



# GLOBAL SHIP LEASE



**First Quarter 2011  
Presentation**

# Safe Harbor Statement



*This communication contains forward-looking statements. Forward-looking statements provide Global Ship Lease's current expectations or forecasts of future events. Forward-looking statements include statements about Global Ship Lease's expectations, beliefs, plans, objectives, intentions, assumptions and other statements that are not historical facts. Words or phrases such as "anticipate," "believe," "continue," "estimate," "expect," "intend," "may," "ongoing," "plan," "potential," "predict," "project," "will" or similar words or phrases, or the negatives of those words or phrases, may identify forward-looking statements, but the absence of these words does not necessarily mean that a statement is not forward-looking. These forward-looking statements are based on assumptions that may be incorrect, and Global Ship Lease cannot assure you that these projections included in these forward-looking statements will come to pass. Actual results could differ materially from those expressed or implied by the forward-looking statements as a result of various factors*

*The risks and uncertainties include, but are not limited to:*

- *future operating or financial results;*
- *expectations regarding the strength of the future growth of the container shipping industry, including the rates of annual demand and supply growth;*
- *the financial condition of CMA CGM, the company's charterer and sole source of operating revenue, and its ability to pay charterhire in accordance with the charters;*
- *Global Ship Lease's ability to meet its financial covenants and repay its credit facility;*
- *Global Ship Lease's financial condition and liquidity, including its ability to obtain additional waivers which might be necessary under the existing credit facility or obtain additional financing to fund capital expenditures, vessel acquisitions and for other general corporate purposes;*
- *Global Ship Lease's expectations relating to dividend payments and forecasts of its ability to make such payments including the impact of constraints under its credit facility;*
- *future acquisitions, business strategy and expected capital spending;*
- *operating expenses, availability of crew, number of off-hire days, drydocking and survey requirements and insurance costs;*
- *general market conditions and shipping industry trends, including charter rates and factors affecting supply and demand;*
- *assumptions regarding interest rates and inflation;*
- *change in the rate of growth of global and various regional economies;*
- *risks incidental to vessel operation, including piracy, discharge of pollutants and vessel accidents and damage including total or constructive total loss;*
- *estimated future capital expenditures needed to preserve its capital base;*
- *Global Ship Lease's expectations about the availability of vessels to purchase, the time that it may take to construct new vessels, or the useful lives of its vessels;*
- *Global Ship Lease's continued ability to enter into or renew long-term, fixed-rate charters;*
- *the continued performance of existing long-term, fixed-rate charters;*
- *Global Ship Lease's ability to capitalize on management's and directors' relationships and reputations in the containership industry to its advantage;*
- *changes in governmental and classification societies' rules and regulations or actions taken by regulatory authorities;*
- *expectations about the availability of insurance on commercially reasonable terms;*
- *unanticipated changes in laws and regulations; and*
- *potential liability from future litigation.*

*Forward-looking statements are subject to known and unknown risks and uncertainties and are based on potentially inaccurate assumptions that could cause actual results to differ materially from those expected or implied by the forward-looking statements. Global Ship Lease's actual results could differ materially from those anticipated in forward-looking statements for many reasons specifically as described in Global Ship Lease's filings with the SEC. Accordingly, you should not unduly rely on these forward-looking statements, which speak only as of the date of this communication. Global Ship Lease undertakes no obligation to publicly revise any forward-looking statement to reflect circumstances or events after the date of this communication or to reflect the occurrence of unanticipated events. You should, however, review the factors and risks Global Ship Lease describes in the reports it will file from time to time with the SEC after the date of this communication.*



# Disclaimer



*The financial information and data contained in this communication is unaudited and does not conform to the U.S. Securities and Exchange Commission Regulation S-X. Accordingly, such information and data may not be included in, may be adjusted in or may be presented differently in, Global Ship Lease's filings with the Securities and Exchange Commission, or SEC. This communication includes certain estimated financial information and forecasts presented as pro-forma financial measures that are not derived in accordance with generally accepted accounting principles ("GAAP"), and which may be deemed to be non-GAAP financial measures within the meaning of Regulation G promulgated by the SEC. Global Ship Lease believes that the presentation of these non-GAAP financial measures serves to enhance the understanding of the financial performance of Global Ship Lease. However, these non-GAAP financial measures should be considered in addition to and not as substitutes for, or superior to, financial measures of financial performance prepared in accordance with GAAP. Please refer to the first quarter earnings press release for a discussion of these non-GAAP financial measures.*

# Global Ship Lease: Q1 2011 Highlights



- Reported revenue of \$39.1 million for first quarter 2011
- Reported net income of \$10.8 million for first quarter 2011, including a \$5.0 million non-cash interest rate derivative mark-to-market gain
- Generated \$26.2 million EBITDA for first quarter 2011
- Excluding the non-cash mark-to-market items, normalized net income was \$5.9 million first quarter 2011
- Loan-to-value under the credit facility as of April 30, 2011 was less than 75%
  - Interest margin decreases by 0.5% to 3.0% saving approximately \$2.5 million cash interest in a full year
  - Repayments fixed at \$10.0 million per quarter; under cash sweep \$13.8 million prepaid in first quarter 2011
  - Dividends on common shares permitted

# Fleet and Charter Portfolio: Modern, High Quality Tonnage of Diverse Sizes



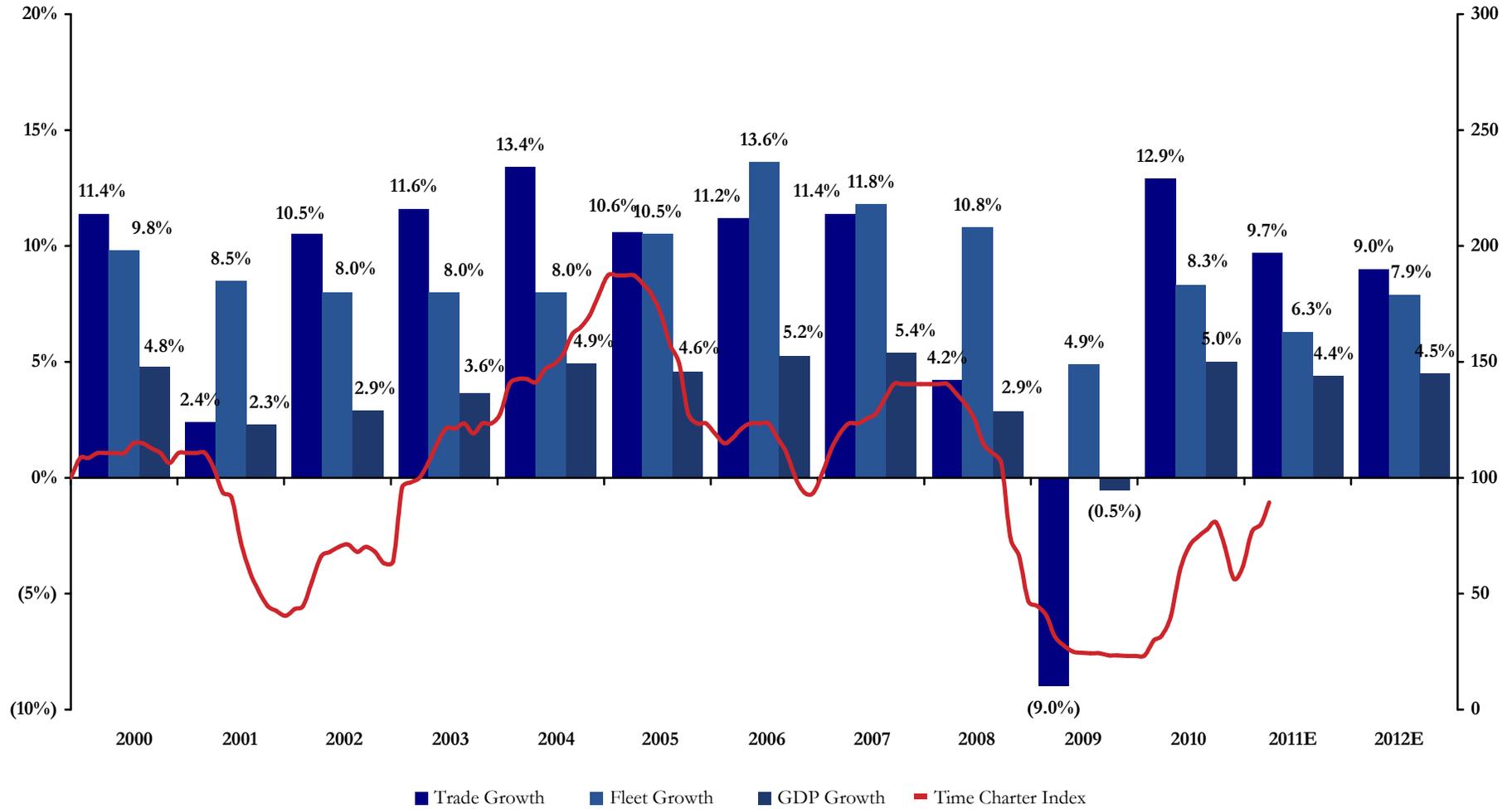
\* GSL has option to purchase vessels, one in December 2011 and one in January 2012, 12 months after delivery with six to seven years balance remaining on original charters

# Market Dynamics Shaped by Fundamentals



Year-Over-Year Growth (%)

Time Charter Index





# Q1 2011 Financials



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# Financial Results



Three months ended March 31,  
2011                      2010

*(\$in thousands)*

<b>Operating Revenues</b>	\$ 39,104	\$ 39,151
<b>Operating Expenses</b>		
Vessel operating expenses	11,043	9,592
Depreciation	9,949	9,871
General and administrative	1,942	1,836
Other operating income	(106)	(552)
Total operating expenses	22,828	20,747
<b>Operating Income</b>	16,276	18,404
<b>Non Operating Income (Expense)</b>		
Interest income	13	35
Interest expense	(5,610)	(5,856)
Realized and unrealized gain (loss) on interest rate derivatives	179	(9,274)
<b>Income before Income Taxes</b>	10,858	3,309
Income taxes	(19)	(28)
<b>Net Income</b>	\$ 10,839	\$ 3,281



# Balance Sheet



	March 31, 2011	December 31, 2010
<b>Assets</b>		
Cash and cash equivalents	\$ 28,539	\$ 28,360
Restricted cash	3,027	3,027
Accounts receivable	7,318	7,341
Prepaid expenses	1,157	712
Other receivables	119	264
Deferred tax	297	265
Deferred financing costs	1,019	1,009
<b>Total current assets</b>	<u>41,476</u>	<u>40,978</u>
Vessels in operation	913,386	922,498
Other fixed assets	9	10
Intangible asset – vessel purchase options	13,645	13,645
Intangible asset – other	42	26
Deferred financing costs	3,586	3,865
<b>Total non-current assets</b>	<u>930,668</u>	<u>940,044</u>
<b>Total Assets</b>	<u>\$ 972,144</u>	<u>\$ 981,022</u>
<b>Liabilities and Stockholders' Equity</b>		
<b>Liabilities</b>		
Current portion of long term debt	\$ 40,000	\$ 44,500
Intangible liability – charter agreements	2,119	2,119
Accounts payable	1,008	1,391
Accrued expenses	5,412	5,575
Derivative instruments	17,793	17,798
<b>Total current liabilities</b>	<u>66,332</u>	<u>71,383</u>
Long term debt	478,953	488,269
Preferred shares	48,000	48,000
Intangible liability – charter agreements	21,640	22,169
Derivative instruments	21,680	26,637
<b>Total long-term liabilities</b>	<u>570,273</u>	<u>585,075</u>
<b>Total Liabilities</b>	<u>\$ 636,605</u>	<u>\$ 656,458</u>
<b>Total Stockholders' Equity</b>	<u>335,539</u>	<u>324,564</u>
<b>Total Liabilities and Stockholders' Equity</b>	<u>\$ 972,144</u>	<u>\$ 981,022</u>





# Q&A



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