

Presentation of Results – Q1 2006

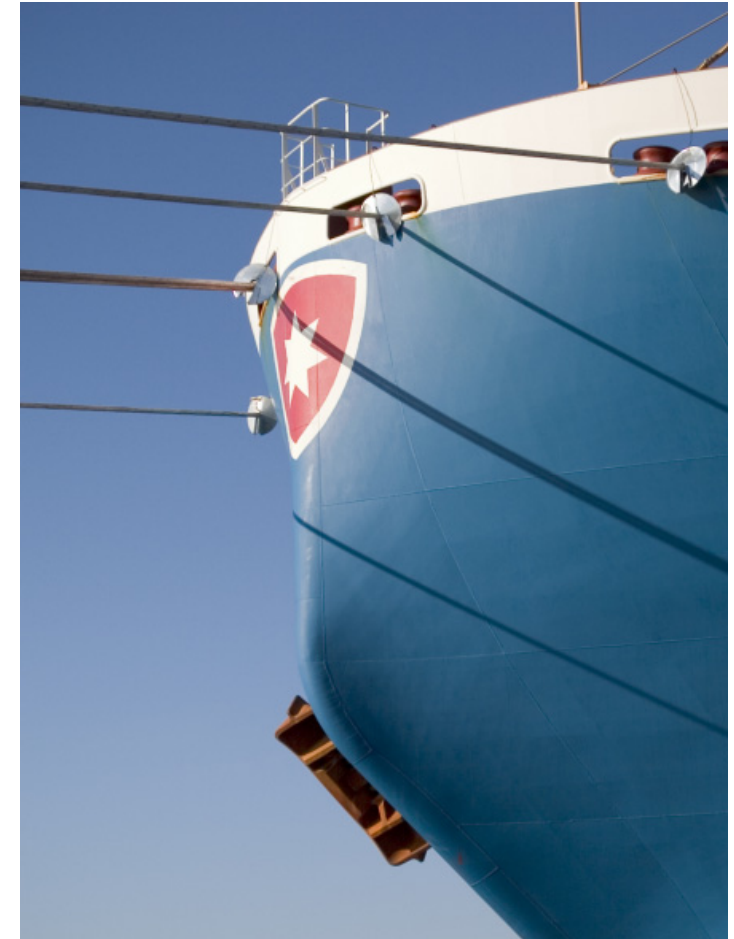
Carsten Mortensen, CEO
Jens Fehr-Christensen, CFO

Copenhagen, May 30, 2006



TODAY'S AGENDA

- Q1 2006 in brief
- Dry Cargo
- Tanker
- 2006 Outlook
- Q&A Session

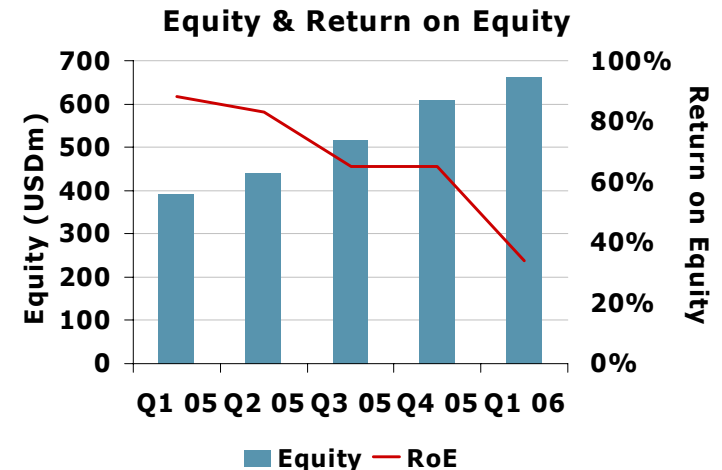
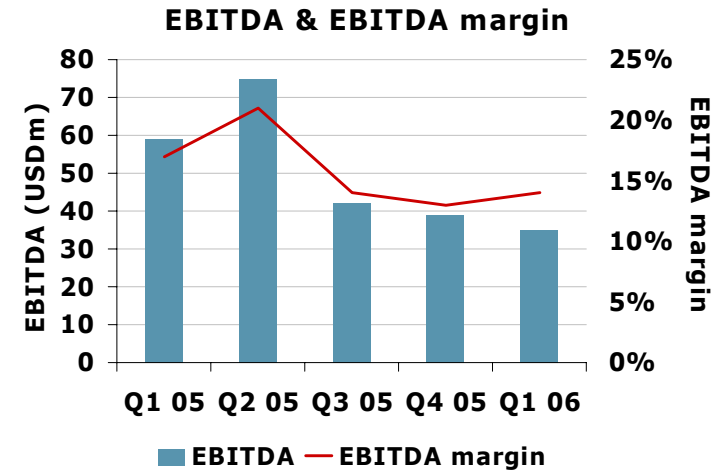


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SATISFACTORY RESULT IN DIFFICULT MARKETS

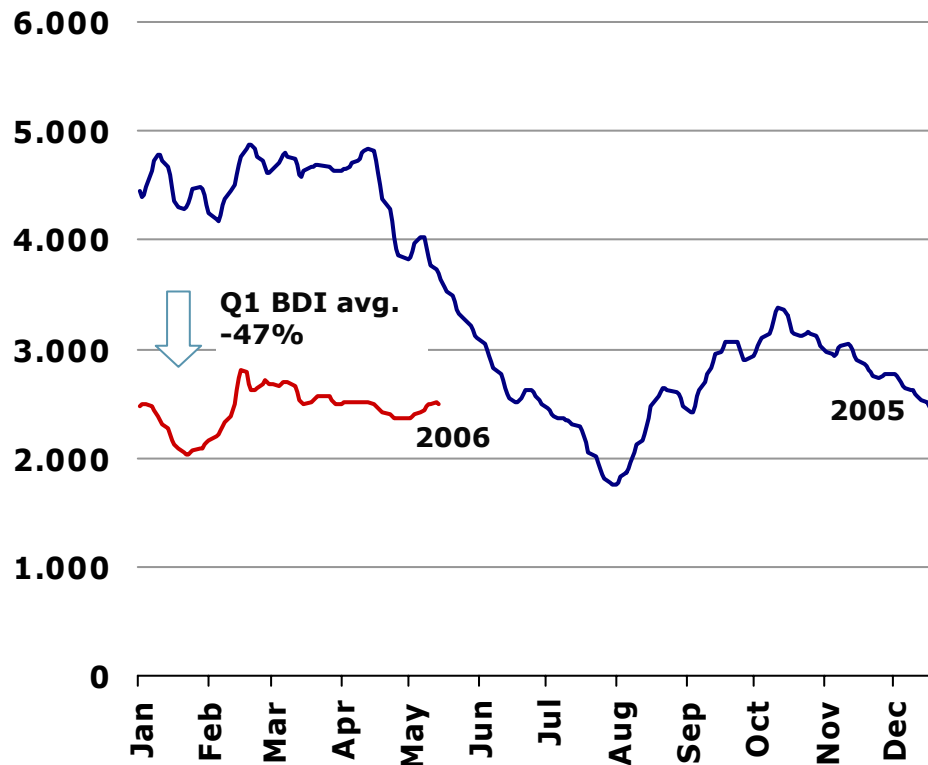
Net result of USD 55m (-32%)

- **ROE** of 34%
- **EBITDA** of USD 35m (down 41%)
 - 9% fewer ship days following sale of vessels and adjustment to lower markets
 - Tank – Higher average rates due to higher spot exposure
 - Dry Cargo – Long term coverage offset market decline
- USD 25m profit from sales of vessels
- USD 34m **cash flow** from operations



DRY CARGO MARKET REMAINS ATTRACTIVE

Baltic Dry Index 2005 & 2006 YTD



- Demand growth still strong
 - Estimates for global economic growth adjusted upwards
 - Chinese iron-ore import up 28% in Q1
 - Particular strength in Handymax trades
- Some 7% increase in global fleet
- Slight declines in prices of 2nd hand and new-buildings but still at high levels

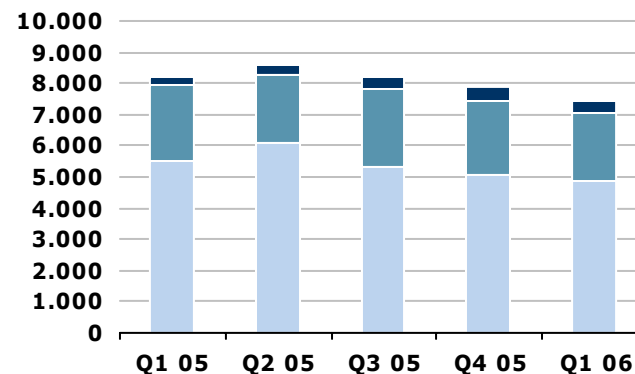
Outlook for 2006 maintained

- Rates below 2005 but still above historical average
 - Supply growth of 6-7%
 - Demand growth of 3,5-4,5%
- Ship values expected to remain firm

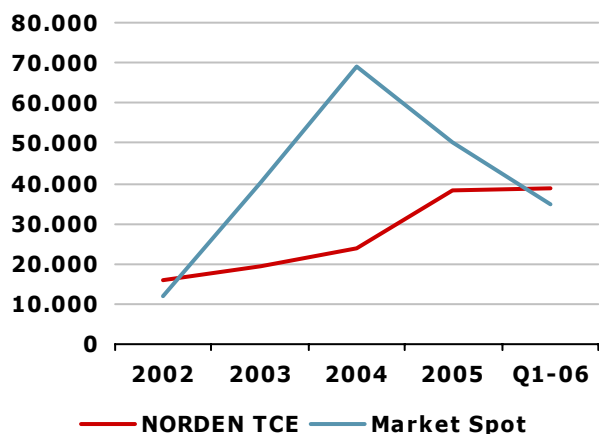
NORDEN outperformed in declining market

- NORDEN outperformed the spot market in all segments through long term cover
- Vessel days down 8%
 - delayed effect of reduced expansion in high markets
 - taking fewer short-term vessels

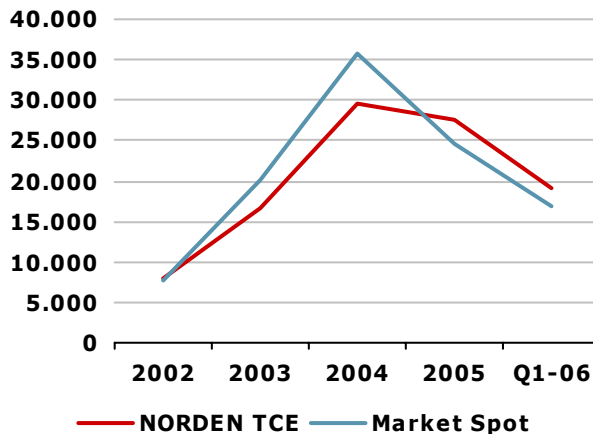
Vessel days (excl. single trips)



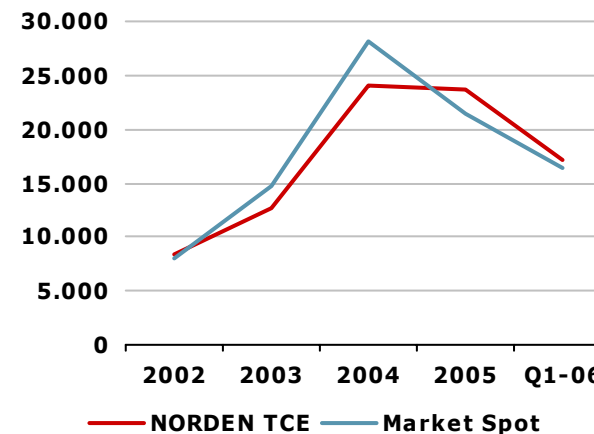
Capesize - NORDEN TCE vs. Market



Panamax - NORDEN TCE vs. Market



Handymax - NORDEN TCE vs. Market



FLEET DEVELOPMENT

Dry Cargo fleet	2006 Q1	2005 Q4
Active fleet:		
Owned vessels	6	7
Chartered vessels with POPs	21	17
Chartered vessels without POPs	75	86
Total active vessels	102	110
Vessels to be delivered:		
New-buildings (own)	3*	3
Chartered vessels with POPs	26	30
Chartered vessels without POPs	1	2
Total to be delivered	30	35
Total gross fleet	132	145
Hereof with POPs	47	47

* Of which 0.5 sold

Note: POPs = Purchase options

- Significant deliveries to cheap core fleet
- Increased by 3 to 27 during quarter
 - 5 chartered vessels with POP delivered
 - 2 sold vessels delivered to new owners
- 9 chartered vessels and 1 newbuilding for delivery rest of year

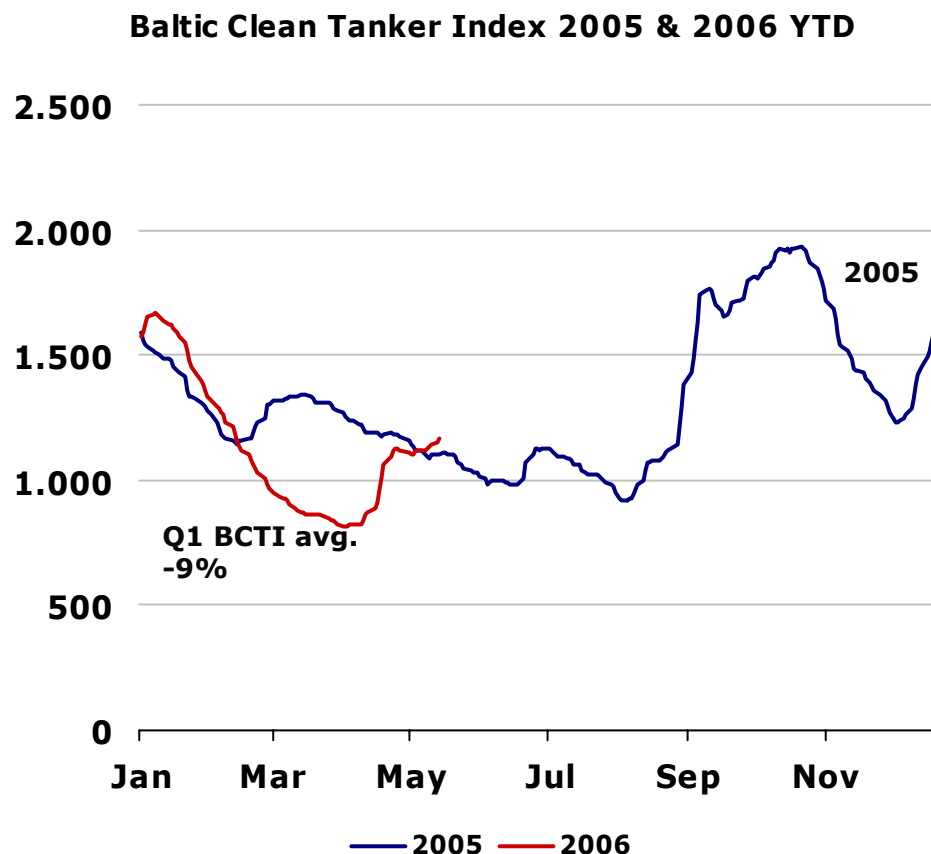
SOLID RESULTS IN A WEAKENING MARKET

- EBITDA down 49% - in line with BDI
- Revenues down only 27%
 - 47% decline in BDI
 - 8% fewer vessel days
 - offset by long term coverage
- Costs not fully adjusted due to premium costs of short term charters
- Sale of 2 vessels contributed with USD 25m (USD 19m)
- EBIT down 28%

USDm	Q1 06	Q1 05	Change
Vessel days	8,815	9,628	-8%
Revenue	225	310	-27%
Costs	202	265	-24%
EBITDA	23	45	-49%
Depreciations	2	1	151%
Profit from sales of vessels	25	19	29%
EBIT	46	64	-28%
EBITDA margin	10%	15%	
EBIT margin	20%	21%	

Dry Cargo generated 88% of NORDEN's revenues, 82% of EBIT

MARKET DOWN 9% ON AVERAGE



- Greater than normal seasonal weakness during March
 - Significant refinery maintenance
 - Reduced Russian oil exports
 - 32% of full year order book already delivered during Q1
- Period market and asset values remain firm

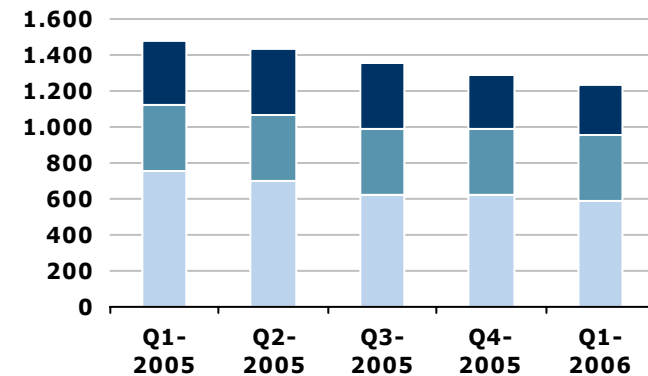
Market outlook maintained

- Strong rate rebound in April
- Rates marginally below 2005-avg
- Unexpected events may again shift supply/demand balance

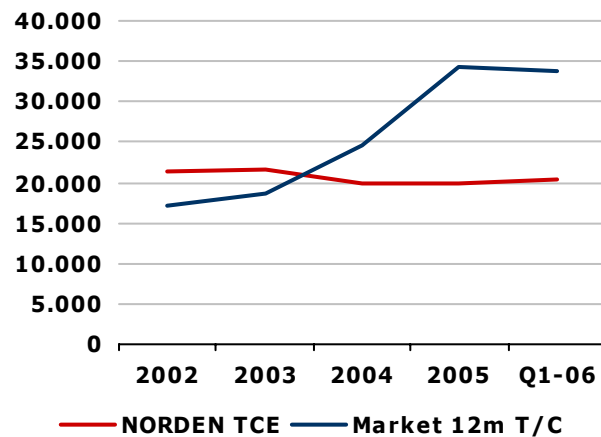
ACTIVITY AND RATES

- NORIENT Product Pool benefited from its size and broad geographical coverage
- Growth in spot market days in product tankers
- NORDEN's Aframax TCE up 4% in declining market

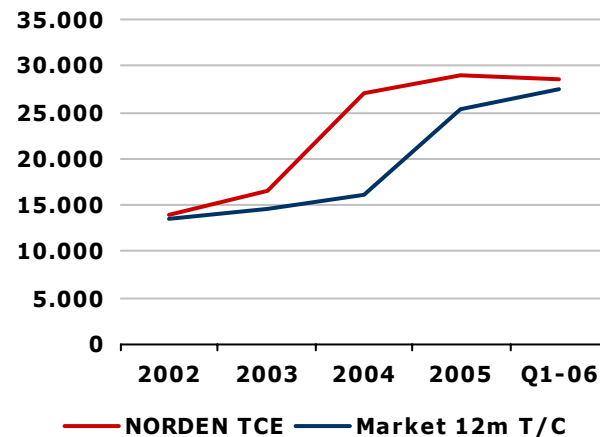
Vessel days



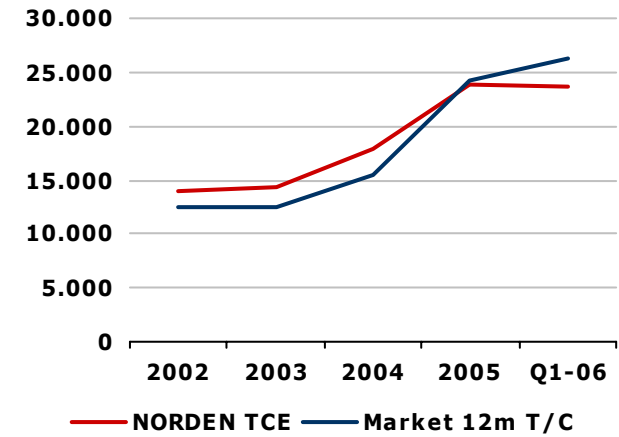
Aframax - NORDEN TCE vs. Market



MR - NORDEN TCE vs. Market



SR - NORDEN TCE vs. Market



FLEET ACTIVITY

NORDEN fleet development

- Active fleet up 1 due to delivery of one own new-building
- Vessels for delivery to core fleet up 25% to 15
 - 4 new long-term charters with purchase options

Norient Product Pool

- Active fleet up 43% to 20 vessels at end Q1
- Partners have orderbook of 35 vessels; 14 to be delivered in rest of 2006
- NORIENT aims to be among the 3 largest product pools by 2007

Tanker fleet	2006 Q1	2005 Q4
Active fleet:		
Owned vessels	4	3
Chartered vessels with POPs	3	3
Chartered vessels without POPs	8	8
Total active vessels	15	14
Vessels to be delivered:		
New-buildings (own)	5	6
Chartered vessels with POPs	10	6
Chartered vessels without POPs	2	3
Total to be delivered	17	15
Total gross fleet	32	29
Hereof with POPs	13	9

**POP=Purchase option*

EBIT ALMOST UNCHANGED IN LOWER MARKET

- EBITDA down by 14%
 - 17 % fewer ship days
 - 9% decline in spot market
 - Margin remains at almost 45%
- EBIT down 4%
- No gains from sale of vessels included

USDm	2006 Q1	2005 Q1	Change
Vessel days	1,231	1,478	-17%
Revenue	30	34	-12%
Costs	17	18	-10%
EBITDA	13	15	-14%
Depreciations	2	3	-37%
Profit from sales of vessels & J/V	1	0	n.m.
EBIT	12	12	-4%
EBITDA margin	44%	45%	
EBIT margin	40%	37%	

Tanker generated 12% of NORDEN's revenues and 21% of EBIT

ASSET VALUES REMAIN FIRM

Fleet development

- Active own fleet up 25% since last year despite vessel sales
- Unchanged since Q4 2005

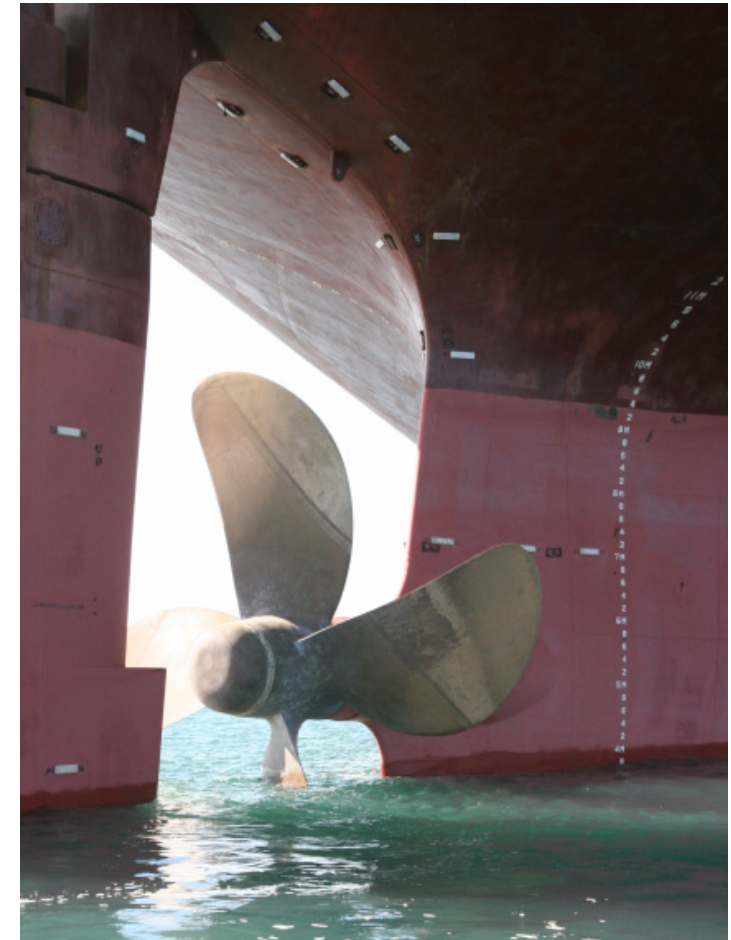
Value of fleet

- Asset values remain firm
- Market value of own ships/new-buildings exceeds book value by USD 264m (up 7% from end-2005)
- Net Asset Value (NAV) per share of USD 427 (DKK 2.631)
- NAV does not include value of NORDENs timecharters with purchase options

Fleet	2006 Q1	2005 Q4	2005 Q1
Own active fleet:			
Capesize	1	1	-
Panamax	1	1	-
Handymax	4	5	3
Drycargo	6	7	3
Aframax	2	2	3
MR-tankers	-	-	-
SR-tankers	2	1	2
Tanker	4	3	5
Total own fleet	10	10	8
Own newbuildings for delivery			
Handymax (Drycargo)	3	3	2
SR (Tanker)	5	6	6
Total own newbuildings	8	9	8
Net asset value	264	246	301

NET PROFIT OF USD 120-140m

- Dry cargo
 - Continued attractive market conditions, although lower than the average for 2005
 - 76% of known ship days covered
 - EBIT at USD 115-125m including profit of USD 39m from sale of 3 vessels
- Tanker
 - Spot rates marginally lower than in 2005, significantly above the historical average
 - 55% of known ship days covered
 - EBIT of USD 40-45m, no sales of vessels
- **NORDEN: Net result of USD 120-140m**
 - Includes USD 39m vessel gains and USD 19m negative adjustments of hedging instruments
- USD 180-220m investments in fleet



FORWARD-LOOKING STATEMENTS

This presentation contains certain forward-looking statements reflecting the management's present judgment of future events and financial results.

Statements relating to 2006 and subsequent years are subject to uncertainty, and "NORDEN"s actual results may therefore differ from the projections. Factors that may cause such variance include, but are not limited to, changes in macro-economic and political conditions, particularly in the Company's principal markets; changes to the Company's rate assumptions and operating costs; volatility in rates and tonnage prices; regulatory changes; any disruptions to traffic and operations as a result of external events, etc.

The presentation should not be interpreted as a recommendation to trade shares in Dampskibsselskabet NORDEN A/S.

Questions and answers

This presentation can be found on www.ds-norden.com

