

2020 BULKERS

2020 Bulkera Ltd.
Q2 2023 Results presentation
August 16, 2023



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Highlights

Q2 2023 Highlights:

- Net profit of US\$4.8 million, EPS of US\$0.21
- Achieved time charter equivalent earnings of approximately US\$23,800 per day, gross
- Declared total cash distributions of US\$0.19 per share for the months of April - June, 2023

Subsequent events:

- Achieved time charter equivalent earnings in July of approximately US\$21,200 per day, gross
- Declared a cash distribution of US\$0.04 per share for the month of July
- Extended and amended the index-linked time charter contract for Bulk Sandefjord to September 2024 - January 2025

Key Financials Q2 2023

Income Statement

USD million, except per share data	Q2 2023
Operating Revenues	17.1
Vessel operating expenses	(5.0)
Voyage expenses and commission	(0.2)
General and administrative expenses	(0.8)
Depreciation and amortization	(3.0)
Total operating expenses	(9.0)
Operating Profit	8.1
Interest expense	(2.8)
Other financial income	0.2
Total financial expense, net	(2.6)
Net income before income taxes	5.5
Tax expense	(0.7)
Net profit	4.8
Earnings per share (USD/share)	0.21

Comments

- Net profit of US\$4.8 million
- Operating profit of US\$8.1 million
- EBITDA of US\$11.1 million
- Earnings per share of US\$0.21
- Operating revenues of US\$17.1 million. Average time charter equivalent earnings of approx. US\$23,800 per day, gross.
- Vessel operating expenses of US\$5.0 million. Average operating expenses of approx. US\$6,900 per day per vessel
- G&A was US\$0.8 million. 2020 Bulkera charged Himalaya Shipping approx. US\$0.3 million in management fees for Q2 included in Operating revenues.
- Interest expense of US\$2.8 million.

Balance Sheet Summary

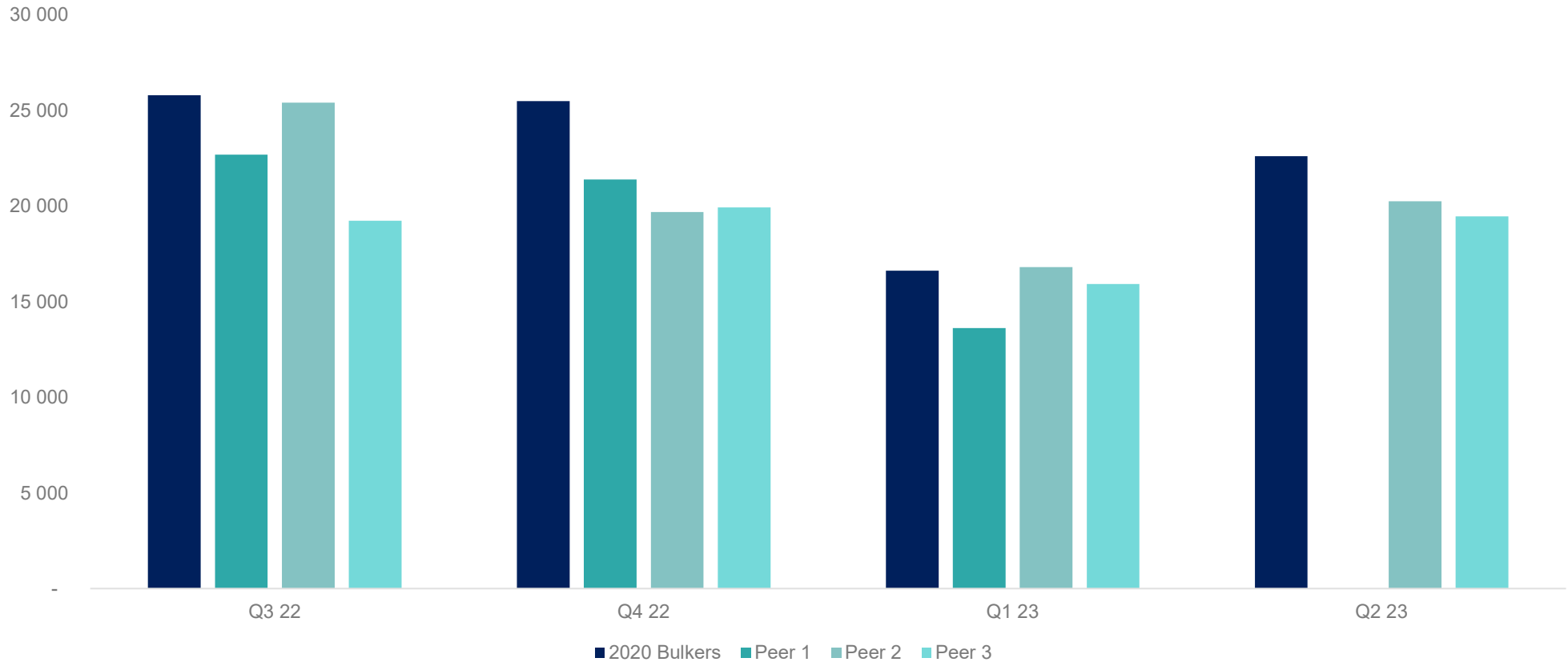
USD million	June 30, 2023
Total assets	371.3
Equity	155.5
Cash and cash equivalents	15.1
Interest bearing debt	213.9

Comments

- Shareholders' equity of US\$155.5 million
- Interest bearing debt decreased from US\$217.6 million to US\$213.9 million during the quarter reflecting scheduled repayments
- Cash flow from operations was US\$6.8 million in Q2 2023
- Cash distributions in total of US\$0.19 per share declared for the months of April, May and June
- Solid liquidity position with US\$15.1 million of cash.

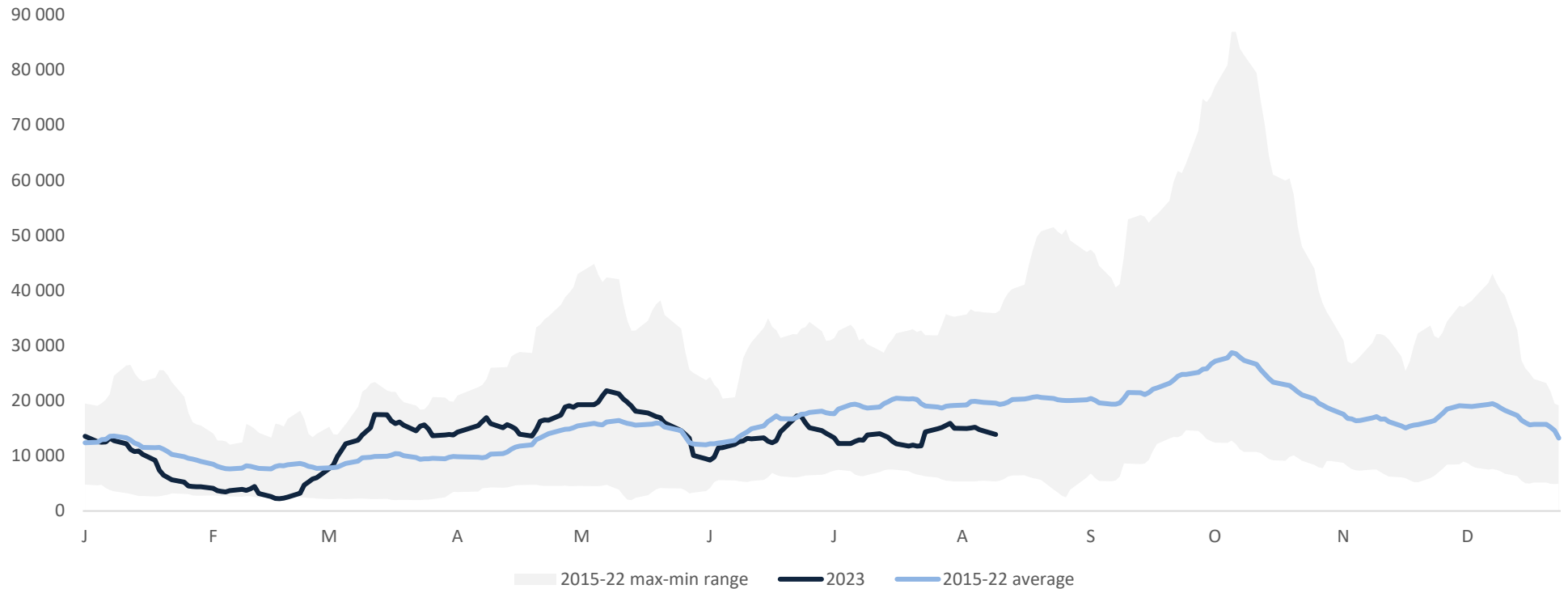
Continued strong commercial performance

Peer group Net TCE Capesize / Newcastlemax



Source: Company reports

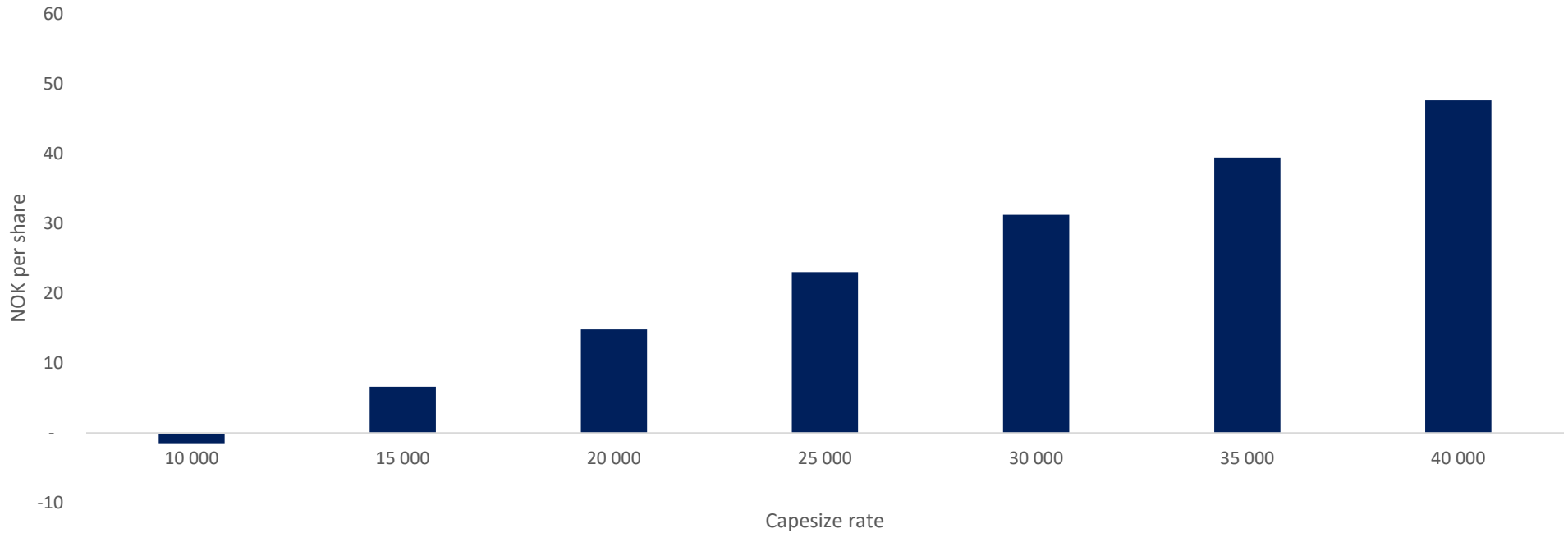
Market review



- Strong volume growth, with Capesize ton-miles up 5% compared to 2022
- Effective supply increase driven by Capesize congestion falling to historically low levels

Our dividend potential is significant

Aug – Dec 2023 Illustrative annualized FCF per share



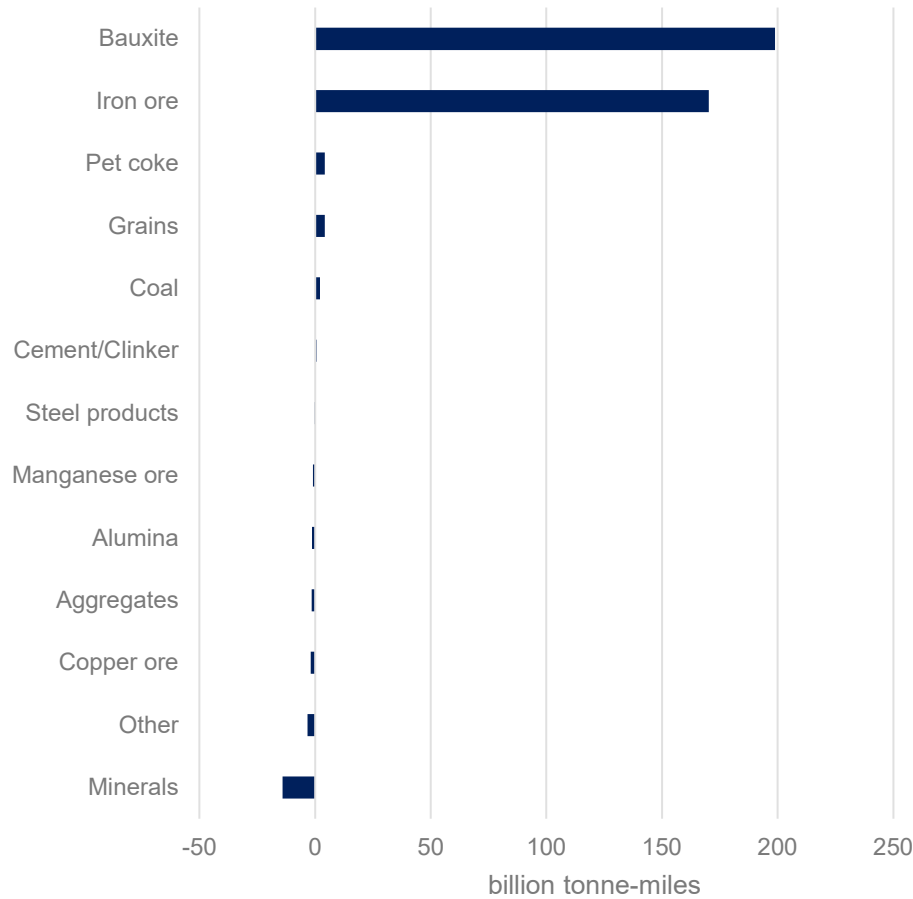
	Current contract coverage				
	Aug	Sep	Oct	Nov	Dec
Average fixed rate rate, gross	22,850	22,850	-	-	-
Fixed %	25%	25%	0%	0%	0%

Aug – Dec 2023 FFA curve is US\$17,000 per day

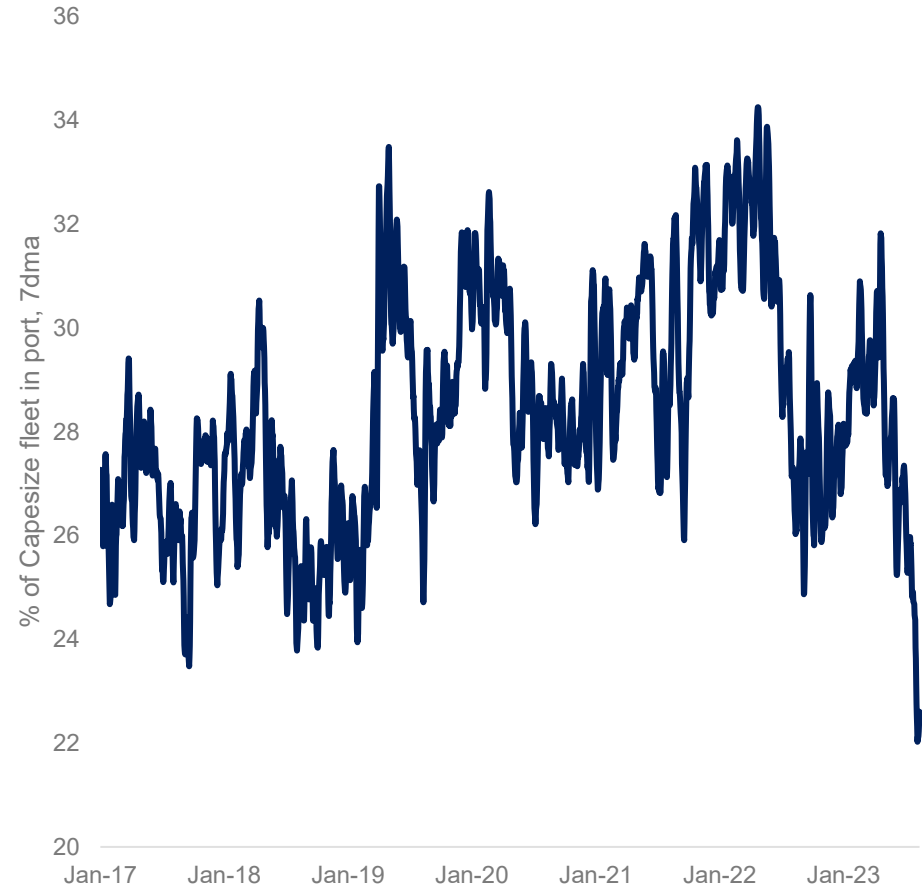
1) Indicative calculation based on current operating budgets, vessel employment, FX rates and fuel prices. Actual results may deviate.

Capesize trade growth and fleet productivity

Capesize ton-miles grew 5 % year to date



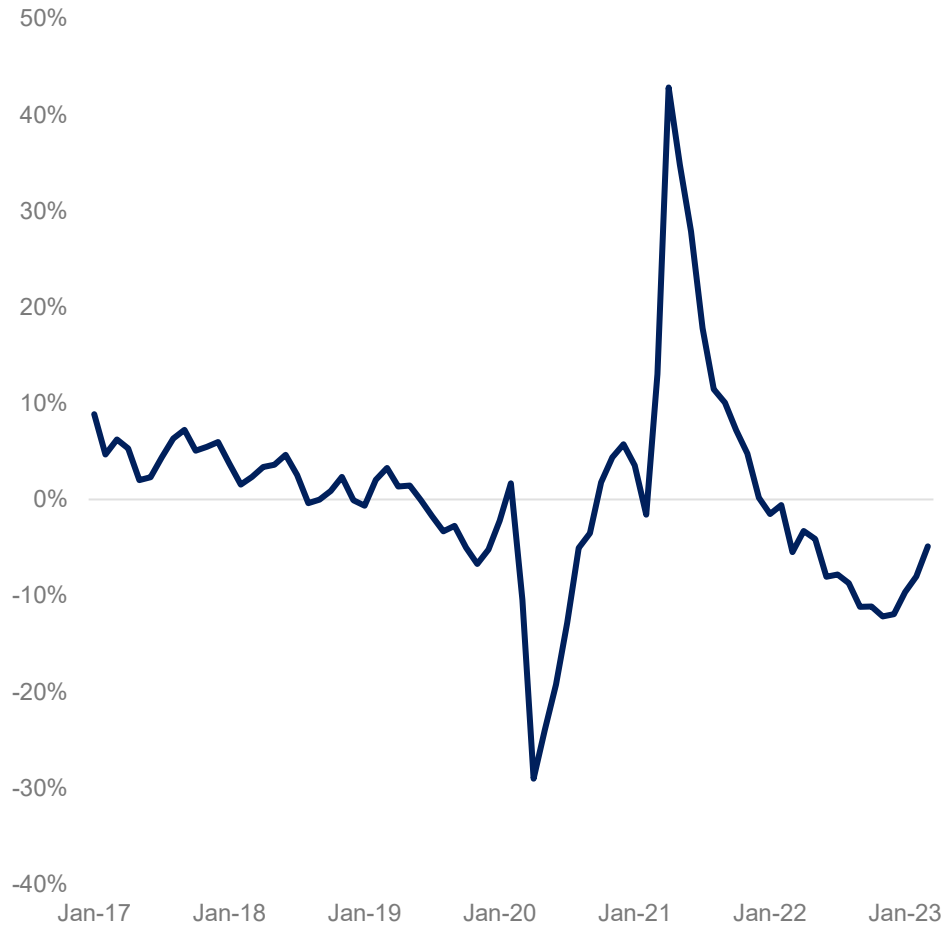
Fleet congestion at historically low levels



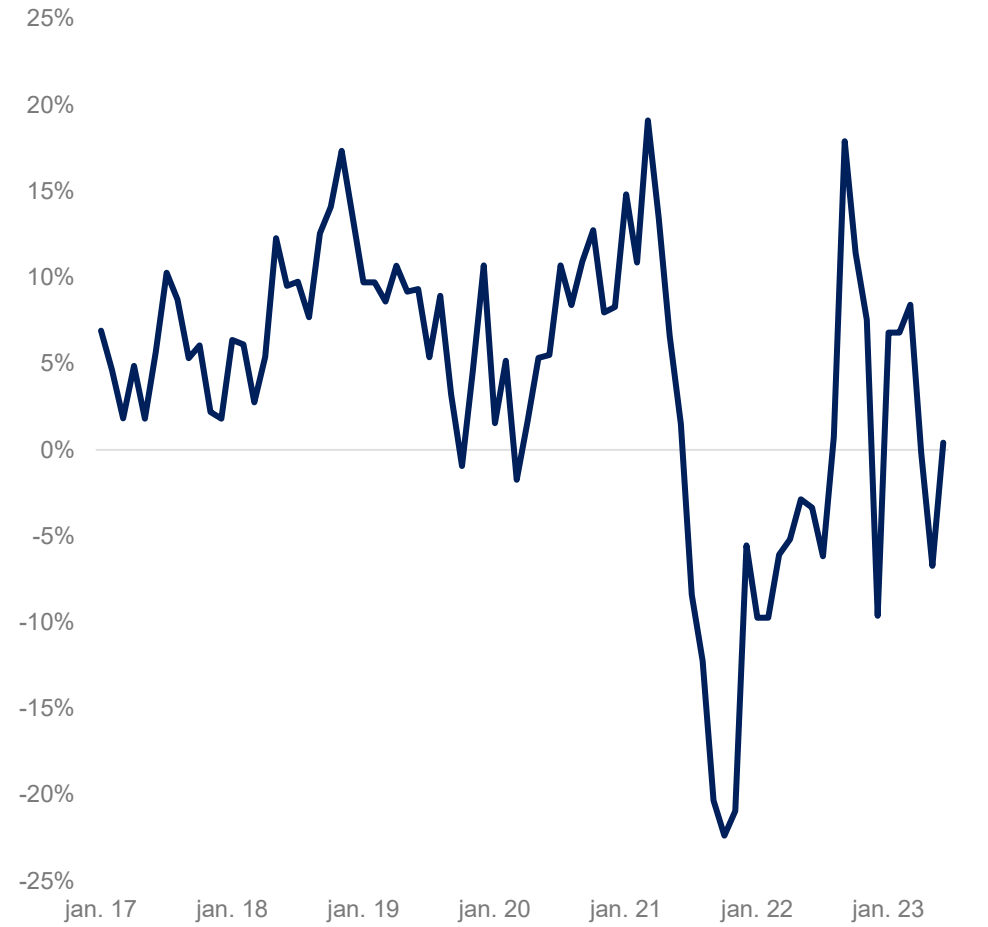
Source: Arrow Shipbroking, Shipping Intelligence Network

Steel market

World ex-China monthly steel output - YoY

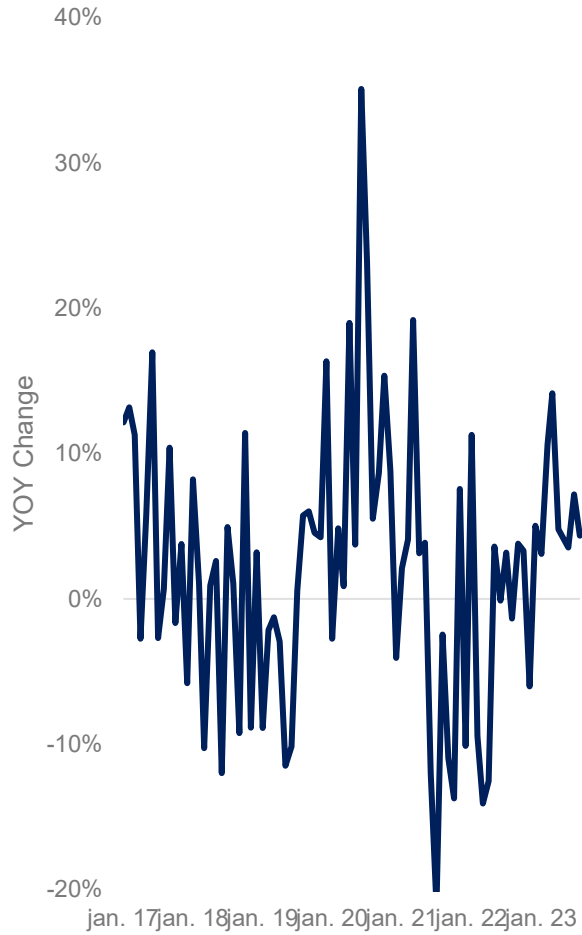


China monthly steel output - YoY

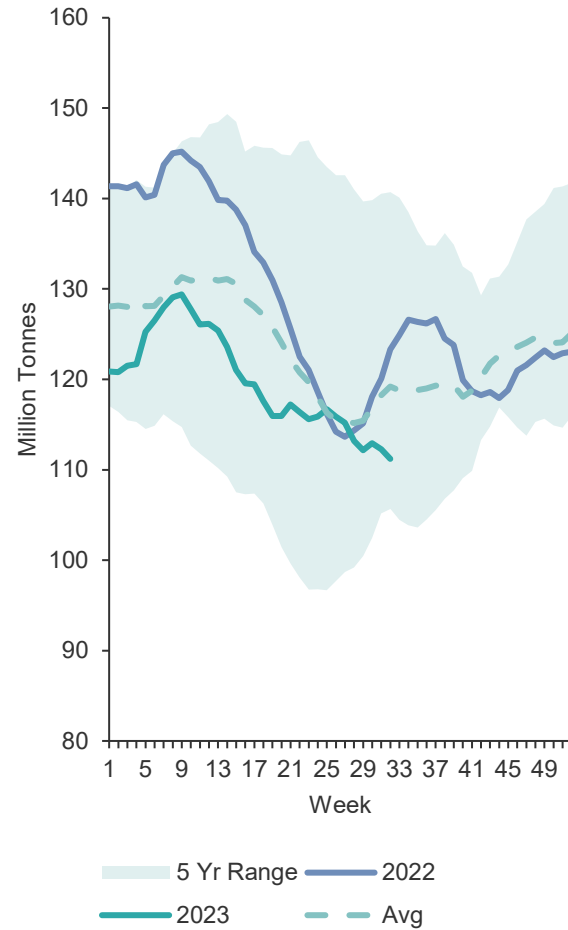


Source: Shipping Intelligence Network

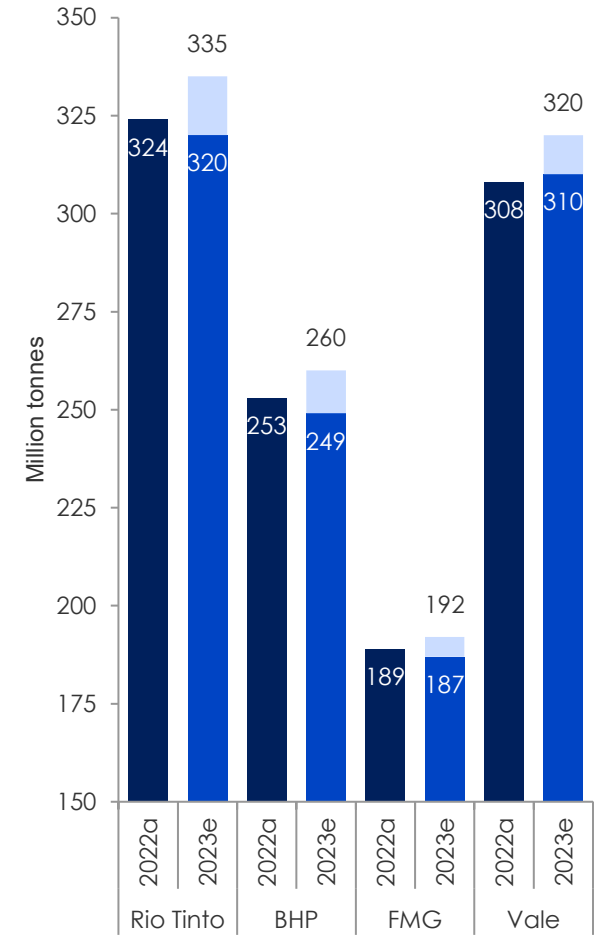
Chinese Iron Ore Imports



Chinese Iron Ore Inventories



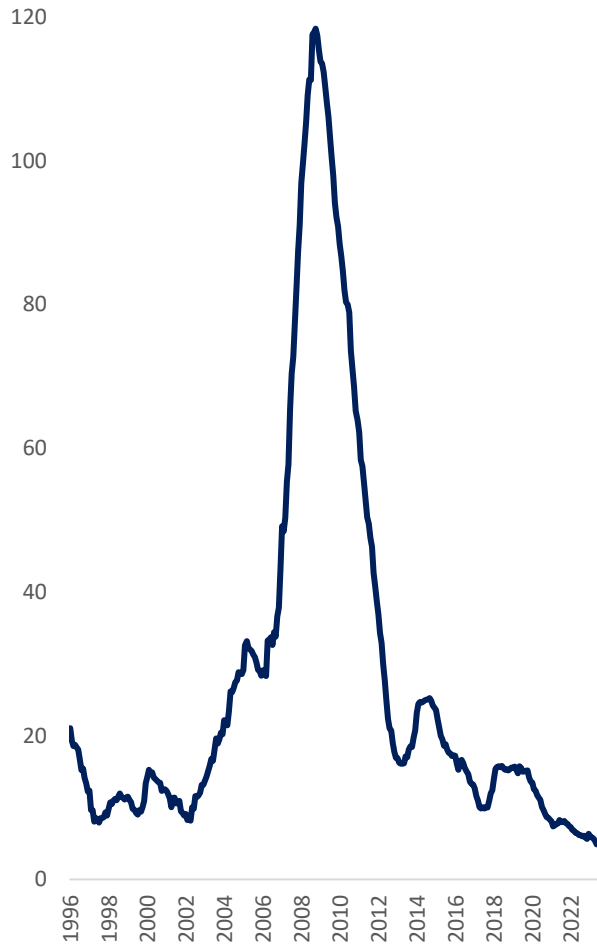
IO Majors' production guidance



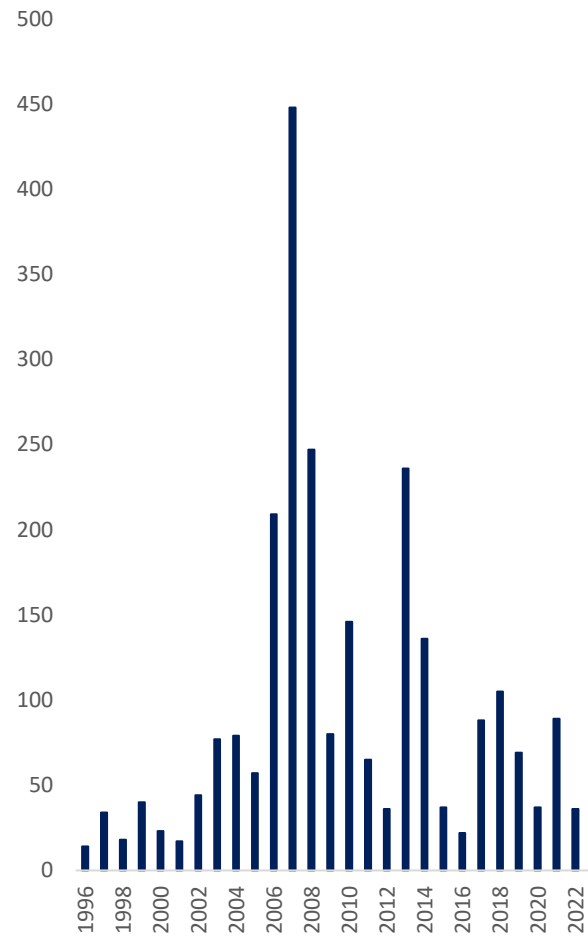
Source: Shipping Intelligence Network, Clarksons Securities

Most favorable supply side in decades

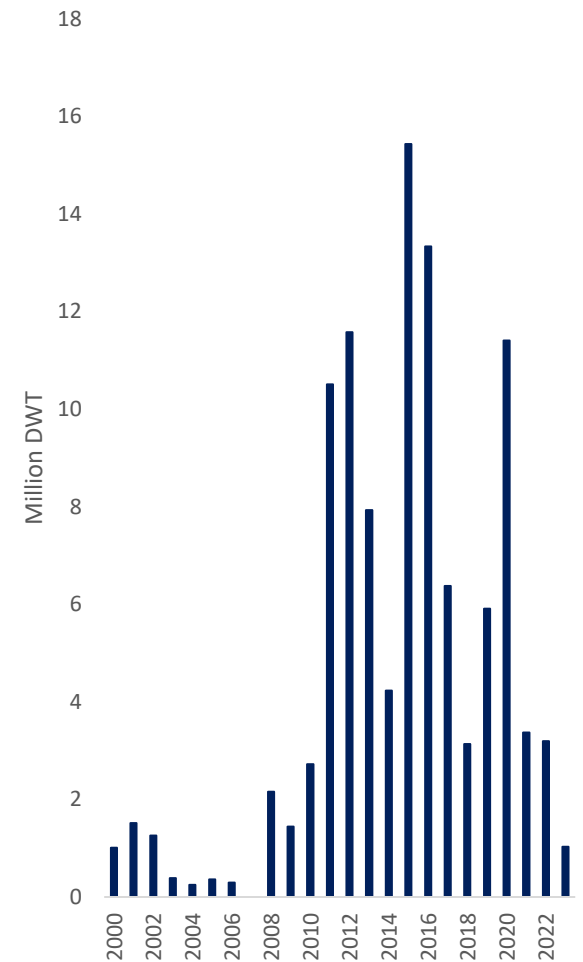
Capesize orderbook as % of fleet



Capesize newbuild contracts



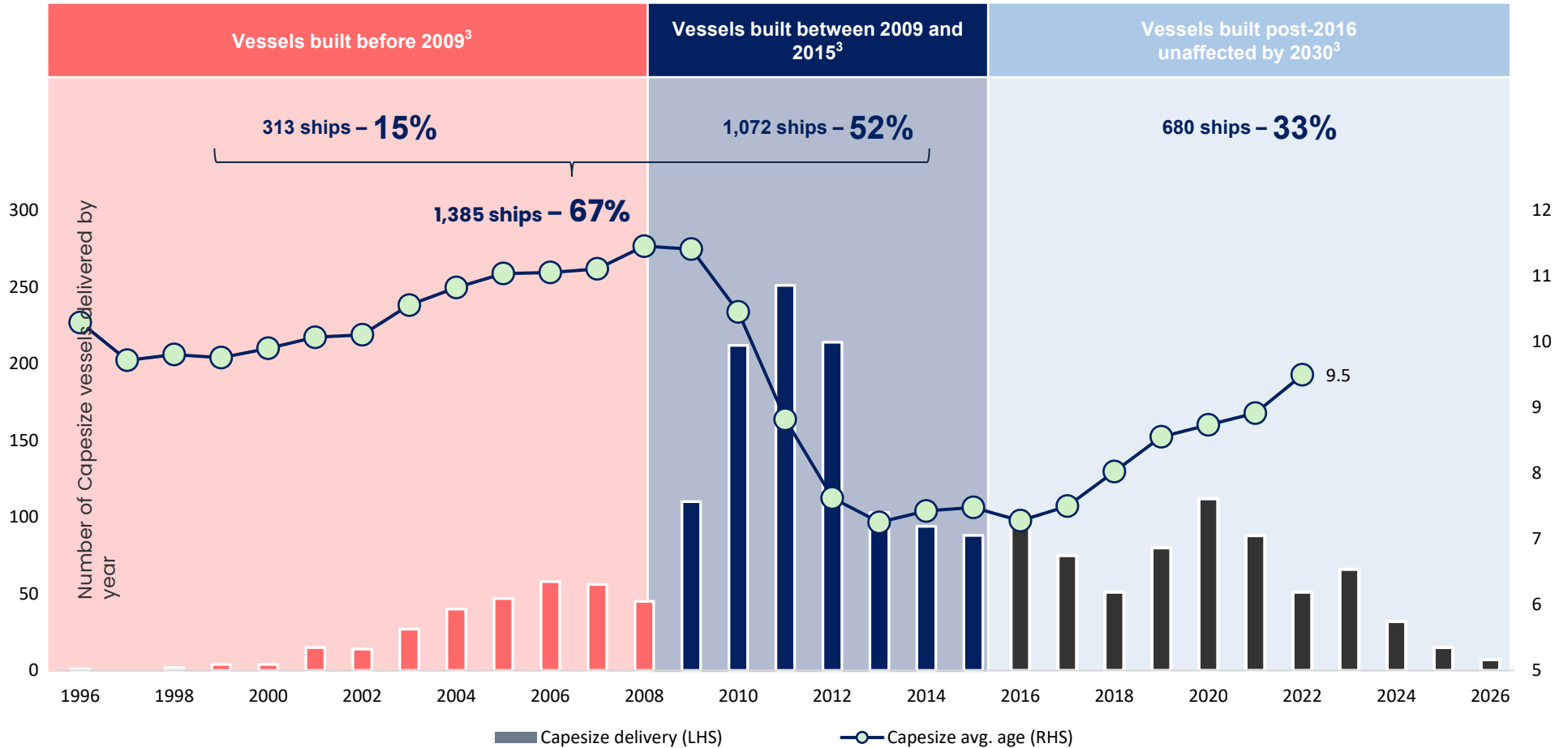
Capesize scrapping



Source: Shipping Intelligence Network

Meeting new regulations will be a challenge for the industry

67% of large bulk vessels facing non-compliance by 2030



Source: Clarksons