

STAR Reefers

Q3 2005 Presentation

26 October 2005



Recent Reefer Industry Developments

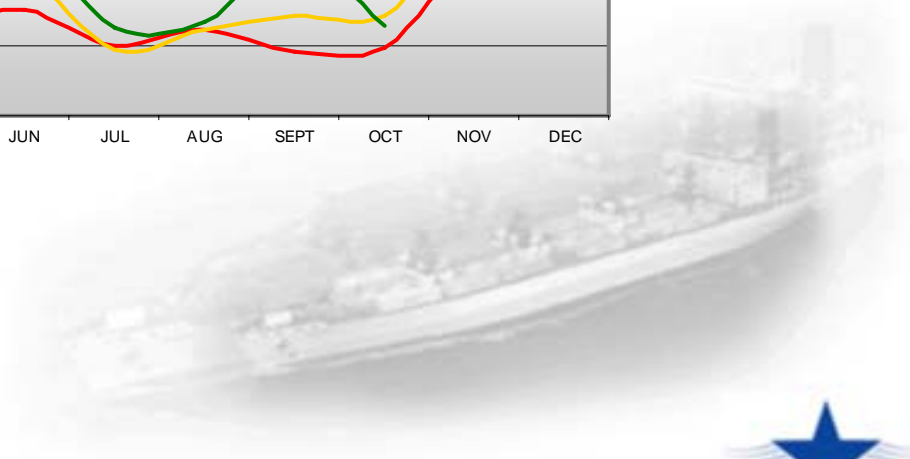
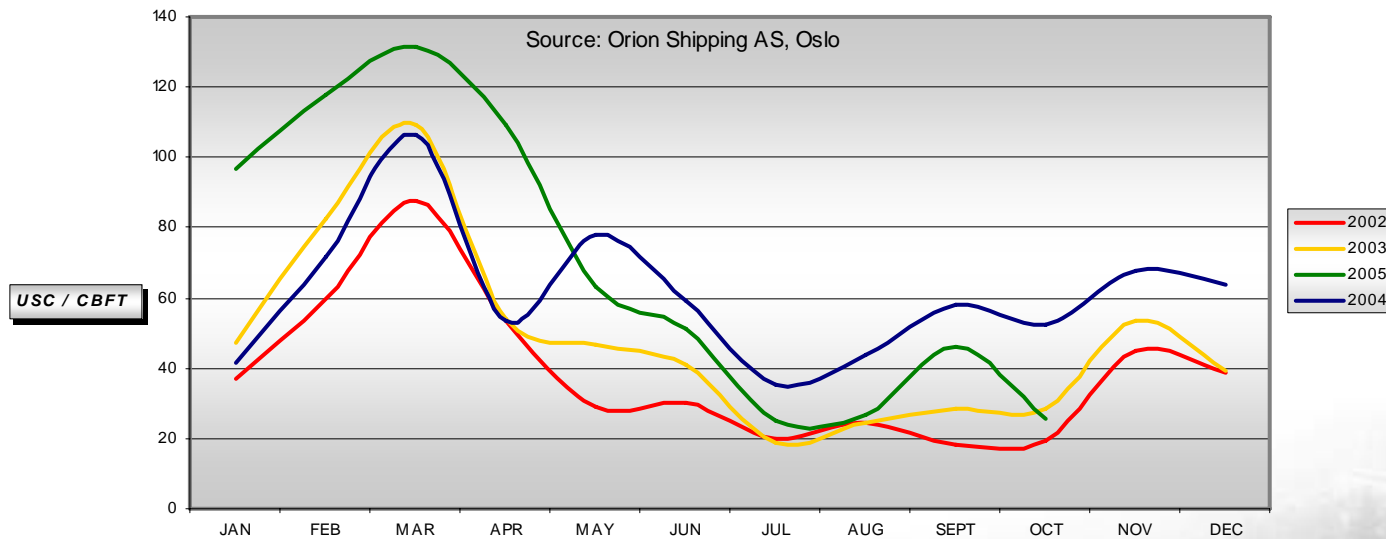
- ★ Spot rates down 29% in Q3
- ★ Consolidation continued, Seatrade acquired United
- ★ Prices of 2nd hand ships continue to increase
- ★ Rates for TC business continue to improve
- ★ Rates up 15% Canary contract (source Reefer Trends)
- ★ EU Banana Quota System to be replaced by tariff 1 Jan 06
- ★ Proposed tariff EUR 187/tonne to arbitration
- ★ Adverse climatic conditions in the Americas

Star well positioned to take advantage of this period of change



Spot Rates Moving Down During October

Timecharter spot rates for larger vessels



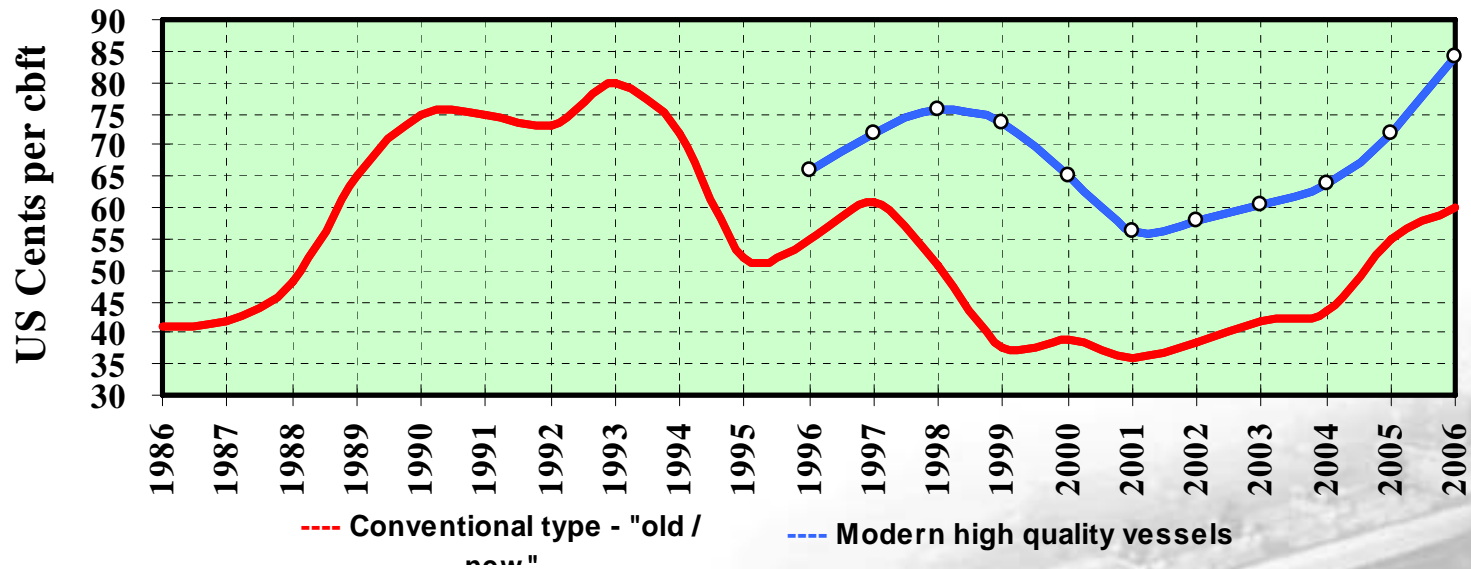
Source: Orion Shipping



12 Month Rates Moving up During Autumn 2005

REEFER 12 MONTHS ESTIMATED EARNINGS

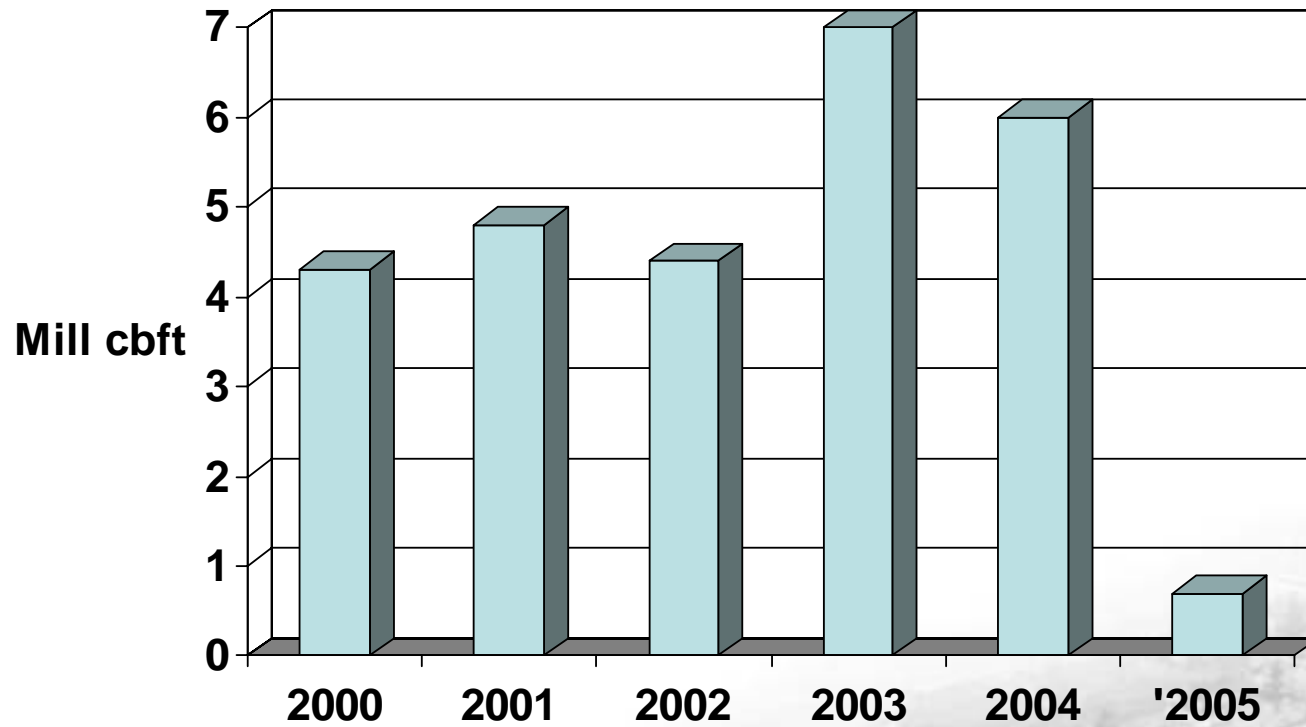
Size: Larger vessels



Source: Orion Shipping AS, Oslo



Net Scrapping continues...



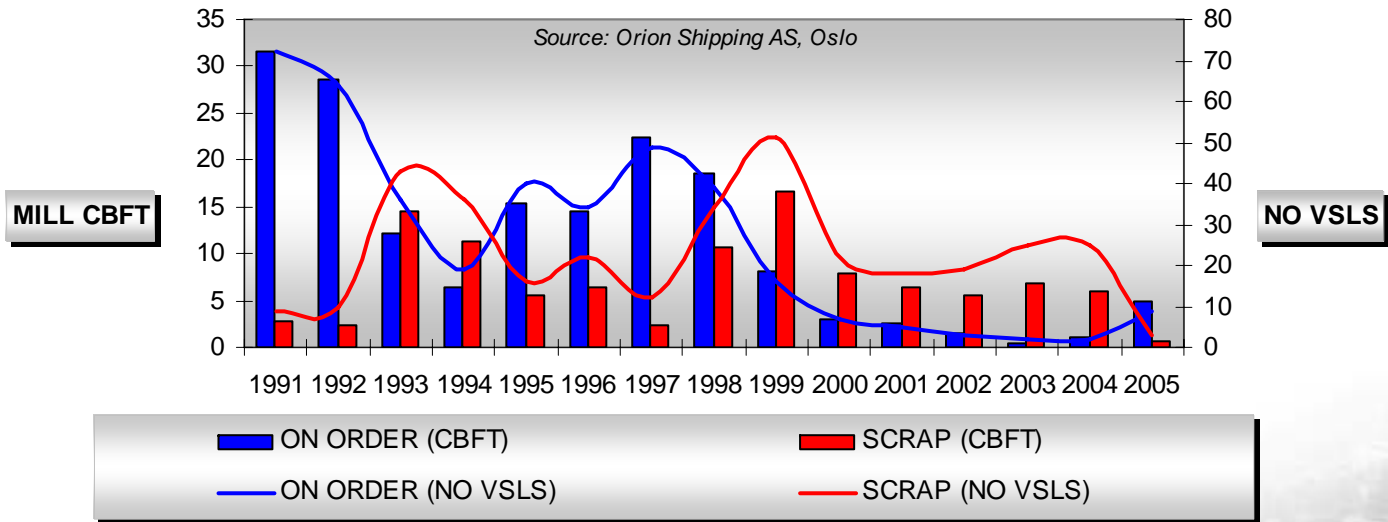
...but less than in previous years

Source Orion Shipping

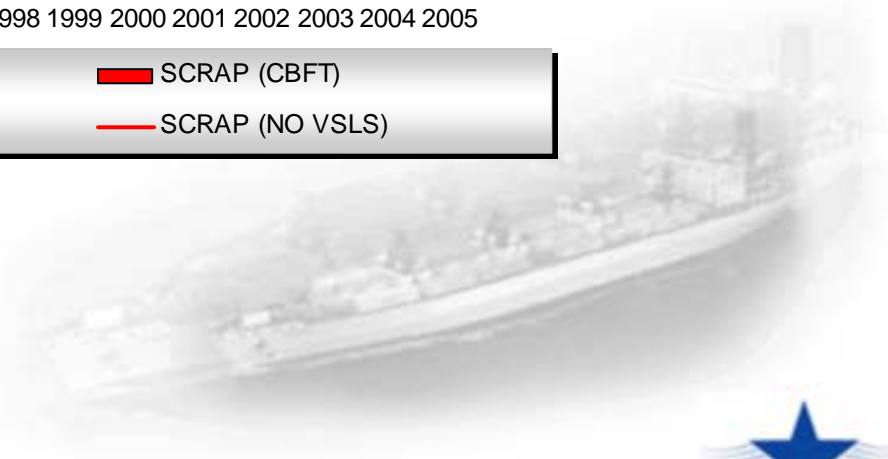


Reefer capacity continues to decline...

REEFER VESSELS ORDERBOOK -VS- SCRAP

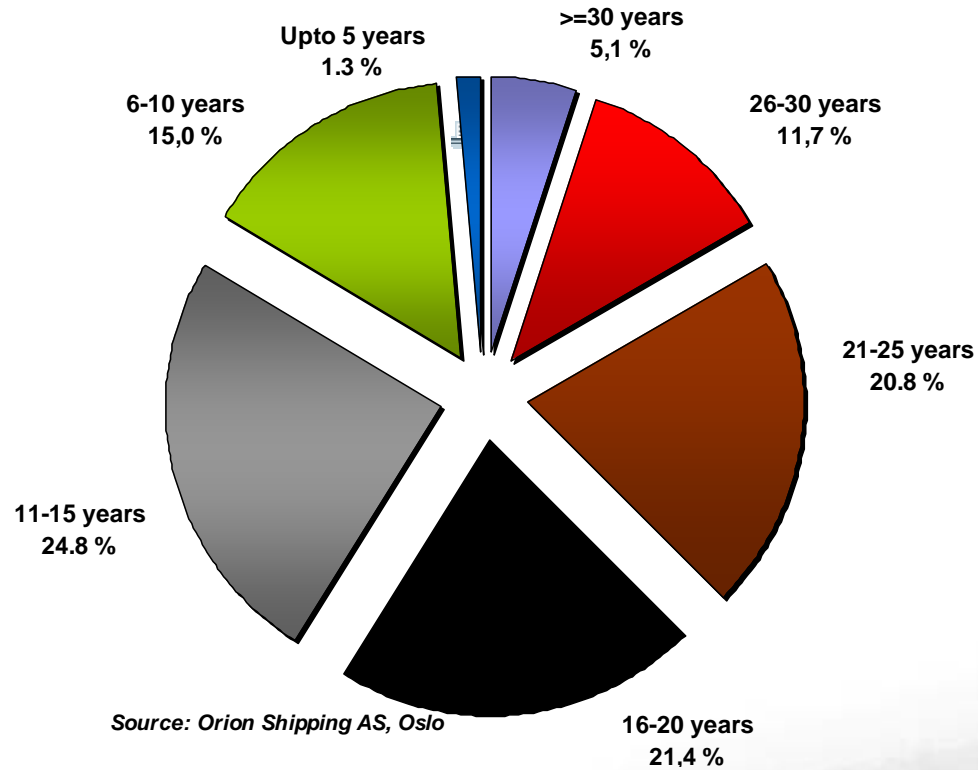


9 vessels on order



Age Profile Reefer Fleet

REEFER FLEET - VESSEL EXCESS OF 250.000 CBFT (% IN CBFT)



Fleet > 250.000 cbft: 563 vessels and 243 mill. cbft

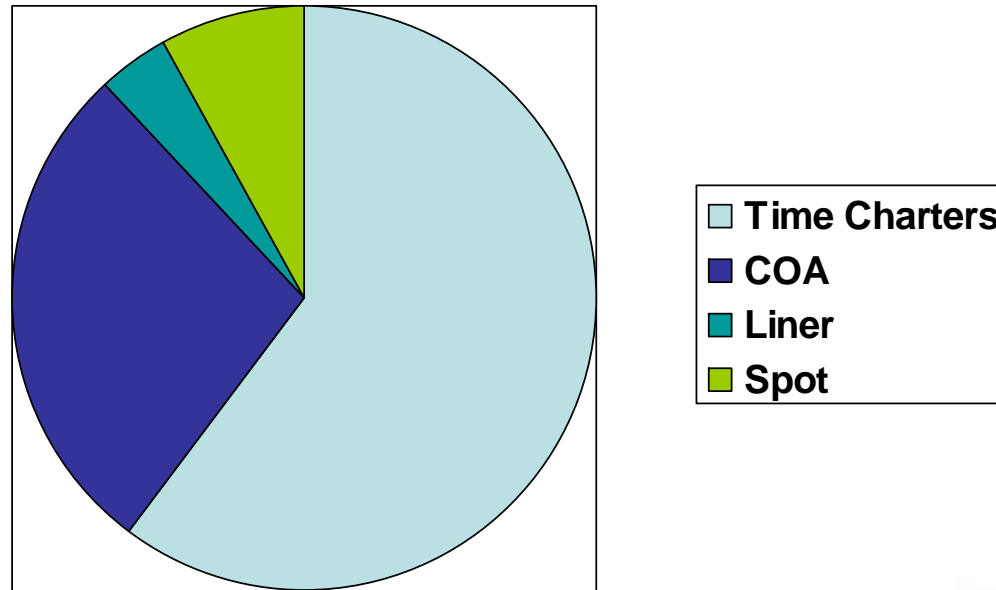


STAR Reefers Highlights Q3 2005 vs Q3 2004

- ★ Net income before gains of USD 2.5 m (USD 0.2m)
- ★ Net income of USD 4.2 m (USD 4.6m)
- ★ EPS of Q3 2005 USD 0.48 (USD 0.54)
- ★ Average freight rates up 20%
- ★ Delivery of 7 vessels for USD 132 m
- ★ Reduced margins & extended maturity on USD 161.2 loans
- ★ Sale & leaseback of Regal Star generating USD 1.7 m in profit



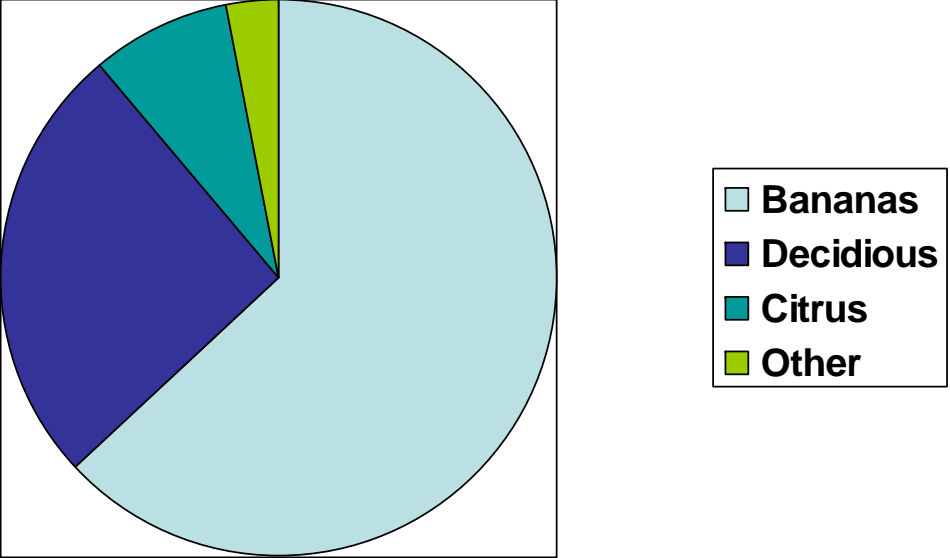
Employment of Star Reefers Fleet 2005



Focus on Customer Relationships



Star Reefers Revenue by Goods Carried 2005



Focus on bananas



STAR Core Fleet 30 September 2005

	# of Ships	Capacity (mill cbft.)	Average Age	Average Size 1 000 cbft.
Owned	23	11.5	14	503
Bare Boat Charter	7	3.8	13	538
Time Charter	7	4.0	10	574
Total Fleet	37	19.4	13	523
Newbuildings (TC)	4	2.3	-2	585



Profit & Loss Account

	3Q 2005	3Q 2004	YTD 30-Sep-05	YTD 30-Sep-04
Net operating revenues	\$ 32.5	\$ 29.8	\$ 119.2	\$ 105.5
Ships operating expenses	-11.1	-9.5	-31.6	-29.6
Time charter hire	-11.0	-12.8	-38.9	-41.7
Administrative expenses	-1.9	-2.3	-6.9	-6.8
EBITDAR	8.5	5.2	41.8	27.4
Bare boat charter hire	-2.3	-2.3	-7.0	-6.9
Depr. and amortization	-2.3	-1.7	-5.8	-5.5
Gain sale ships/subsidiary	1.7	4.4	1.7	4.8
Operating profit	5.6	5.6	30.7	19.8
Interest expense	-1.2	-1.0	-2.8	-2.5
Other financial items	-0.2			-0.1
Net income	\$ 4.2	\$ 4.6	\$ 27.9	\$ 17.2
EPS	\$ 0.48	\$ 0.54	\$ 3.19	\$ 2.05



Balance Sheet

	<u>30-Sep-05</u>	<u>31-Dec-04</u>
Vessels	\$ 275.2	\$ 163.3
Other fixed assets	4.0	8.4
Other current assets	38.5	11.6
Bank deposits	18.8	21.5
Total assets	<u>\$ 336.5</u>	<u>\$ 204.8</u>
Equity	<u>\$ 116.9</u>	<u>\$ 87.5</u>
Interest-bearing debt	194.2	99.4
Short term liabilities	25.4	17.9
Total equity and liabilities	<u>\$ 336.5</u>	<u>\$ 204.8</u>
Equity ratio	35%	43%
Equity per share	\$13.48	\$10.29



Star Reefers Shareholders October 2005

	# of shares	% of shares
Siem Industries	6,272,534	72.3%
Caiano Ship + Caiano AS	321,000	3.7%
KLP	247,250	2.8%
Odin Maritim	200,000	2.3%
Warren Wicklund	125,300	1.4%
Toluma	90,000	1.0%
NSV Invest AS	75,000	0.9%
Dieselgården AS	75,000	0.9%
Other shareholders	1,270,235	14.6%
Total	8,676,319	100.0%



Share Price Star Reefers Past 12 Months

