



# GLOBAL SHIP LEASE



**Fourth Quarter 2010  
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, contracted and yet to be contracted 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 its management team's and board of 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 fourth quarter earnings press release for a discussion of these non-GAAP financial measures.*

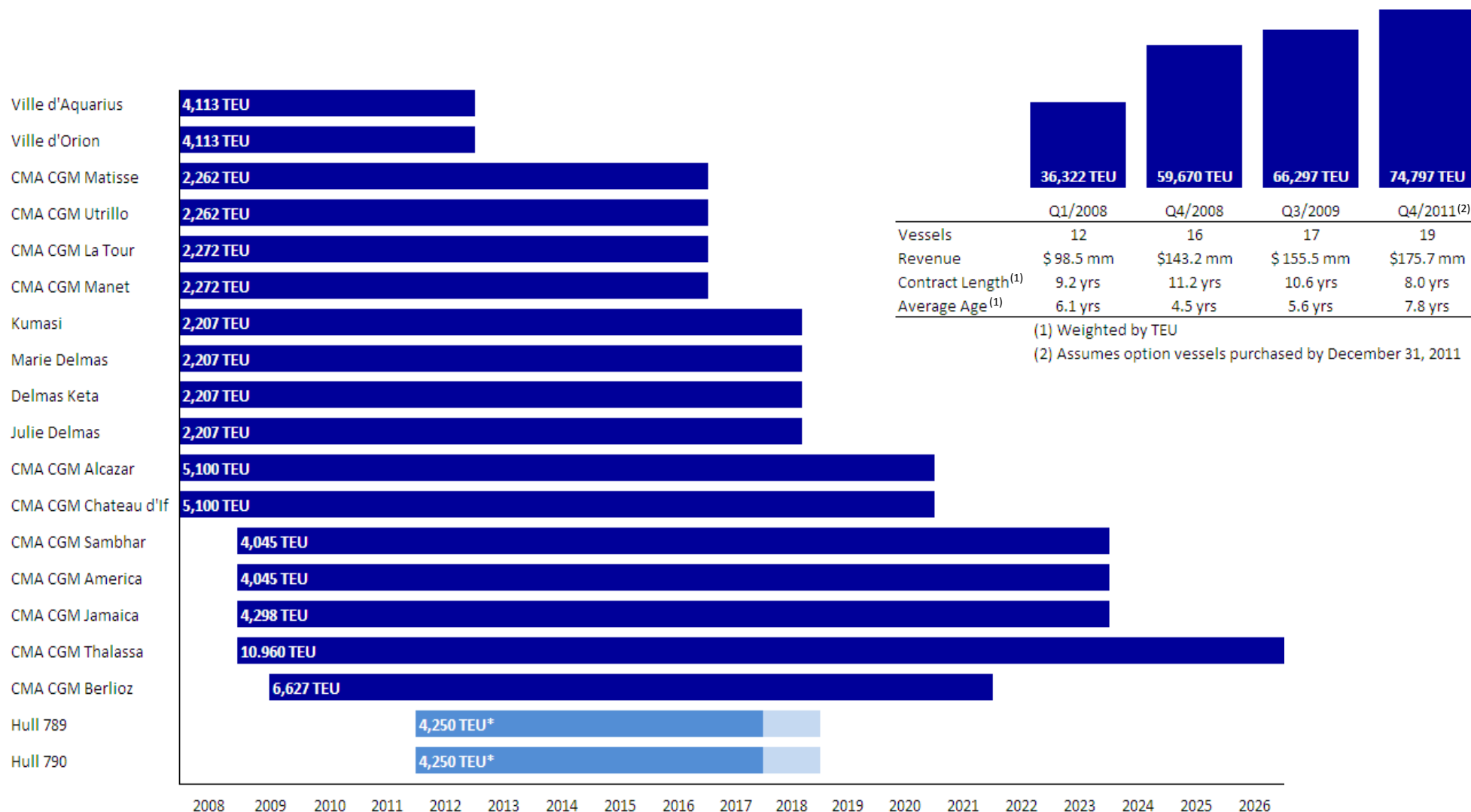


# Global Ship Lease: Q4 2010 Highlights



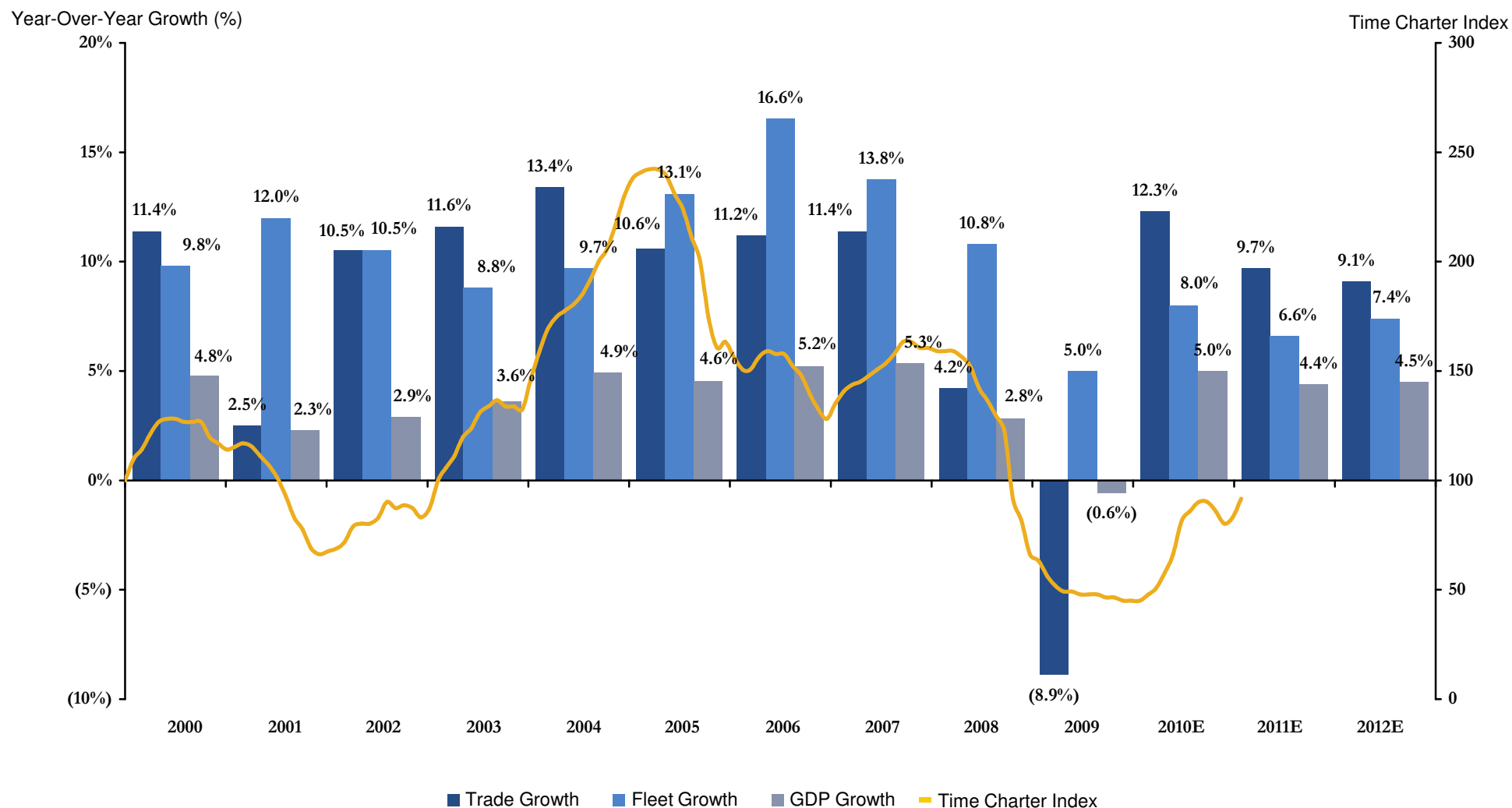
- Revenue of \$40.0 million for fourth quarter 2010 and \$158.8 million for full year 2010
- EBITDA for fourth quarter 2010 \$26.4 million and \$108.9 million for full year 2010
- Normalized net earnings was \$6.6 million for fourth quarter 2010 and \$28.4 million for full year 2010
  - Normalized net earnings for fourth quarter 2010 excludes \$11.7 million non-cash interest rate derivative mark-to-market gain and \$17.1 million impairment charge
  - Normalized net earnings for full year excludes \$15.3 million non-cash interest rate derivative mark-to-market loss and \$17.1 million impairment charge
- Including non-cash mark-to-market items and the impairment charge, reported net income of \$1.2 million for fourth quarter 2010 and net loss \$4.0 million for full year 2010
- Paid down \$20.4 million of debt in fourth quarter and \$55.4 million during 2010
- Reached agreement with sellers of two 4,250 TEU container vessels to cancel the purchases due in December 2010. Global Ship Lease paid \$6.6 million and released \$8.1 million deposits per vessel and received an option but not the obligation to purchase each vessel in one year (December 2011/January 2012) for a final payment of \$61.25 million

# 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



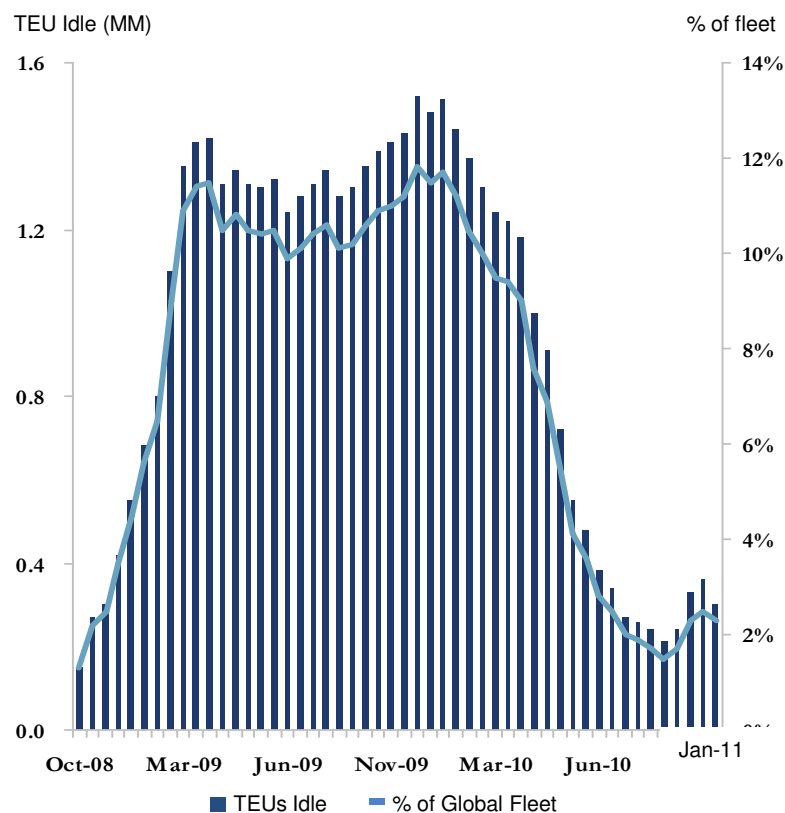
Source: Clarksons Research Services and Alphaliner. 2010E, 2011E and 2012E trade growth and fleet growth data from Clarkson's Container Intelligence Monthly, January 2011.  
 (1) The 2010 forecasts are based on data available in January 2011 for full year 2010 and are subject to change.

# Containership Supply has Tightened

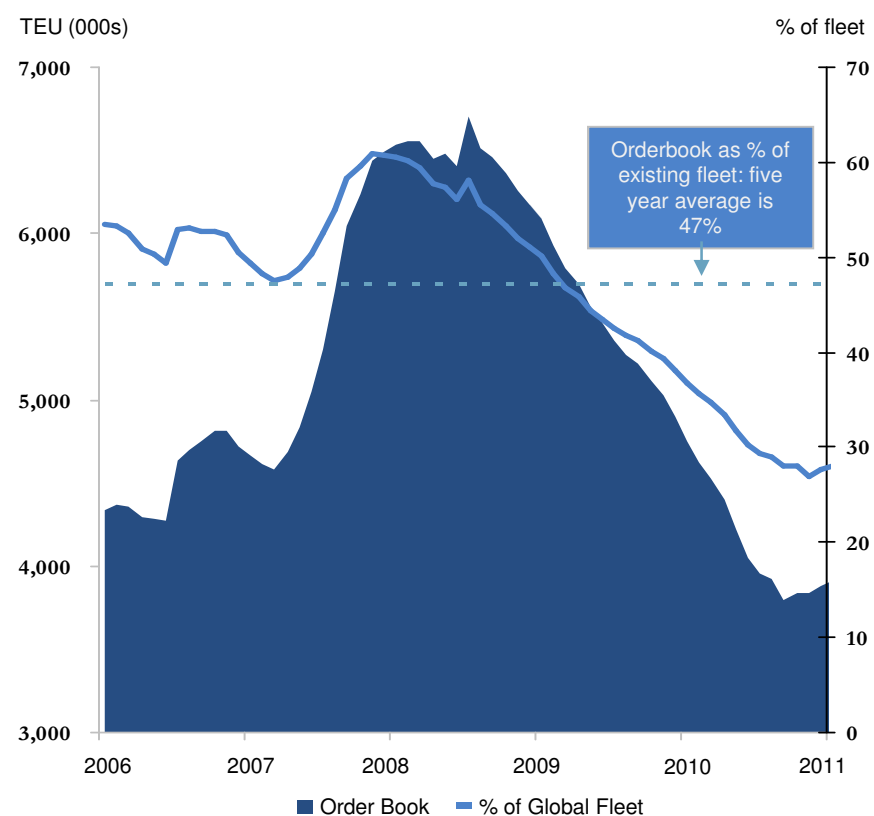


- Idle capacity down significantly, despite seasonal slowdown during 4Q 2010
- Orderbook at 28% of standing capacity, down from 60% at peak and below five year average of 47%
- Slow steaming has absorbed capacity and is expected to continue

## Virtually All Fleet Active



## Orderbook Overhang Dissipating



Source: Clarksons Research Services' Container Intelligence Monthly and Alphaliner.





# Q4 2010 Financials



GLOBAL SHIP LEASE



# Financial Results



	Three months ended December 31 (Unaudited)		Year ended December 31 (Unaudited)	
	2010	2009	2010	2009
(\$ in thousands)				
<b>Operating revenues</b>	<b>\$40,035</b>	<b>\$39,884</b>	<b>\$158,837</b>	<b>\$148,708</b>
<b>Operating expenses</b>				
Vessel operating expenses	11,383	9,851	42,067	41,368
Depreciation	10,096	10,066	40,051	37,307
General and administrative	2,410	2,187	8,253	8,748
Impairment charge	17,082	-	17,082	-
Other operating (income)	(163)	(82)	(389)	(432)
<b>Total operating expenses</b>	<b>40,808</b>	<b>22,022</b>	<b>107,064</b>	<b>86,991</b>
Operating (loss) income	(773)	17,862	51,773	61,717
Interest income	24	36	185	519
Interest expense	(5,962)	(6,107)	(23,828)	(24,224)
Realized and unrealized gain (loss) on derivatives	7,367	702	(32,049)	4,806
Income (loss) before taxes	656	12,493	(3,919)	42,818
Income taxes	570	(145)	(52)	(444)
<b>Net income (loss)</b>	<b>1,226</b>	<b>12,348</b>	<b>(3,971)</b>	<b>42,374</b>

# Balance Sheet



<i>(\$ in thousands)</i>	December 31, 2010 (Unaudited)	December 31, 2009 (Unaudited)
<b>Assets</b>		
Cash and cash equivalents	28,360	30,810
Restricted cash	3,027	3,026
Accounts receivable	7,341	7,838
Prepaid expenses	712	685
Other receivables	264	613
Deferred tax	265	285
Deferred financing costs	1,009	903
Total current assets	40,978	44,160
Vessels in operation	922,498	961,708
Vessel deposits	-	16,243
Other fixed assets	10	9
Intangible assets – vessel purchase options	13,645	-
Intangible assets – other	26	-
Deferred tax	-	161
Deferred financing costs	3,865	5,077
Total non-current assets	940,044	983,198
<b>Total assets</b>	<b>981,022</b>	<b>1,027,358</b>
<b>Liabilities and Stockholders' Equity</b>		
Current portion long-term debt	44,500	68,300
Intangible liability - charter agreements	2,119	2,119
Accounts payable	1,391	3,502
Accrued expenses	5,575	4,589
Derivative instruments	17,798	15,971
Total current liabilities	71,383	94,481
Long-term debt	488,269	519,892
Preferred shares	48,000	48,000
Intangible liability - charter agreements	22,169	24,288
Derivative instruments	26,637	13,142
Total long-term liabilities	585,075	605,322
<b>Total Liabilities</b>	<b>656,458</b>	<b>699,803</b>
<b>Total Stockholders' Equity</b>	<b>324,564</b>	<b>327,555</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>981,022</b>	<b>1,027,358</b>



# Q&A



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