



Third Quarter 2019 Financial Results
Conference Call
October 24, 2019

This presentation contains certain “forward-looking statements” (as such term is defined in Section 21E of the Securities Exchange Act of 1934, as amended). All statements, other than statements of historical facts, that address activities, events or developments that the Company expects, projects, believes or anticipates will or may occur in the future, including, without limitation, future operating or financial results and future revenues and expenses, future, pending or recent acquisitions, general market conditions and shipping industry trends, the financial condition and liquidity of the Company, cash available for dividend payments, future capital expenditures and dry-docking costs and newbuild vessels and expected delivery dates, are forward-looking statements. Although the Company believes that its expectations stated in this presentation are based on reasonable assumptions, actual results may differ from those projected in the forward-looking statements. Important factors that, in our view, could cause actual results to differ materially from the future results discussed in the forward-looking statements include, without limitation, global supply and demand for containerships, the financial stability of the Company’s counterparties and charterers, global economic weakness, disruptions in the world financial markets, the loss of one or more customers, a decrease in the level of Chinese exports, the availability of debt financing, our ability to expand through newbuildings and secondhand acquisitions, risks associated with the operation of the Framework Agreement with our joint venture partner, delay in the delivery of newbuildings, rising crew and fuel costs, increases in capital expenditure requirements or operating costs, a decrease in containership values, increased competition in the industry, re-chartering risk, fluctuations in interest rates, actions taken by governmental and regulatory authorities, potential liability for future litigation and environmental liabilities, the availability of adequate insurance coverage, potential disruption of shipping routes due to accidents or political conditions and the other factors discussed in the Company’s most recent Annual Report on Form 20-F (File No. 001-34934) under the caption “Risk Factors”. All forward-looking statements reflect management’s current views with respect to certain future events, and the Company expressly disclaims any obligation to update or revise any of these forward-looking statements, whether because of future events, new information, a change in the Company’s views or expectations, or otherwise.

Performance

- Voyages Revenues increase of 36% (Q3 2019 vs Q3 2018) to \$123.6m.
- Net Income increase of 157% (Q3 2019 vs Q3 2018) to \$36m.
- Q3 2019 Earnings per Share increase of 300% to \$0.24 (\$0.06 in Q3 2018).
- Q3 2019 Adjusted Earnings per Share increase of 189% to \$0.26⁽¹⁾ (\$0.09 in Q3 2018).
- Q3 2019 Cash Flow from Operations of \$66.4m compared to \$38.8m in Q3 2018.

Strong Balance Sheet

- No Off-balance sheet financing.
- Estimated Leverage⁽²⁾ of 42% (as of September 30, 2019).
- Conclusion of the refinancing of the indebtedness of the 2013-built, 8,827 TEU containerships *Valor* and *Valiant* with a major European financial institution.
- No balloon payments over the next 12 months.
- Never restructured any debt obligations or requested covenant waivers / debt deferral payments.

Dividends

- 36 consecutive quarterly common dividend payments since IPO.
- Q3 2019 common shares dividend of \$0.10 declared and scheduled to be paid on November 7, 2019.
- Dividends on all series of preferred shares paid on October 15, 2019.
- Largest shareholder has continued to participate in the Dividend Reinvestment Plan (“DRIP”) since its inception (July 2016), with \$77m reinvested to date.

Notes

1. Adjusted Earnings per Share is a non-GAAP measure. See Appendix I for definitions and reconciliations to the nearest GAAP measure.
2. $(\text{Total Liabilities} \text{ minus Cash and Cash Equivalents}) / (\text{Total Market Value Adjusted Assets} \text{ minus Cash and Cash Equivalents})$. Calculated in accordance with relevant provisions of bank financing agreements.

Fleet

- Fleet utilization of 99.8%⁽¹⁾.
- Chartered 14 vessels during the third quarter.
- Agreed to sell the 1991-built, 2023 TEU containership *Sierra II* (ex. *MSC Sierra II*). Sale expected to be completed in October 2019.

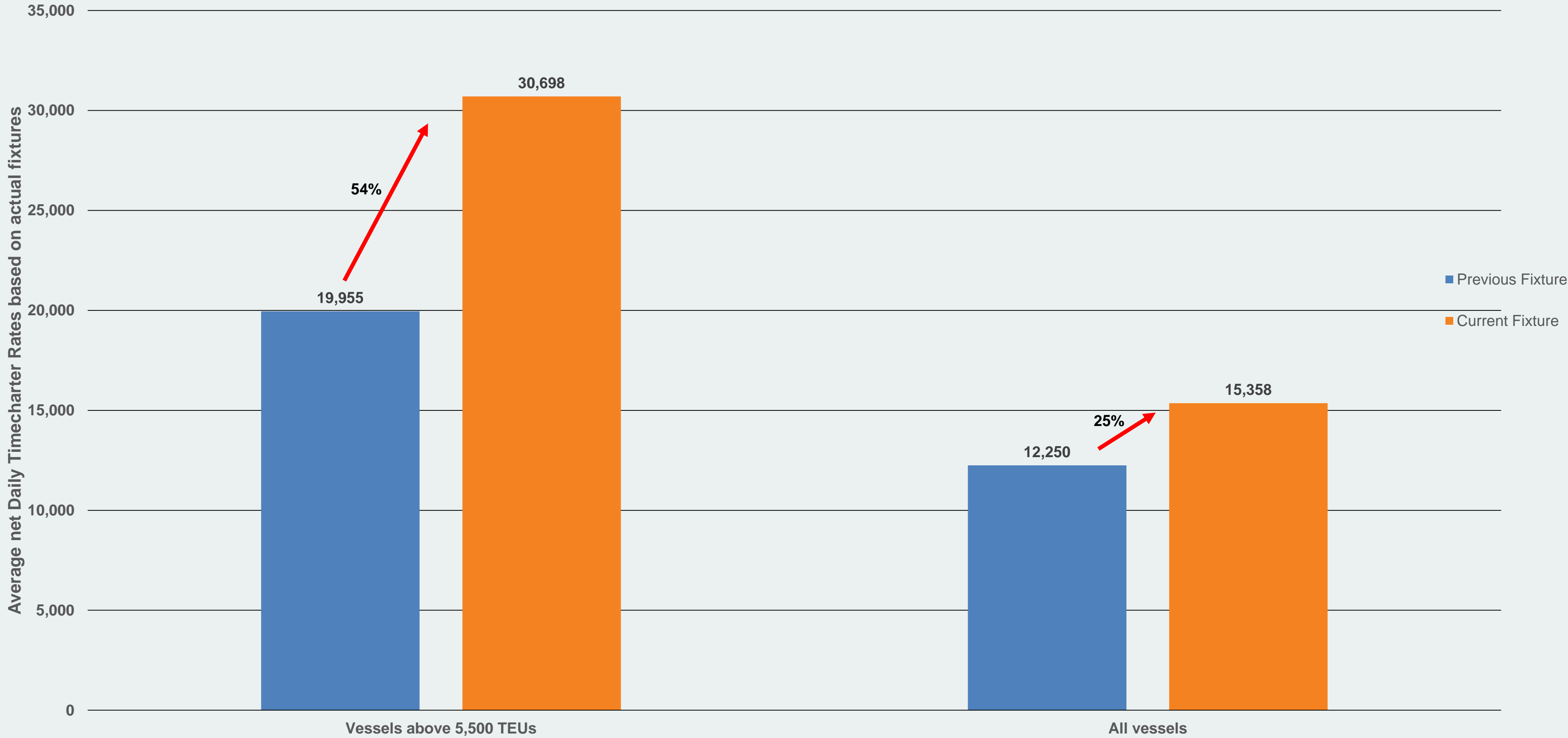
Containership Market

- Maintained the upward trend in charter rates for Post-Panamax containerships.
- 6 – 12 month charter rates for container vessels larger than 6,800 TEUs have increased by approximately 60% since the beginning of the year⁽²⁾.
- Effective idle fleet (adjusted for inactive vessels due to scrubber retrofits) represents 2% of existing fleet⁽³⁾.
- Current orderbook at a historically low level of 10%⁽⁴⁾.

Notes

1. Adjusted for scheduled off-hire days.
2. Source: Clarksons Data as of October 23, 2019 for 6,800 TEU and 9,000 TEU containerships.
3. Source: Alphaliner Report as of October 23, 2019.
4. Source: Clarksons Data as of October 23, 2019.

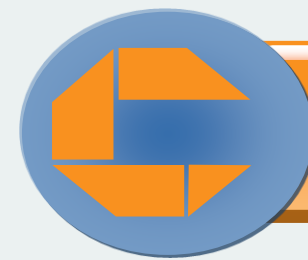
Q3 2019 New Chartering Agreements



Larger containerships (above 5,500 TEUs) continue to outperform.

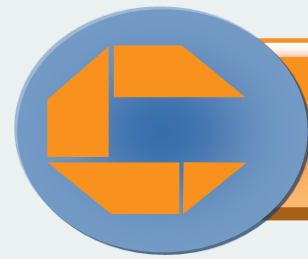


Q3 2019 Income Statement Snapshot



Q3 2019 RESULTS

	Q3 2018	Q3 2019	% Change
Ownership Days	5,136	5,520	7.5%
Average Number of Vessels	55.8	60.0	7.5%
Voyage Revenues	90,913	123,631	36.0%
Net Interest and Finance Costs (*)	14,114	23,200	64.4%
Adjusted Net Income Available to Common Stockholders(**)	9,763	30,948	217.0%
Weighted Average Number of Shares	110,913,448	117,111,191	



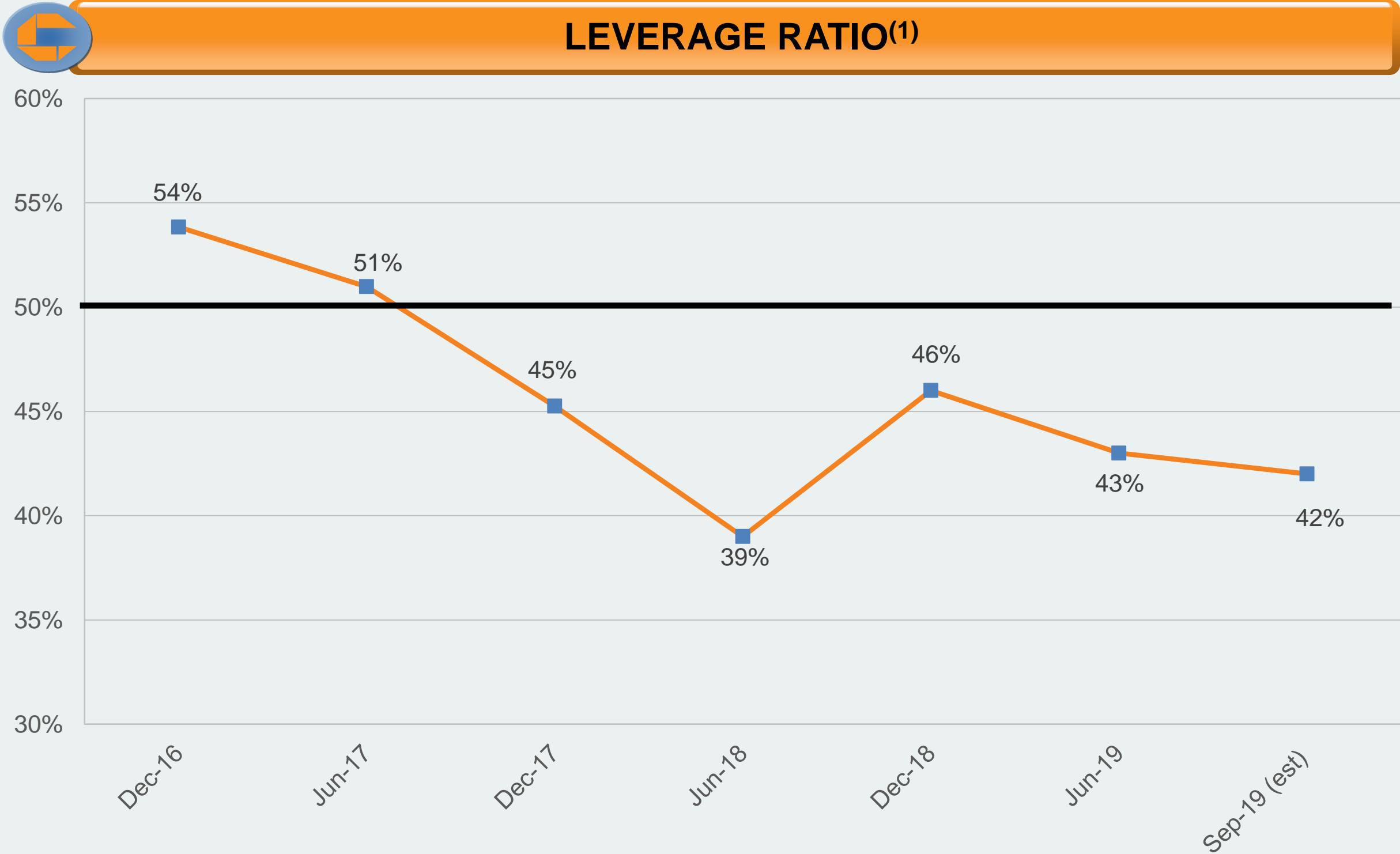
Q3 2019 RESULTS – Non Cash and Other Adjustments

	Q3 2018	Q3 2019
Net Income Available to Common Stockholders	\$ 6,136	\$ 28,072
Accrued charter revenue	(1,464)	(306)
Amortization of Time Charter assumed	-	48
Non-recurring, non-cash write-off of loan deferred financing costs	-	1,127
(Gain) / Loss on derivative instruments	(99)	444
Amortization of prepaid lease rentals	2,054	-
Non-cash G&A and other non-cash items	971	908
Loss on assets held for sale	1,919	480
JV Loss on asset held for sale	(4)	-
Realized (gain) / loss on Euro/USD FX contracts	250	159
Swaps' breakage costs	-	16
Adjusted Net Income Available to Common Stockholders(**)	9,763	30,948
Adjusted EPS(**)	\$0.09	\$0.26

All numbers in thousands of U.S. dollars, except ownership days, number of vessels, share and per share data.

(*) Interest and finance costs *minus* Interest Income

(**) Non-GAAP items, see Appendix I for definitions and reconciliations to the nearest GAAP measure.



Note 1: (Total Liabilities *minus* Cash and Cash Equivalents) / (Total Market Value Adjusted Assets *minus* Cash and Cash Equivalents). Calculated in accordance with relevant provisions of bank financing agreements.

NET DEBT / ADJUSTED EBITDA⁽²⁾⁽³⁾

(' 000 US\$)	2019 (9m)
NET INCOME	63,112
Net Interest and Finance Costs	66,830
Depreciation and Amortization	91,818
EBITDA ⁽³⁾	221,760
ADJUSTED EBITDA ⁽³⁾	248,752
Calculated Annualized Adjusted EBITDA ⁽⁴⁾	331,669
Total Debt and Finance Leases ⁽⁵⁾	1,518,495
Cash and Cash Equivalents	204,208
Adjusted EBITDA ⁽²⁾⁽³⁾ to Net Interest and Finance Costs (9m)	3.72x
Net Debt ⁽⁶⁾ to Calculated Annualized Adjusted EBITDA ⁽²⁾⁽³⁾	3.96x

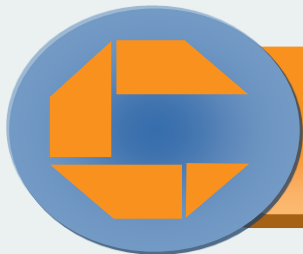
Note 2: Refer to Appendix II for reconciliation of EBITDA to Adjusted EBITDA

Note 3: EBITDA and Adjusted EBITDA are non-GAAP measures. See Appendix I and Appendix II for definitions and reconciliations to the nearest GAAP measure, respectively.

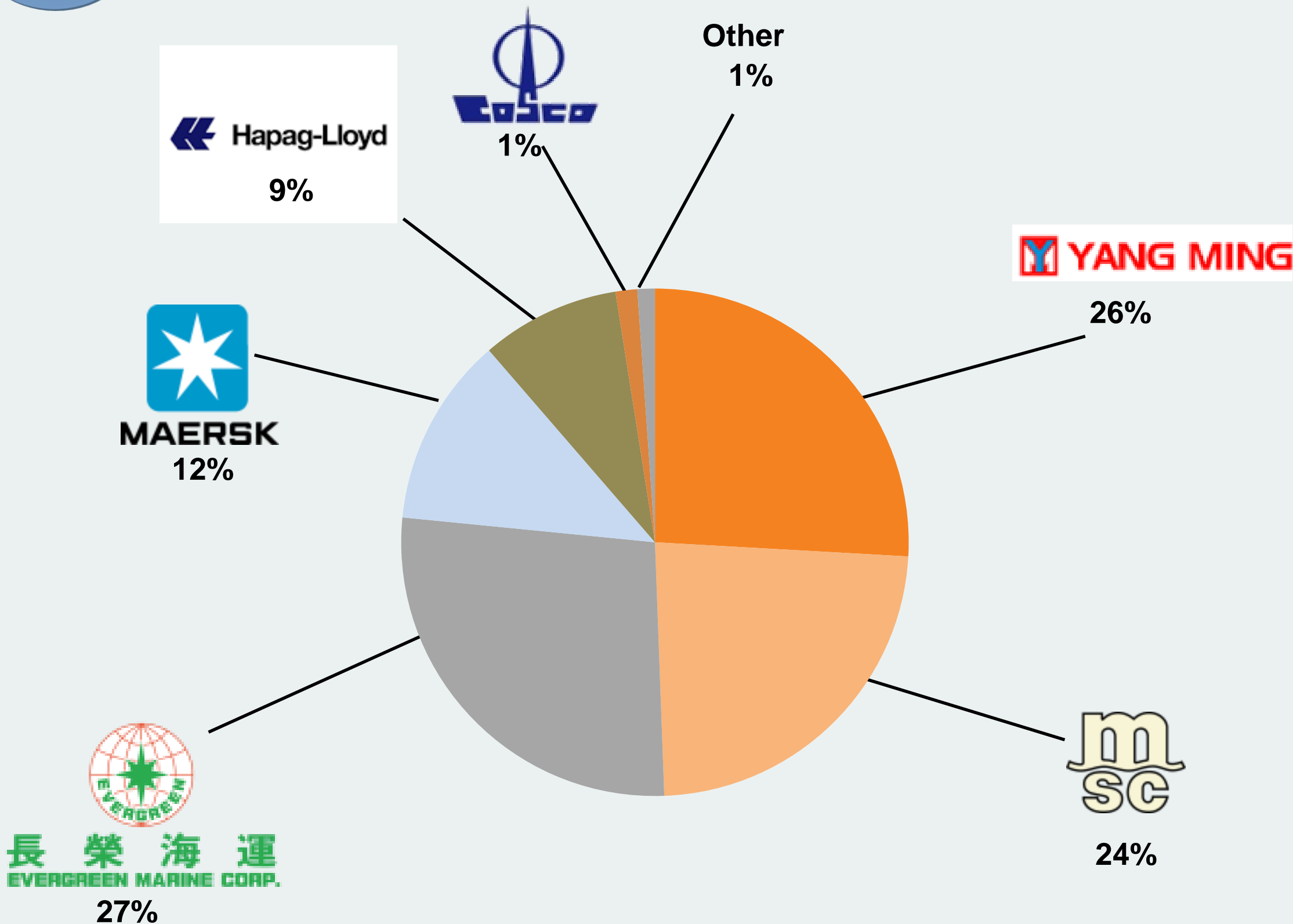
Note 4: Calculated based on the 2019 9m Adjusted EBITDA, which does not represent a projection of full year results.

Note 5: As of September 30, 2019. Excludes pre-delivery financing obligations related to our 5 newbuildings, for which no EBITDA is generated yet.

Note 6: Total Debt and Finance Lease *minus* Cash and Cash Equivalents



Revenue Contribution (All Vessels)⁽¹⁾⁽²⁾

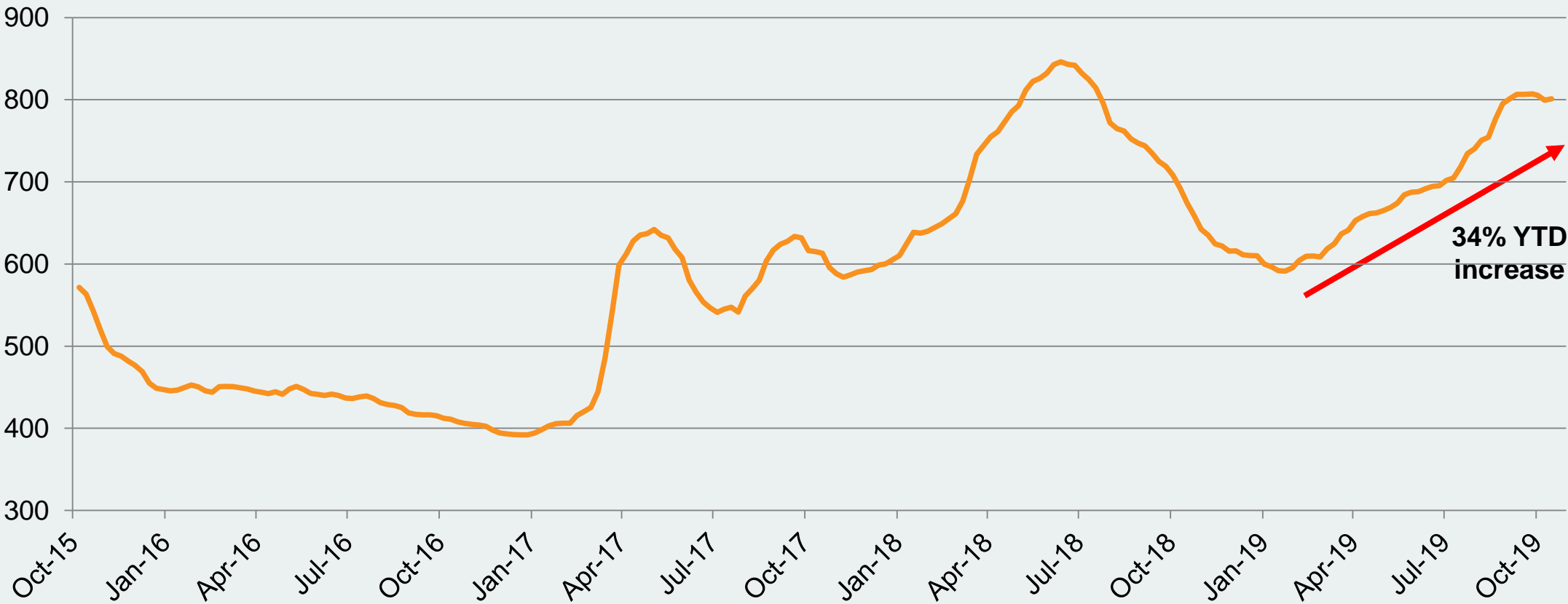


- As of October 24, 2019, contracted revenues of approximately \$2.3Bn⁽¹⁾⁽²⁾
- TEU-weighted average remaining time charter duration for the fleet is about 3.7 years⁽¹⁾⁽²⁾

Notes
1. Based on contracted revenues as of October 24, 2019. Revenues include our ownership percentage of contracted revenues for ten vessels owned pursuant to the Framework Agreement with York. Revenues also include the 5 newbuilds under construction.
2. Assumes earliest re-delivery dates after giving effect to the exercise of any owners' extension options.

Charter Rates

Charter Index HRCI⁽¹⁾



Source: Howe Robinson as of October 16, 2019

Orderbook

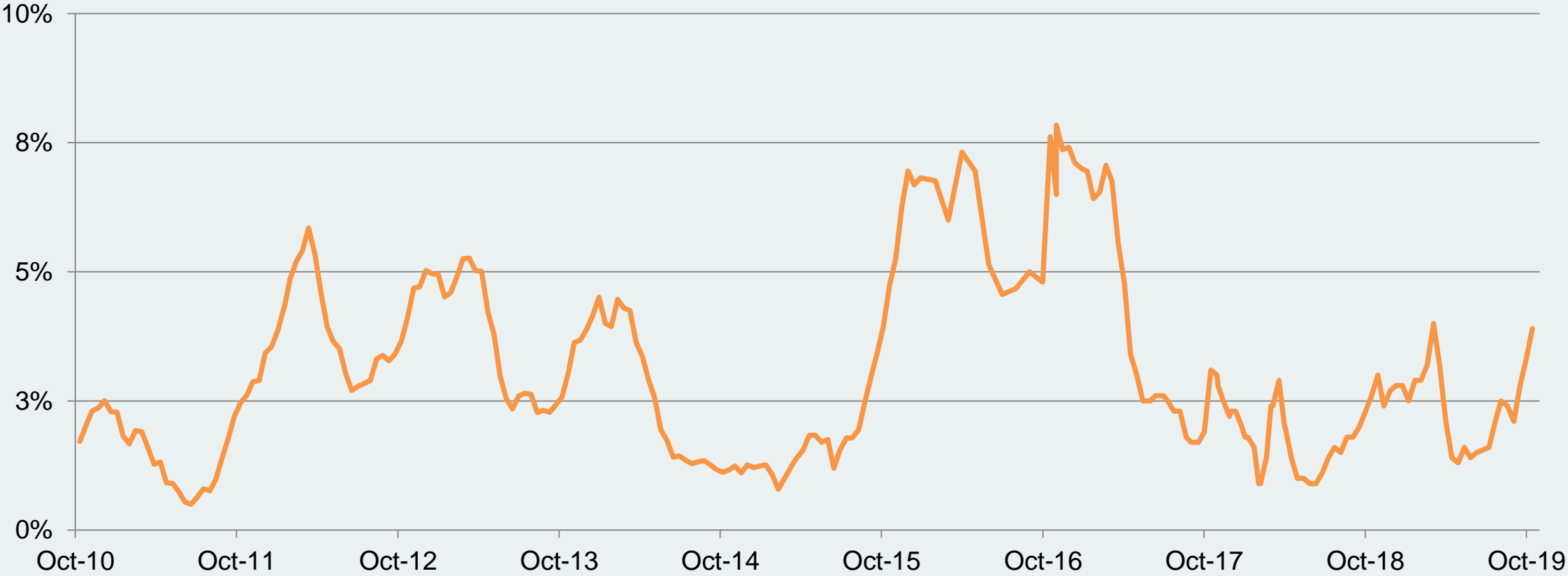
Orderbook/ Total Fleet (%)



Source: Clarksons as of October 22, 2019

Idle Fleet

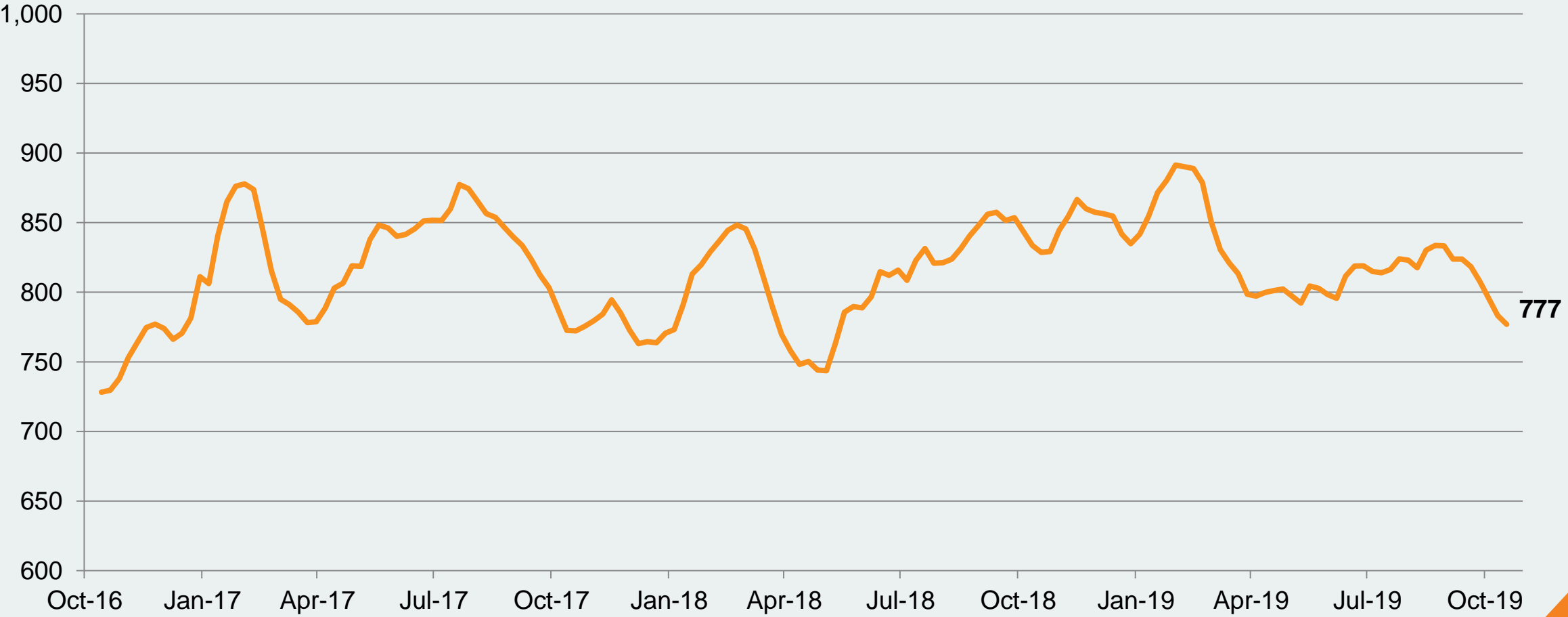
% of Fleet⁽²⁾



Source: AXS-Alphaliner report as of October 23, 2019

Box Rates

CCFI Index



Source: Clarksons as of October 18, 2019

Note: (2) Since Q1 2019 idle fleet data is “distorted” because vessels undergoing scrubber installations are shown as idle. Adjusting for scrubber installation cases, effective idle fleet data stood at 2%.

Note: (1) Howe Robinson Containership Index (HRCI) includes vessels ranging from 700 TEU to 8,500 TEU.

The background of the slide features a photograph of a ship's propeller and the sea at sunset. The scene is bathed in a warm, golden light from the low sun, which creates a shimmering reflection on the water's surface. The sky is a pale, hazy blue. In the foreground, the dark silhouette of the ship's railing is visible. The entire image is overlaid with several diagonal bands of orange and a solid black band that runs from the bottom left towards the center. The text 'Q & A' is positioned on the left side, partially within the orange overlay.

Q & A



Net Income to Adj. Net Income Available to Common Stockholders and Adj. EPS Reconciliations– EBITDA and Adjusted EBITDA Definitions

(Expressed in thousands of U.S. dollars, except share and per share data)

	Three-month period ended September 30,	
	2018	2019
Net Income	\$ 14,040	\$ 35,976
Earnings allocated to Preferred Stock	(7,904)	(7,904)
Net Income available to common stockholders	6,136	28,072
Accrued charter revenue	(1,464)	(306)
General and administrative expenses – non-cash component	971	908
Non-recurring, non-cash write-off of loan deferred financing costs	-	1,127
Amortization of prepaid lease rentals, net	2,054	-
Amortization of Time charter assumed	-	48
Realized loss on Euro/USD forward contracts (1)	250	159
Swaps' breakage costs	-	16
Loss on vessels' held for sale	1,919	480
(Gain) / Loss on asset held for sale by a jointly owned company with York included in equity gain on investments	(4)	-
(Gain) / loss on derivative instruments, excluding interest accrued and realized on non-hedging derivative instruments (1)	(99)	444
Adjusted Net Income available to common stockholders	\$ 9,763	\$ 30,948
Adjusted Earnings per Share	\$ 0.09	\$ 0.26
Weighted average number of shares	110,913,448	117,111,191

Note: Adjusted Net Income available to common stockholders and Adjusted Earnings per Share represent Net Income after earnings allocated to preferred stock, but before non-cash "Accrued charter revenue" recorded under charters with escalating charter rates, realized loss on Euro/USD forward contracts, vessels' impairment loss, loss on sale / disposal of vessels, swaps' breakage costs, (Gain) / loss on sale / disposal of vessel by a jointly owned company with York included in equity gain on investments, loss on asset held for sale by a jointly owned company with York included in equity gain on investments, non-cash general and administrative expenses and non-cash other items, amortization of prepaid lease rentals, net, amortization of Time charter assumed and non-cash changes in fair value of derivatives. "Accrued charter revenue" is attributed to the timing difference between the revenue recognition and the cash collection. EBITDA represents net income before interest and finance costs, interest income, depreciation and amortization. Adjusted EBITDA represents net income before interest and finance costs, interest income, depreciation, amortization, book loss on sale of vessels, impairment loss, general and administrative non-cash expenses, loss on an asset held for sale, write-off of deferred financing fees and other non-cash items. However, Adjusted Net Income available to common stockholders, Adjusted Earnings per Share EBITDA and Adjusted EBITDA are not recognized measurements under U.S. GAAP. We believe that the presentation of Adjusted Net Income available to common stockholders, Adjusted Earnings per Shares, EBITDA and Adjusted EBITDA are useful to investors because they are frequently used by securities analysts, investors and other interested parties in the evaluation of companies in our industry. We also believe that Adjusted Net Income available to common stockholders, Adjusted Earnings per Shares, EBITDA and Adjusted EBITDA are useful in evaluating our ability to service additional debt and make capital expenditures. In addition, we believe that Adjusted Net Income available to common stockholders, Adjusted Earnings per Shares, EBITDA and Adjusted EBITDA are useful in evaluating our operating performance and liquidity position compared to that of other companies in our industry because the calculation of Adjusted Net Income available to common stockholders, Adjusted Earnings per Shares, EBITDA and Adjusted EBITDA generally eliminates the effects of financings, income taxes and the accounting effects of capital expenditures and acquisitions, items which may vary for different companies for reasons unrelated to overall operating performance and liquidity. In evaluating Adjusted Net Income available to common stockholders, Adjusted Earnings per Shares, EBITDA and Adjusted EBITDA, you should be aware that in the future we may incur expenses that are the same as or similar to some of the adjustments in this presentation. Our presentation of Adjusted Net Income available to common stockholders, Adjusted Earnings per Shares, EBITDA and Adjusted EBITDA should not be construed as an inference that our future results will be unaffected by unusual or non-recurring items.

(1) Items to consider for comparability include gains and charges. Gains positively impacting Net Income available to common stockholders are reflected as deductions to Adjusted Net Income available to common stockholders. Charges negatively impacting Net Income available to common stockholders are reflected as increases to Adjusted Net Income available to common stockholders.



EBITDA to Adjusted EBITDA Reconciliation for the nine-month period ended September 30, 2019

<i>(' 000 US\$)</i>	2019 (9m)
NET INCOME	63,112
Interest and Finance Costs	69,342
Interest Income	(2,512)
Depreciation	85,081
Amortization	6,737
EBITDA	221,760
Book Loss on Sale of Vessels	18,458
Impairment Loss	3,042
G&A non-Cash Expenses	2,453
Loss on Asset Held for Sale	480
Write-off of Deferred Financing Fees	1,127
Other non-cash Items	1,432
ADJUSTED EBITDA	248,752