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seaborne transportation of crude oil*

November 24, 2015

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.

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

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THIS PRESENTATION IS NOT AN OFFER TO PURCHASE OR SELL, OR A SOLICITATION OF AN OFFER TO PURCHASE OR SELL, ANY SECURITIES OR A SOLICITATION OF ANY VOTE OR APPROVAL. IN CONNECTION WITH THE PROPOSED TRANSACTION BETWEEN FRONTLINE AND FRONTLINE 2012 LTD. ("FRONTLINE 2012"), FRONTLINE HAS FILED RELEVANT MATERIALS WITH THE SECURITIES AND EXCHANGE COMMISSION (THE "SEC"), INCLUDING A REGISTRATION STATEMENT OF FRONTLINE ON FORM F-4 (FILE NO. 333-206542), INITIALLY FILED ON AUGUST 24, 2015 AND SUBSEQUENTLY AMENDED, THAT INCLUDES A JOINT PROXY STATEMENT OF FRONTLINE 2012 AND FRONTLINE THAT ALSO CONSTITUTES A PROSPECTUS OF FRONTLINE. THE REGISTRATION STATEMENT WAS DECLARED EFFECTIVE BY THE SEC ON NOVEMBER 9, 2015. A DEFINITIVE JOINT PROXY STATEMENT/PROSPECTUS HAS BEEN MAILED TO SHAREHOLDERS OF FRONTLINE 2012 AND FRONTLINE. INVESTORS AND SECURITY HOLDERS OF FRONTLINE 2012 AND FRONTLINE ARE URGED TO READ THE JOINT PROXY STATEMENT/PROSPECTUS AND OTHER DOCUMENTS THAT WILL BE FILED WITH THE SEC CAREFULLY AND IN THEIR ENTIRETY WHEN THEY BECOME AVAILABLE BECAUSE THEY WILL CONTAIN IMPORTANT INFORMATION. INVESTORS AND SECURITY HOLDERS WILL BE ABLE TO OBTAIN FREE COPIES OF THE REGISTRATION STATEMENT AND THE JOINT PROXY STATEMENT/PROSPECTUS (WHEN AVAILABLE) AND OTHER DOCUMENTS FILED WITH OR FURNISHED TO THE SEC BY FRONTLINE THROUGH THE WEBSITE MAINTAINED BY THE SEC AT [HTTP://WWW.SEC.GOV](http://www.sec.gov). COPIES OF THE DOCUMENTS FILED WITH OR FURNISHED TO THE SEC BY FRONTLINE WILL BE AVAILABLE FREE OF CHARGE ON FRONTLINE'S WEBSITE AT [HTTP://WWW.FRONTLINE.BM](http://www.frontline.bm). ADDITIONAL INFORMATION REGARDING THE PARTICIPANTS IN THE PROXY SOLICITATIONS AND A DESCRIPTION OF THEIR DIRECT AND INDIRECT INTERESTS, BY SECURITY HOLDINGS OR OTHERWISE, WILL BE CONTAINED IN THE JOINT PROXY STATEMENT/PROSPECTUS AND OTHER RELEVANT MATERIALS TO BE FILED WITH OR FURNISHED TO THE SEC WHEN THEY BECOME AVAILABLE.



Agenda

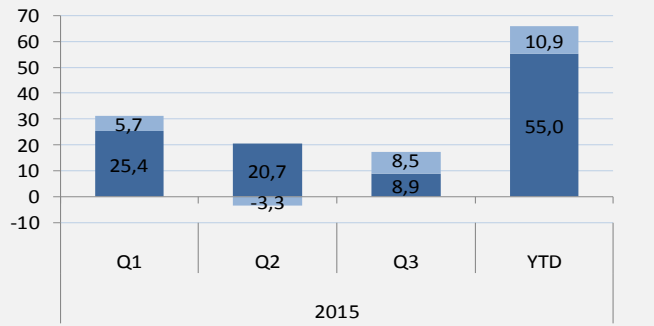
- I. Q3 2015 Highlights
- II. Financial Review
- III. Market Review
- IV. Outlook
- V. Q & A



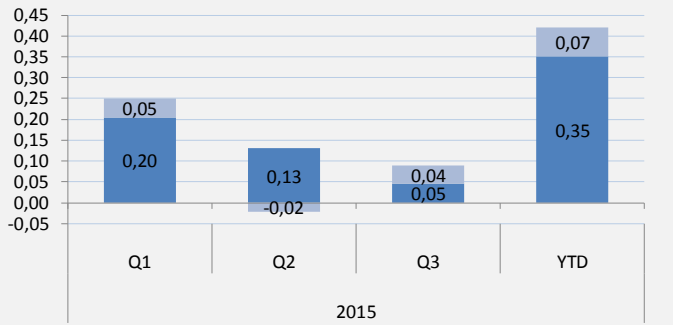
Q3 2015 Company Highlights

- In July 2015, the Company and Frontline 2012 Ltd entered into an agreement and plan of merger. Shareholder meetings of each of Frontline and Frontline 2012 will be held November 30, 2015 to vote to approve the Merger Agreement.
- Assuming approval and completion of the merger, the Board of Frontline has recommended implementing a dividend strategy to distribute quarterly dividends equal to or close to EPS adjusted for non recurring items. The timing and amount of dividends is at the discretion of the Board. The first dividend for the merged company is expected to be declared and paid in December 2015
- Ship Finance Lease Terminations:
 - *Front Glory*, terminated in September, compensation payment of \$2.2m received
 - *Front Splendour*, terminated in October, compensation payment of \$1.3m received
 - Mindanao, terminated in November and expected redelivered in December, compensation payment of \$3.3m expected to be received.
- November 23, 2015 Frontline agreed to purchase two Suezmax newbuilding contracts from Golden Ocean Group Limited at a purchase price of \$55 million per vessel. Expected delivered in the first quarter of 2017

Q3 2015 Financial Highlights



- **Net income attributable to the Company : \$17.4m**
 - Net income adjusted for non recurring items : \$8.9m
- **EPS : \$0.09**
 - EPS adjusted for non recurring items : \$0.045



- **Average daily TCEs**
 - VLCC: \$45,600
 - Suezmax: \$28,100

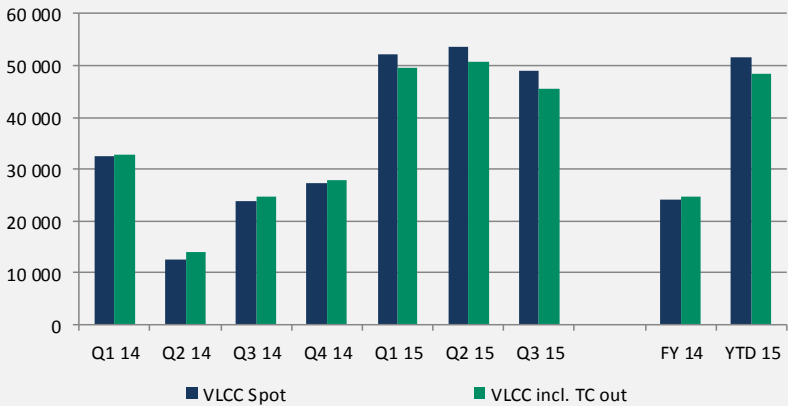


Income Statement

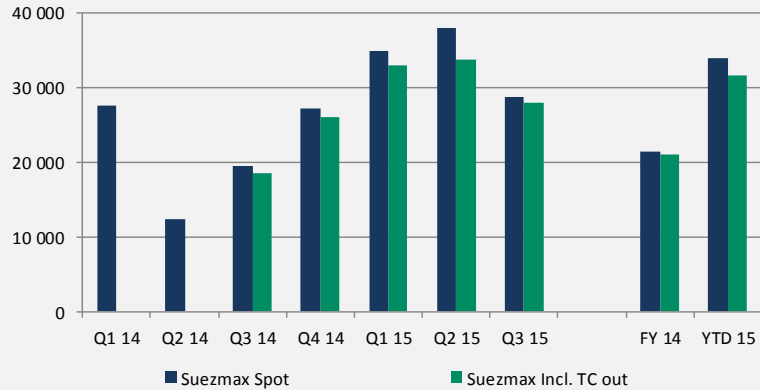
	2015	2015
<i>(in thousands of \$)</i>	Jul-Sep	Apr-Jun
Total operating revenues	121,513	134,777
Gain (loss) on sale of assets and lease terminations	1,826	-
Voyage expenses and commission	30,878	32,487
Ship operating expenses	23,688	23,526
Contingent rental expense	23,009	18,258
Administrative expenses	11,931	10,368
Depreciation	14,581	17,131
Total operating expenses	104,087	101,770
Net operating income (loss)	19,252	33,007
Interest income	31	14
Interest expense	(9,027)	(12,199)
Share of results from associated companies	7,090	(3,477)
Foreign currency exchange loss	(202)	(8)
Mark to market loss on derivatives	(267)	-
Other non-operating items	740	159
Net income (loss) before tax and non-controlling interest	17,617	17,496
Taxes	(45)	51
Net income (loss)	17,572	17,547
Net (income) loss attributable to non-controlling interest	(145)	(177)
Net income (loss) attributable to Frontline Ltd.	17,427	17,370
Basic earnings (loss) per share attributable to Frontline Ltd.	\$0.09	\$0.11

TCEs and Cash Cost Breakeven

VLCC 3Q 2015 TCE rates \$/day



Suezmax 3Q 2015 TCE rates \$/day



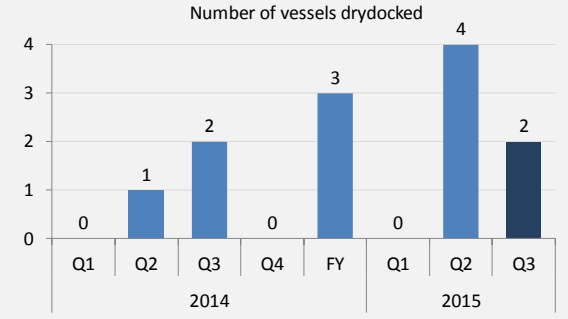
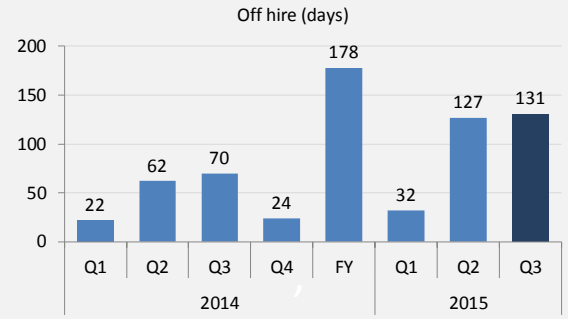
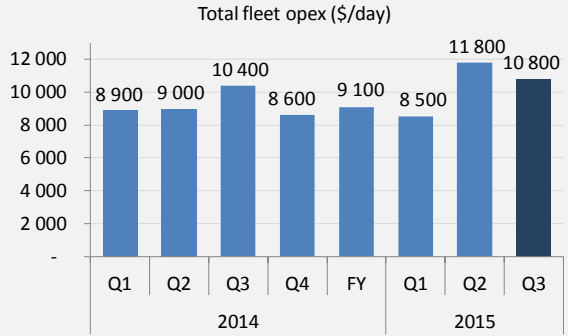
Estimated cash cost breakeven rates VLCC*
\$27,700/day

Estimated cash cost breakeven rates Suezmax*
\$22,100/day

*Estimated cash cost breakeven rates for the remainder of 2015; includes bareboat hire / installments, interest loans, opex, drydock, and admin expenses.



Ship Operating Expenses/Off-hire



- Two Scheduled drydockings in Q4 2015

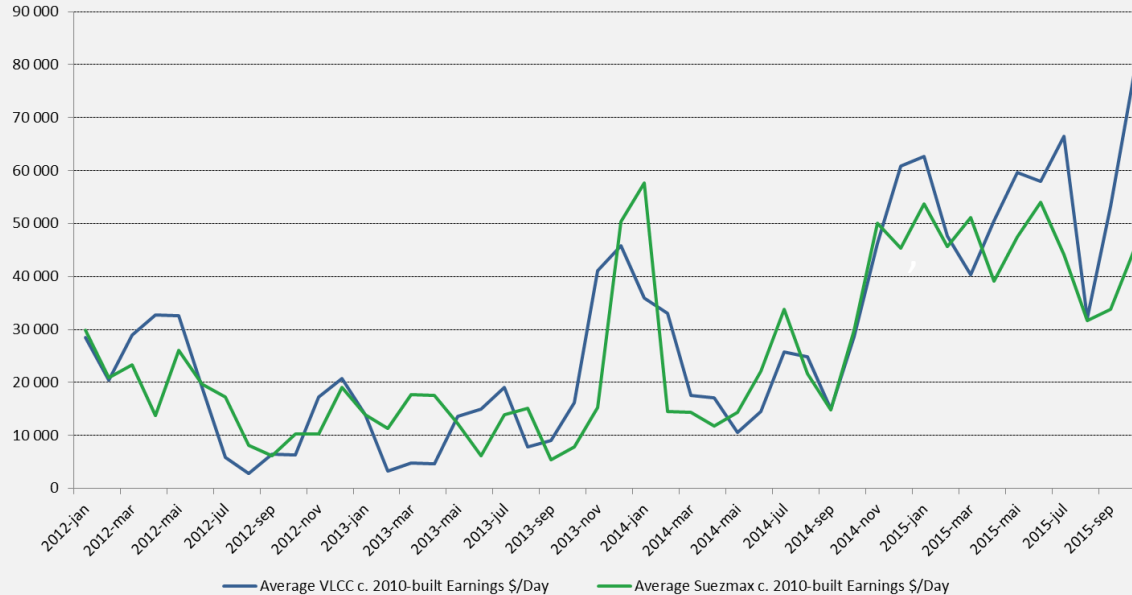
Balance Sheet

(in \$ million)

	2015	2015
	Sep 30	Jun 30
Cash	95	78
Restricted cash	0,3	0,4
Other Current assets	122	146
Long term assets:		
Vessels	542	562
Other long term assets	92	86
Total assets	851	873
Current liabilities	160	172
Long term liabilities	466	485
Noncontrolling interest	0,6	0,4
Frontline Ltd. stockholders' equity	225	215
Total liabilities and stockholders' equity	851	873

Market Review

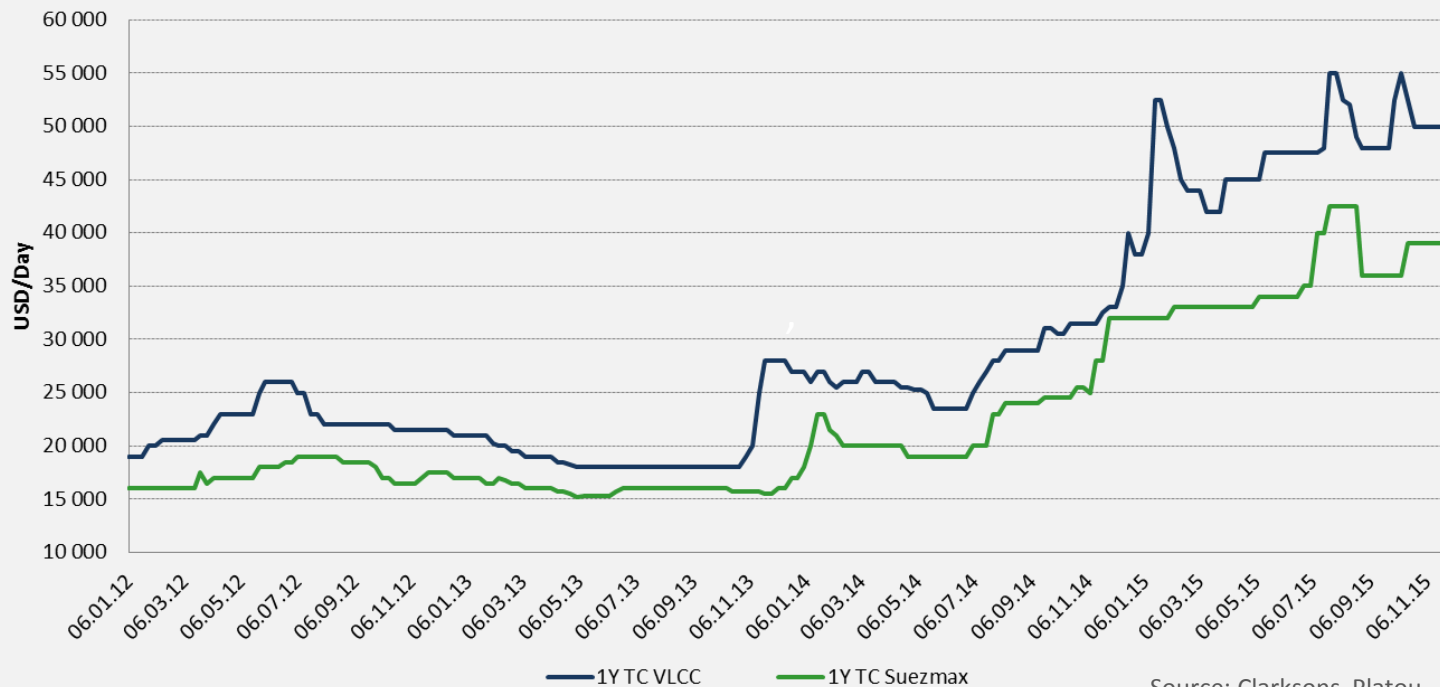
Daily TCE rates (2012 to present)



3Q 15 Commentary

- Oil supply remained high during the quarter
- Oil demand increased from Q2
- ‘Forced’ storage of oil
- Vessel speed up absorbed

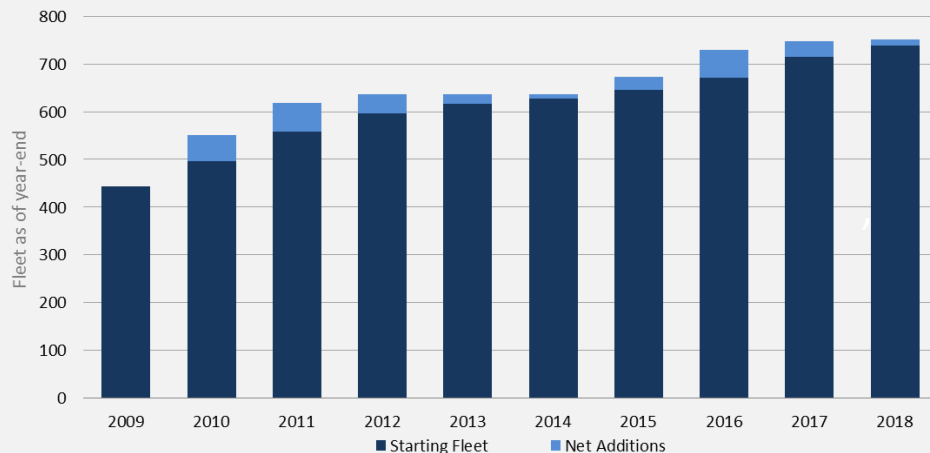
Time Charter Market



Source: Clarksons Platou

VLCC Fleet Development

VLCC Fleet Growth⁽¹⁾



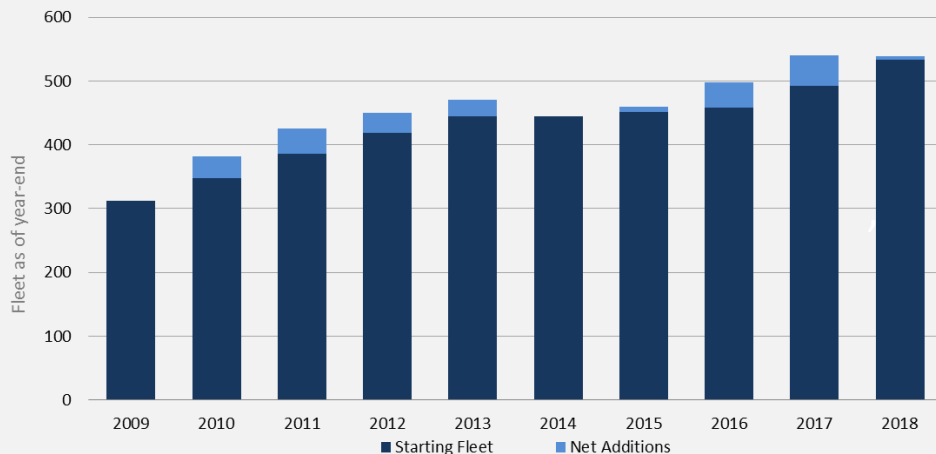
- Current orderbook stands at 107 vessels, or 18% of the fleet
- In 2015, 26 vessels have been delivered YTD, with an estimated 1 delivery scheduled for the year

(1) Net additions based on known orderbook and Frontline’s internal scrapping assumptions

Source: Fearnleys/Frontline

Suezmax Fleet Development

Suezmax Fleet Growth⁽¹⁾

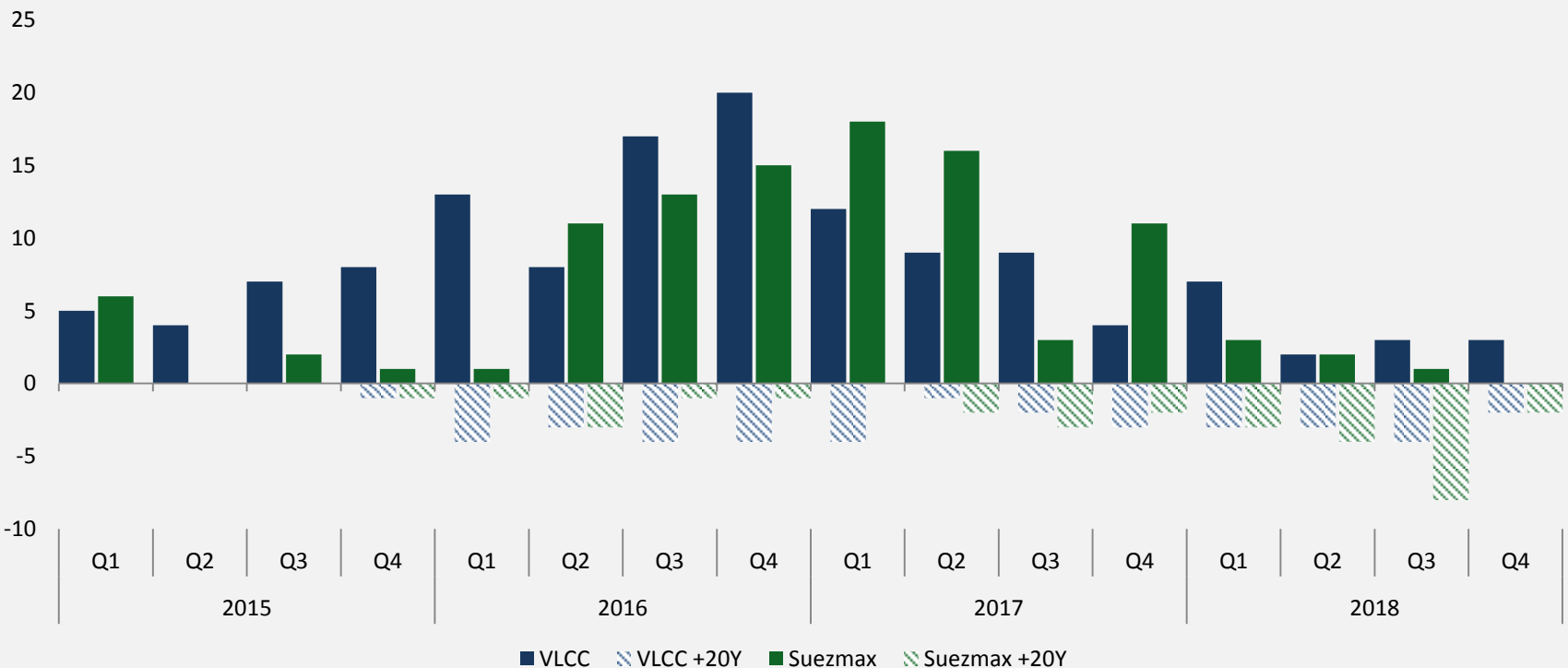


- Current orderbook stands at 94 vessels, or 21 % of the fleet
- In 2015, 6 vessels have been delivered YTD, with an estimated 3 deliveries scheduled for the year

(1) Net additions based on known orderbook and Frontline’s internal scrapping assumptions

Source: Fearnleys/Frontline

Newbuilding Delivery Schedule



Source: Fearnleys

Market Outlook

Bullish factors

- Oil supply looks to remain high
- Demand is supported by the low oil price
- Atlantic supply moves east
- Majority of refinery expansion East of Suez
- High crude volumes causes congestion and 'forced' storage
- Contango driven storage?

Risk factors

- Rally in the oil price
- Yard capacity / tanker orderbook
- Demolition slowdown
- Opec (Saudi) strategy change
- Inventory drawdown



Questions?