

KNIGHTSBRIDGE

Q3 2013 Results

TANKERS LIMITED



www.knightsbridgetankers.com

14 November 2013

Forward looking statements

MATTERS DISCUSSED IN THIS DOCUMENT MAY CONSTITUTE FORWARD-LOOKING STATEMENTS. THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995 PROVIDES SAFE HARBOR PROTECTIONS FOR FORWARD-LOOKING STATEMENTS IN ORDER TO ENCOURAGE COMPANIES TO PROVIDE PROSPECTIVE INFORMATION ABOUT THEIR BUSINESS. FORWARD-LOOKING STATEMENTS 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.

KNIGHTSBRIDGE DESIRES TO TAKE ADVANTAGE OF THE SAFE HARBOR PROVISIONS OF THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995 AND IS INCLUDING THIS CAUTIONARY STATEMENT IN CONNECTION WITH THIS SAFE HARBOR LEGISLATION. THE WORDS "BELIEVE," "ANTICIPATE," "INTENDS," "ESTIMATE," "FORECAST," "PROJECT," "PLAN," "POTENTIAL," "WILL," "MAY," "SHOULD," "EXPECT" "PENDING" AND SIMILAR EXPRESSIONS IDENTIFY FORWARD-LOOKING STATEMENTS.

THE FORWARD-LOOKING STATEMENTS IN THIS DOCUMENT 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 KNIGHTSBRIDGE'S RECORDS AND OTHER DATA AVAILABLE FROM THIRD PARTIES. ALTHOUGH KNIGHTSBRIDGE 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 KNIGHTSBRIDGE'S CONTROL, YOU CANNOT BE ASSURED THAT KNIGHTSBRIDGE WILL ACHIEVE OR ACCOMPLISH THESE EXPECTATIONS, BELIEFS OR PROJECTIONS. KNIGHTSBRIDGE UNDERTAKES NO DUTY TO UPDATE ANY FORWARD-LOOKING STATEMENT TO CONFORM THE STATEMENT TO ACTUAL RESULTS OR CHANGES IN EXPECTATIONS.

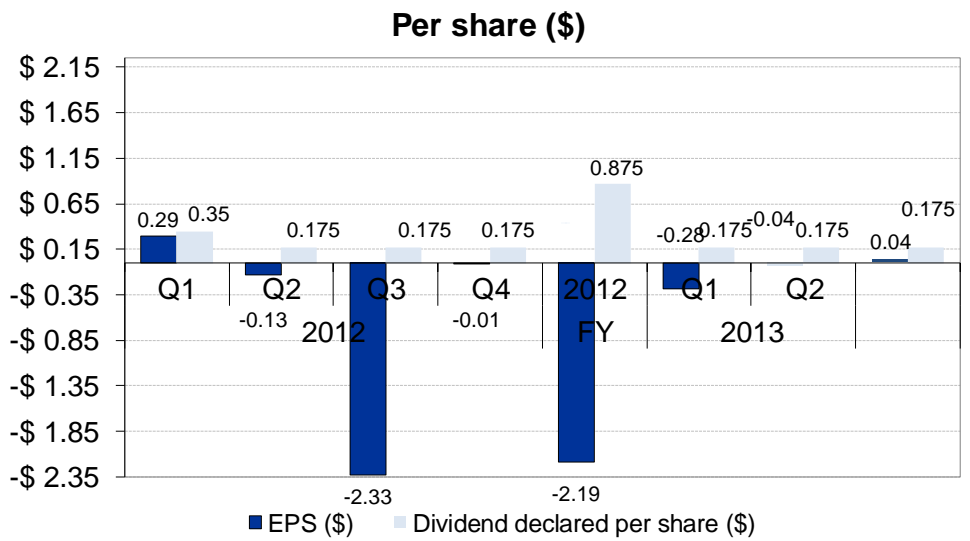
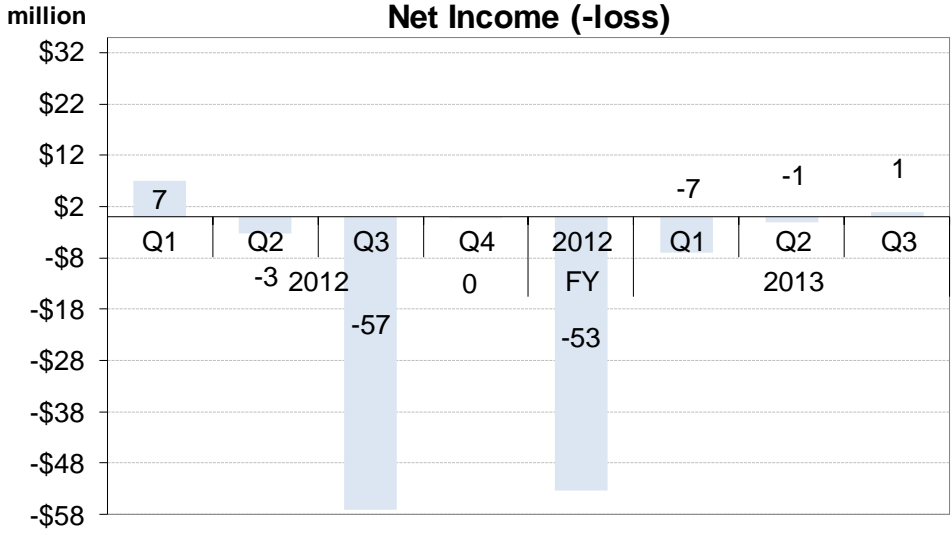
IMPORTANT FACTORS THAT, IN KNIGHTSBRIDGE'S VIEW, COULD CAUSE ACTUAL RESULTS TO DIFFER MATERIALLY FROM THOSE DISCUSSED IN THE FORWARD-LOOKING STATEMENTS INCLUDE, WITHOUT LIMITATION: THE STRENGTH OF WORLD ECONOMIES AND CURRENCIES, GENERAL MARKET CONDITIONS, INCLUDING FLUCTUATIONS IN CHARTERHIRE RATES AND VESSEL VALUES, CHANGES IN DEMAND IN THE TANKER MARKET, INCLUDING BUT NOT LIMITED TO CHANGES IN OPEC'S PETROLEUM PRODUCTION LEVELS AND WORLD WIDE OIL CONSUMPTION AND STORAGE, CHANGES IN KNIGHTSBRIDGE'S OPERATING EXPENSES, INCLUDING BUNKER PRICES, DRYDOCKING AND INSURANCE COSTS, THE MARKET FOR KNIGHTSBRIDGE'S VESSELS, AVAILABILITY OF FINANCING AND REFINANCING, ABILITY TO COMPLY WITH COVENANTS IN SUCH FINANCING ARRANGEMENTS, FAILURE OF COUNTERPARTIES TO FULLY PERFORM THEIR CONTRACTS WITH US, CHANGES IN GOVERNMENTAL RULES AND REGULATIONS OR ACTIONS TAKEN BY REGULATORY AUTHORITIES, POTENTIAL LIABILITY FROM PENDING OR FUTURE LITIGATION, GENERAL DOMESTIC AND INTERNATIONAL POLITICAL CONDITIONS, POTENTIAL DISRUPTION OF SHIPPING ROUTES DUE TO ACCIDENTS OR POLITICAL EVENTS, VESSEL BREAKDOWNS, INSTANCES OF OFF-HIRE AND OTHER IMPORTANT FACTORS. FOR A MORE COMPLETE DISCUSSION OF THESE AND OTHER RISKS AND UNCERTAINTIES ASSOCIATED WITH KNIGHTSBRIDGE'S BUSINESS, PLEASE REFER TO KNIGHTSBRIDGE'S FILINGS WITH THE SECURITIES AND EXCHANGE COMMISSION, INCLUDING, BUT NOT LIMITED TO, ITS ANNUAL REPORT ON FORM 20-F.

THIS PRESENTATION IS NOT AN OFFER TO PURCHASE OR SELL, OR A SOLICITATION OF AN OFFER TO PURCHASE OR SELL, ANY SECURITIES OF KNIGHTSBRIDGE.

Highlights

	Q3 2013	Q2 2013
Net Income (loss) million	\$1.01	-\$0.98
EPS (loss per share)	\$0.04	-\$0.04
EBITDA* (million)	\$4.7	\$2.9
EBITDA per share*	\$0.19	\$0.12
Cash distribution per share	\$0.175	\$0.175

*EBITDA refers to continuing operations.
Please see Q3 Press Release for details



Profit & Loss

2012 Jul-Sept	2013 Jul-Sept	INCOME STATEMENT <i>(in thousands of \$)</i>	2013 Jan-Sept	2012 Jan-Sept	2012 Jan-Dec
11 164	9 950	Operating revenues	24 079	28 707	37 315
		Operating expenses			
2 780	2 232	Voyage expenses	3 884	4 083	4 323
1 927	2 022	Ship operating expenses	5 854	5 536	7 608
943	1 014	Administrative expenses	3 429	3 053	4 259
2 792	2 792	Depreciation	8 286	8 322	11 117
8 442	8 060	Total operating expenses	21 453	20 994	27 307
2 722	1 890	Net operating income	2 626	7 713	10 008
		Other income (expenses)			
36	6	Interest income	35	57	106
(947)	(682)	Interest expenses	(2 235)	(2 841)	(3 765)
(117)	(113)	Other financial items	(379)	(345)	(475)
(1 028)	(789)	Total other expenses	(2 579)	(3 129)	(4 134)
1 694	1 101	Net income from continuing operations	47	4 584	5 874
(58 699)	(93)	Net (loss) income from discontinued operations	(6 961)	(57 737)	(59 303)
(57 005)	1 008	Net (loss) income	(6 914)	(53 153)	(53 429)
0.07	0.04	Basic (loss) earnings per share from continuing operations (\$)	(0.002)	0.18	0.24
2.40	(0.004)	Basic (loss) earnings per share from discontinued operations(\$)	(0.28)	(2.37)	(2.43)
2.33	0.04	Basic (loss) earnings per share(\$)	(0.28)	(2.19)	(2.19)

Income on T/C basis and Opex

	Q3	Q2	2013 Q1	2012 FY	Q4	Q3	2012 Q2	Q1
TCE Earnings Capesize (\$ per day per vessel)	21 000	16 900	17 900	22 500	22 700	22 800	9 100	35 600
Ship operating expenses total fleet (\$ per day per vessel)	5 100**	6 600*	5500*	7 500	7 300	6 000	6 000	6 300

* Including one VLCC, Capesize only is \$5100

** Capesize only

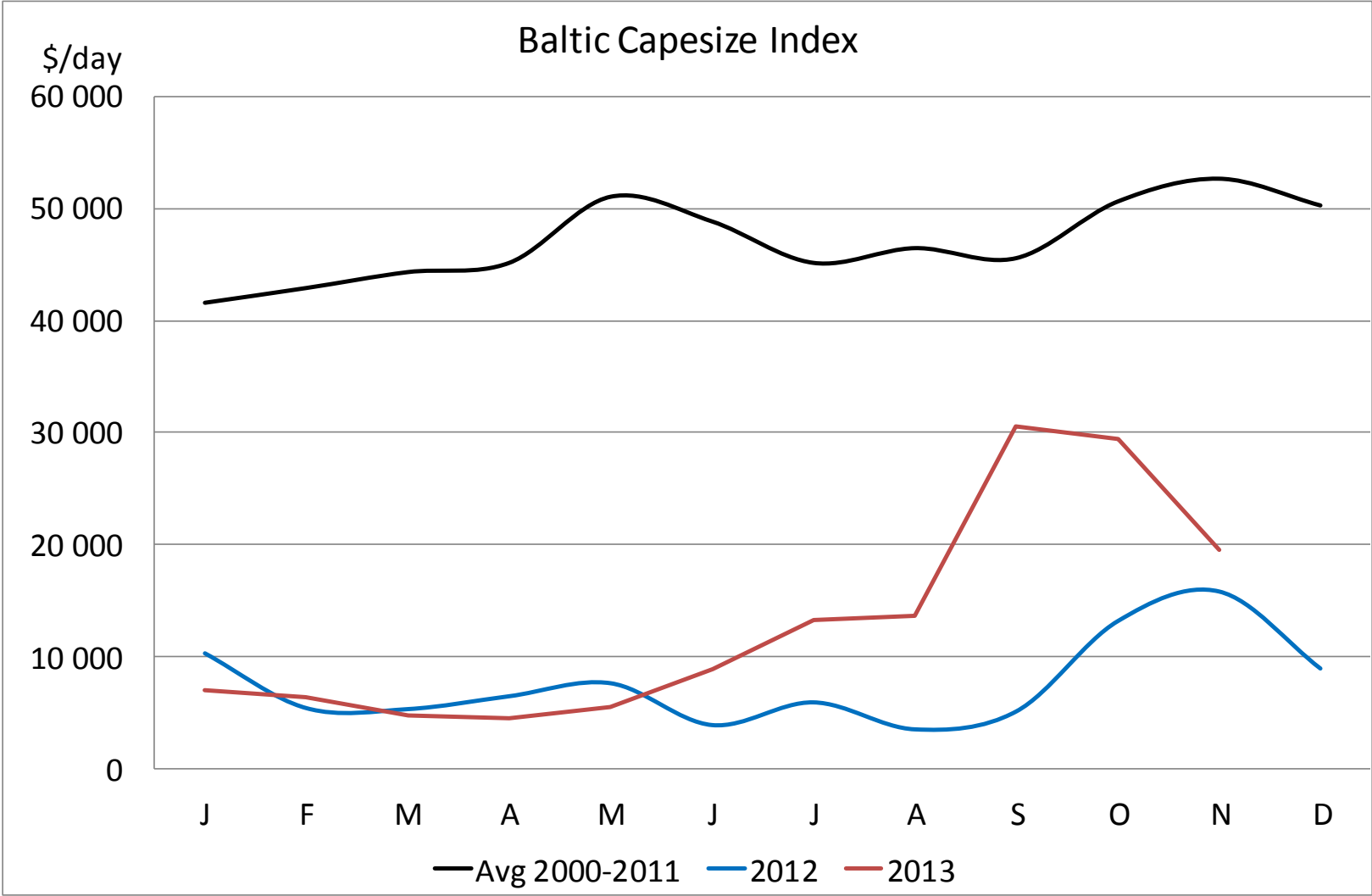
Balance Sheet

Balance sheet (in thousands of \$)	2013 Sept 30	2012 Sept 30	2012 Dec 31
ASSETS			
<i>Short term</i>			
Cash and cash equivalents	57 340	67 517	79 259
Other Current assets	7 462	7 831	6 590
<i>Long term</i>			
Restricted cash	15 000	15 000	15 000
Vessels net	265 540	298 832	273 826
Newbuildings	15 590	-	-
Vessels held for sale	-	41 982	21 523
Deferred charges	782	1 544	1 222
Other long term assets	-	-	-
Total assets	361 714	432 706	397 420
LIABILITIES AND STOCKHOLDERS' EQUITY			
<i>Short term</i>			
Current portion of long-term debt	-	26 833	4 700
Other current liabilities	8 234	12 721	6 798
<i>Long term</i>			
Long term debt	95 000	111 010	106 978
Other long term liabilities	-	-	1 250
Stockholders' equity	258 480	282 142	277 694
Total liabilities and stockholders' equity	361 714	432 706	397 420

The Capesize Fleet

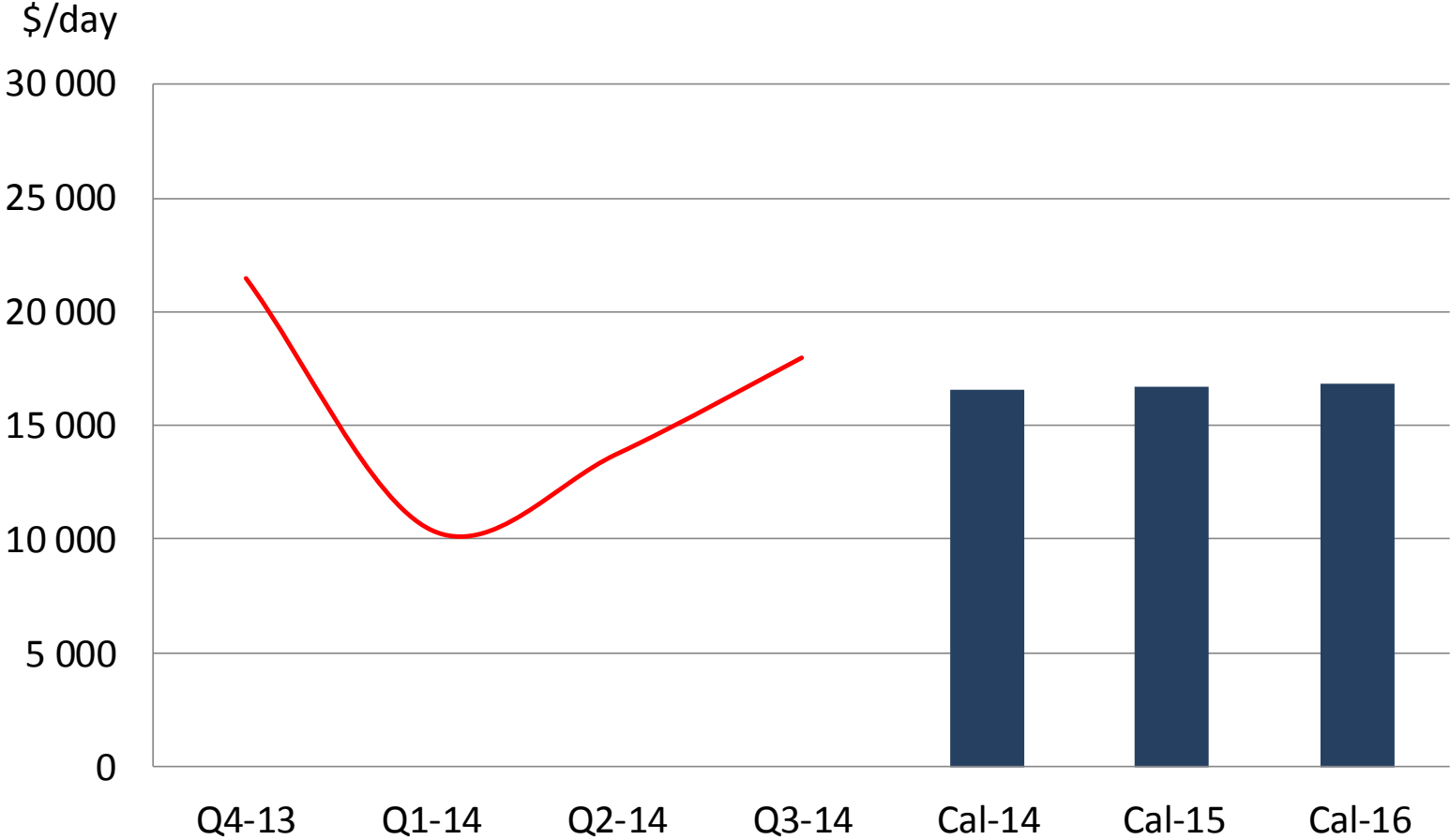
Vessel	Dwt	Built	Employment	Estimated Expiry
Belgravia	170,500	2009	5 years t/c	August 2014
Battersea	170,500	2009	Spot/Short term period Market	
Golden Future	176,000	2010	Index related TC	January 2014
Golden Zhejiang	176,000	2010	Spot/Short term period market	
Newbuilding TBN	182,000	2015		
Newbuilding TBN	182,000	2015		
Newbuilding TBN	180,000	2015		
Newbuilding TBN	180,000	2015		

Capesize Earnings



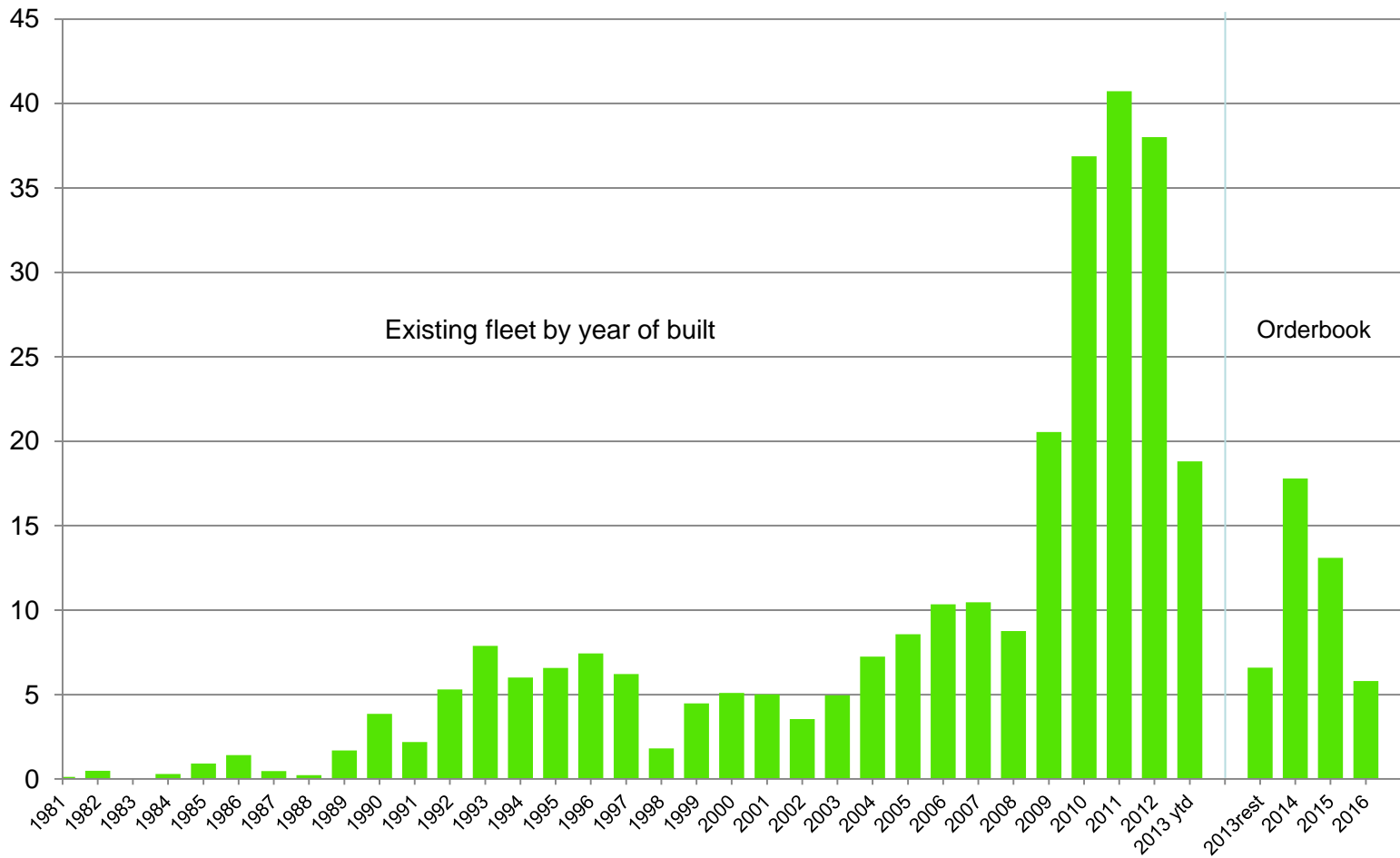
Current Dry FFA Market

Average of 4 T/C Routes for Baltic Capesize Index



Capesize Fleet profile

Mill dwt



Dry Bulk – Delivery schedule

Bulk carriers	Existing fleet *	On order	Del. 2013	Rest 2013	2014	2015	2016+	On order in % of exist. fleet
Handysize								
10-14,999 dwt	2.8	0.0	0.0	0.0	0.0	0.0	0.0	1.7
15-19,999 dwt	4.8	0.2	0.1	0.0	0.1	0.0	0.0	3.6
20-29,999 dwt	30.1	0.9	0.8	0.0	0.8	0.1	0.0	2.9
30-39,999 dwt	46.9	10.6	4.3	1.1	4.7	4.0	0.9	22.6
Total	84.6	11.7	5.1	1.1	5.6	4.2	0.9	13.8
Handymax / Supramax								
40-52,999 dwt	53.2	3.2	1.5	1.6	1.4	0.1	0.0	6.0
53-64,999 dwt (blt > 1999)	93.1	18.7	9.0	0.6	8.6	7.0	2.6	20.1
Total	146.3	21.9	10.5	2.2	10.0	7.1	2.6	15.0
Total	230.9	33.6	15.6	3.3	15.6	11.2	3.5	14.6
Panamax / Kamsarmax								
65-84,999 dwt**	147.3	24.5	13.0	6.6	11.3	5.4	1.1	16.6
Post Panamax								
85-119,999 dwt	47.4	3.8	3.6	1.4	1.1	1.0	0.3	8.0
Capesize								
120,000 dwt +	276.4	43.3	18.8	6.6	17.8	13.1	5.8	15.7
Grand total	702.0	105.2	51.0	17.9	45.8	30.7	10.8	15.0
No of vessels	9 624	1 277	620	206	576	379	116	

* Scrapped vessels removed from the fleet when sold for scrap. ** Incl 60,000 - 64,999 built year 2000 and before