

Earnings Release 1st quarter 2021

First quarter result

NBZ had an excellent first quarter with a profit after tax of USD 145,000. The improvement that started during the last quarter of 2020 continued the quarter thereafter. Main reason for this improvement is the flourishing dry cargo market. New time charter contracts were concluded at higher rates and the valuations of NBZ's two participations in the container market and the bulk market were revised upwards. As these participations don't include put and call options, NBZ can optimally benefit from increased market values.

The situation in the tanker market is less favourable. Still, NBZ's interests in the products and chemicals market are running satisfactorily because long term employment for these vessels were concluded and price exit agreements (put/call options) protect NBZ from further falling market values.

Market conditions

Led by China and the US, global industrial production and trade are sharply rebounding following global vaccination campaigns. The world trade index lost 16% for the period January-May 2020. By the end of 2020, this index returned to pre-corona levels and pointed to a 5.3% annual growth pace in February 2021. This partly explains the improvement of the dry cargo market. Due to strong demand for consumer goods, mainly produced in China, 2020 already ended positively for the dry market. Additionally, the logistical complications resulting from the stranding of the Ever Given in the Suez Canal resulted in historic high freight rates in the container market. The second hand market benefitted from these developments and second-hand values of ships substantially escalated within the dry cargo market.

The recovery in the tanker market has not yet taken place. On the demand side, this market is strongly dependent on global oil production levels and these are still far from the level before the corona crisis. The International Energy Agency recently raised its expectations for 2021 to an oil production level of 96.5 million barrels per day, an increase of 6-7% from a year ago. Despite the low freight market, prices of second-hand tankers appear to be increasing slightly in the slipstream of the increased price levels in the dry cargo market.

Investments

NBZ is currently working on the acquisition of a participation in two tankers featuring 5 years employment. Closing is planned by the end of May 2020.

The previously reported sale of the Caribe Ilse was completed on March 12, 2021. The sales price corresponds with the value in the accounts of NBZ.

Bond loan

On May 4, 2021, NBZ announced the issuance of a USD 4 million bond loan. The interest rate on the bonds is 6% per year and the term is 4 years. NBZ plans to use the proceeds to expand its investment portfolio and achieve better economies of scale. At the time of writing, 15% of the bonds have been placed.

Dividend

If the result and overall financial position permit, NBZ will pay dividends twice a year, during the 2nd and 4th quarter.

Intrinsic value

The intrinsic value amounts to USD 8,14 per 31 March 2021 (EUR 6,94, EUR/USD 1,1739)

Earnings Release

1st quarter 2021

<i>USD</i>	1st quarter 2021	4th quarter 2020
Equity (x 1.000 USD)	6.480	6.335
Shares outstanding	795.658	795.658
Intrinsic value (USD)	8.14	7.96

Outlook

As outlined above, the current market situation for the dry cargo and tanker market are very different. The differences are mainly on the demand side. While trade volumes are increasing worldwide (from which dry cargo is benefiting), the oil market needs more time to return to pre-corona levels. On the supply side however, the situation in the dry cargo and tanker markets are similar with orderbooks at an historic low level meaning that the delivery of new vessels will remain limited in the coming years.

Based upon above outline NBZ is optimistic about the medium-term prospects in the dry cargo market. Assuming that the oil production gradually increases to the pre-corona level, some optimism is also justified for the tanker market, but more patience in this respect seems necessary.

Amsterdam, May 20th 2021



Balance Sheet (Consolidated)

x USD 1.000

31-03-2021 31-03-2020

Assets

Participations in ships	6.107	6.045
Investments in joint ventures	7	7
Other current assets	43	330
Cash and cash equivalents	485	265
	6.642	6.647

Liabilities

Group equity	6.480	5.512
Current liabilities	162	1.135
	6.642	6.647

Prof & Loss (Consolidated) 1st Quarter 2021

x USD 1.000

1st quarter
2021

1st quarter
2020

Income

Alteration in value Henrietta	3	6
Alteration in value North Sea Gas	-4	35
Alteration in value Eagle	15	15
Alteration in value Brasgas	11	14
Alteration in value Super Greenship	5	29
Alteration in value Forest Wave Navigation	11	2
Alteration in value Parchem III	13	19
Alteration in value Nordic Handysize	80	-140
Alteration in value Thor Dahl Shipping	111	9
Alteration in value RF Tankers	11	15
Other income	6	32
	262	36

Other results

Transaction and investment costs	-11	-26
Valutaresultataten	0	-5
	-11	-31

Operating expenses

Management fees	-26	-46
Other operating expenses	-80	-100
	-106	-146

Result before tax

	145	-141
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Tax

	145	-141
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Result after tax



Explanation

General

The presented financial information includes the consolidated balance sheet and results of NBZ N.V. and its 100% subsidiaries.

Accounting principles for the valuation of assets and liabilities and determination of the result

The principles used for the valuation of assets and liabilities and the determination of the result are in accordance with the principles used in the preparation of the financial information as at 31 December 2020 and the 2020 half-year report.

Explanation of balance sheet and results

Investments

No investments were sold and no new investments were made during the reporting period.

Equity

The movement in equity concerns the result of the current financial year.

Other operating expenses

Other operating expenses include the costs for accountant, supervisory directors, AFM, costs of Euronext listing of NBZ N.V.

The above report has not been audited

Amsterdam, May 20th 2021
Annexum Beheer BV

