -10,8        | -20,0        | 0,0           | -12,5        |
| Reversal of depreciation and impairment losses              | 31,1         | 31,3         | 33,0         | 31,8          | 33,5         |
| Reversal of share of results of jointly controlled entities | -7,4         | -6,1         | -15,4        | -0,9          | 0,7          |
| Reversal of other non-cash movements                        | -2,4         | -0,8         | 0,0          | -0,3          | 5,6          |
| Dividends received  | 1,2          | 0,0          | -0,1         | 0,0           | 0,0          |
| Dividends received from joint controlled entities           | 0,2          | 1,5          | 0,9          | 0,7           | 2,1          |
| Interest received and exchange rate gains                   | 2,8          | 3,7          | -2,8         | 1,8           | 2,4          |
| Interest paid   | -18,4        | -20,2        | -21,8        | -17,6         | -12,1        |
| Income taxes paid   | -0,3         | 0,4          | -3,0         | -1,7          | -0,1         |
| Change in inventories, accounts receivables and payables    | -23,6        | -7,5         | 43,2         | -1,5          | -4,9         |
| <b>Net cash inflow/(outflow) from operating activities</b>  | <b>89,2</b>  | <b>111,2</b> | <b>120,6</b> | <b>61,2</b>   | <b>11,8</b>  |
| <b>Cash flow from investing activities</b>                  |              |              |              |               |              |
| Investment in tangible fixed assets                         | -78,2        | -112,6       | -84,1        | -129,5        | -44,7        |
| Investment in equity interests and securities               | -15,1        | 0,0          | -0,4         | 0,0           | 0,0          |
| Loans to jointly controlled entities                        | 0,0          | 64,0         | 5,6          | 1,3           | 1,1          |
| Payment of liability related to options on vessels          | 0,0          | -11,0        | 4,3          | 1,5           | 0,0          |
| Acquisition of enterprises and activities                   | 0,0          | 0,0          | 0,0          | 0,0           | 0,0          |
| Sale of equity interests and securities                     | 17,4         | 0,0          | 0,0          | 0,0           | 0,0          |
| Sale of non-current assets                                  | 68,5         | 63,0         | 37,4         | 0,0           | 26,0         |
| <b>Net cash inflow/(outflow) from investing activities</b>  | <b>-7,4</b>  | <b>3,4</b>   | <b>-37,2</b> | <b>-126,7</b> | <b>-17,6</b> |
| <b>Cash flow from financing activities</b>                  |              |              |              |               |              |
| Borrowing, mortgage debt and other financial liabilities    | 869,8        | 0,0          | 13,3         | 18,0          | 245,4        |
| Repayment/redemption, mortgage debt                         | -884,8       | -59,5        | -3,3         | -22,1         | -177,0       |
| Dividends paid  | -65,3        | 0,0          | -58,5        | 0,0           | -48,7        |
| Purchase/disposals of treasury shares                       | 0,0          | 0,0          | 0,0          | 0,0           | 0,0          |
| <b>Cash inflow/(outflow) from financing activities</b>      | <b>-80,3</b> | <b>-59,5</b> | <b>-48,5</b> | <b>-4,1</b>   | <b>19,7</b>  |
| <b>Increase/(decrease) in cash and cash equivalents</b>     | <b>1,5</b>   | <b>55,1</b>  | <b>34,9</b>  | <b>-69,6</b>  | <b>13,9</b>  |
| Cash and cash equivalents, beginning balance                | 76,8         | 78,3         | 133,4        | 168,3         | 98,7         |
| <b>Cash and cash equivalents, ending balance</b>            | <b>78,3</b>  | <b>133,4</b> | <b>168,3</b> | <b>98,7</b>   | <b>112,6</b> |