

THIRD QUARTER 2017 EBITDA IN LINE WITH EXPECTATIONS

EBITDA forecast for the year 2017 EUR 60 to 62 million

- **Revenue EUR 177.0 million, up by EUR 42.9 million or 32.0% from Q3 2016**
 - Volume in liner services up 3.2%; revenue up EUR 12.8 million or 12.8%
 - Volume in forwarding services up 50.8%; revenue up EUR 30.2 million or 87.1%, of which EUR 23.5 million came from new acquisitions
- **EBITDA EUR 19.3 million, up by EUR 1.5 million or 8.6% from Q3 2016**
- **Net earnings EUR 8.8 million compared to EUR 9.4 million in Q3 2016**
 - Mainly reflecting adverse currency exchange fluctuations of EUR 1.0 million
- **Equity ratio 54.5% and net debt EUR 88.4 million at the end of September**

Amounts are in thousands of EUR

CONSOLIDATED INCOME STATEMENT	Q3 2017	Q3 2016	Change	%	9M 2017	9M 2016	Change	%
Revenue	177,019	134,070	42,949	32.0%	497,015	373,425	123,590	33.1%
Expenses	157,732	116,310	41,422	35.6%	451,715	329,855	121,860	36.9%
Operating profit - EBITDA	19,287	17,760	1,527	8.6%	45,300	43,570	1,730	4.0%
Depreciation and amortization	(7,561)	(6,917)	(644)	(9.3%)	(22,417)	(20,079)	(2,338)	(11.6%)
Results from operating activities - EBIT	11,726	10,843	883	8.1%	22,883	23,491	(608)	(2.6%)
Net finance (expense) income	(1,650)	(369)	(1,281)	-	(5,996)	(1,028)	(4,968)	-
Share of (loss) earnings of associated companies	(20)	196	(216)	-	(193)	411	(604)	-
Net earnings before income tax	10,056	10,670	(614)	(5.8%)	16,694	22,874	(6,180)	(27.0%)
Income tax	(1,264)	(1,289)	25	1.9%	(2,775)	(2,893)	118	4.1%
Net earnings for the period	8,792	9,381	(589)	(6.3%)	13,919	19,981	(6,062)	(30.3%)
Earnings per share in EUR	0.0462	0.0490	(0.0028)	(5.8%)	0.0733	0.1056	(0.0323)	(30.6%)
Revenue change	32.0%	5.9%			33.1%	1.2%		
EBITDA ratio	10.9%	13.2%			9.1%	11.7%		
EBIT ratio	6.6%	8.1%			4.6%	6.3%		
Net debt / LTM-EBITDA	1.60	0.65			1.60	0.65		
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30.09.2017	30.09.2016	Change	%	30.09.2017	31.12.2016	Change	%
Assets	445,663	379,111	66,552	17.6%	445,663	391,691	53,972	13.8%
Non-current assets	294,461	237,878	56,583	23.8%	294,461	253,256	41,205	16.3%
Current assets	151,202	141,233	9,969	7.1%	151,202	138,435	12,767	9.2%
Equity	242,703	240,061	2,642	1.1%	242,703	243,775	(1,072)	(0.4%)
Liabilities	202,960	139,050	63,910	46.0%	202,960	147,916	55,044	37.2%
Non-current liabilities	101,586	51,272	50,314	98.1%	101,586	64,456	37,130	57.6%
Current liabilities	101,374	87,778	13,596	15.5%	101,374	83,460	17,914	21.5%
Interest-bearing debt	112,960	79,958	33,002	41.3%	112,960	81,149	31,811	39.2%
Net debt	88,415	34,836	53,579	153.8%	88,415	41,606	46,809	112.5%
Tangible assets / Total assets	85.8%	92.7%			85.8%	89.4%		
Equity ratio	54.5%	63.3%			54.5%	62.2%		
CONSOLIDATED STATEMENT OF CASH FLOWS	Q3 2017	Q3 2016	Change	%	9M 2017	9M 2016	Change	%
Net cash from operating activities	7,669	5,831	1,838	31.5%	26,824	34,182	(7,358)	(21.5%)
Net cash used in investing activities	(9,965)	(7,225)	(2,740)	(37.9%)	(50,016)	(21,465)	(28,551)	(133.0%)
Net cash (used in) provided by financing activities	(9,382)	(1,213)	(8,169)	-	9,169	(3,455)	12,624	-
Changes in cash and cash equivalents	(11,678)	(2,607)	(9,071)	-	(14,023)	9,262	(23,285)	-
Cash and cash equivalents at the beginning of the period	36,608	47,463	(10,855)	(22.9%)	39,543	35,983	3,560	9.9%
Effects of exchange rate fluctuations on cash held	(385)	266	(651)	-	(975)	(123)	(852)	-
Cash and cash equivalents at the end of the period	24,545	45,122	(20,577)	(45.6%)	24,545	45,122	(20,577)	(45.6%)

GYLFI SIGFÚSSON, PRESIDENT AND CEO

"The third quarter 2017 is the company's largest quarter in terms of revenue and EBITDA since 2009. Revenues were EUR 177.0 million, up by EUR 42.9 million or 32.0% from last year, largely explained by new acquisitions, volume growth and increased freight rates. The EBITDA results are in line with our expectations, in the amount of EUR 19.3 million or up by 8.6% from last year. Net earnings for the quarter amounted to EUR 8.8 million, down by EUR 0.6 million from last year, mainly reflecting adverse currency exchange fluctuations year-on-year of EUR 1.0 million.

Liner services revenue in the third quarter amounted to EUR 112.2 million, up EUR 12.8 million or 12.8% compared to 2016. The volume in the North Atlantic sailing system grew by 3.2%. Imported volume to Iceland continues to grow substantially while the export volume is stable. Exports from the Faroe Islands remain strong but imports have decreased. At the same time the company faced a decrease in volume on the northbound in Norway while the southbound volume was stable. Liner services EBITDA for the quarter was EUR 13.8 million, down by EUR 0.3 million or 2.1%. The decrease in EBITDA is largely explained by lower activity in Norway and higher IT expenses, with implementation of new systems and additional cost related to changing the service provider for the group's IT systems.

Forwarding services performed well in the quarter, with 50.8% volume growth. Revenues were EUR 64.8 million, up EUR 30.2 million or 87.1%. Forwarding acquisitions accounted for 67.8% of the segment's revenue growth and 19.3% came from organic growth. EBITDA from forwarding services was EUR 5.5 million, up EUR 1.8 million or 49.0%. Thereof EUR 1.7 million came from new acquisitions which are performing well.

The company's revenue for the first nine months amounted to EUR 497.0 million, up EUR 123.6 million or 33.1%. Transported volume in the liner services grew by 3.2% compared to the first nine months last year and the forwarding volumes were up 40.1%. EBITDA for the first nine months was EUR 45.3 million, up EUR 1.7 million or 4.0% from last year's EBITDA. Taking into account the EUR 2.3 million non-recurring items in the first quarter of the year, adjusted EBITDA was up EUR 4.0 million or 9.2%. Eimskip continues to grow its revenues internally by investing in adding capacity and making adjustments to its sailing system, which increased expenses during the first six months by EUR 2.7 million. EBITDA was also negatively affected by EUR 1.1 million imbalance cost in the first half. In the third quarter, the investment in the sailing system became profitable and the company's third quarter EBITDA was not affected by imbalance cost. We will continue to invest and adjust our sailing system with special emphasis on lowering cost per TEU and increase operational efficiency to increase the profitability of the liner system. EBITDA from forwarding services was EUR 14.5 million, up EUR 5.6 million or 63.1%, of which EUR 4.6 million came from new acquisitions which are performing well. Net earnings for the first nine months were EUR 13.9 million, down EUR 6.1 million compared to 2016, due to adverse currency exchange fluctuations of EUR 4.0 million, increased depreciation and amortization of EUR 2.3 million and extraordinary charges of EUR 2.3 million in the first quarter.

As a part of its organic growth strategy, Eimskip will further strengthen its Trans-Atlantic services by offering new weekly services between Northern Europe and North America. The third vessel has been added to the Green Line as from week 47. Eimskip's Trans-Atlantic volumes are three times larger than they were in 2009 and in 2017 volumes are up 33%. This volume growth, together with a new short-sea agreement with the international shipping company CMA CGM between Halifax, Nova Scotia and Portland, Maine in the US, creates foundation for the weekly services. It is a big step for the company to start weekly service and it opens doors to a new customer base that demands weekly service. We have added a harbor crane in Argentina, Newfoundland and Labrador, to

allow us to use two gearless vessels on the Green Line that will lower the operating costs of the vessels. At the same time, we are adding one harbor crane to the port of Sundahöfn, Reykjavík to further increase productivity.

Eimskip signed an agreement with GAMMA Capital Management in November to establish the inventory financing company Krít ehf. With the agreement, Eimskip is opening up new opportunities for customers of value added services by connecting logistics services with inventory financing. The company is using its IT systems to connect with the financial services of Krít ehf., creating a fast, efficient and secure financing solution for customers.

We are pleased to have finalized a favorable agreement with the Nordic Investment Bank (NIB) to purchase three buildings in Eimskip's terminal in Reykjavík which the company has leased from NIB since 2009. These are the office building for Eimskip's headquarters, a dry warehouse and a cold storage facility in Sundahöfn. The total size of the assets is 10,440 square meters and the purchase price is EUR 8.3 million. Payment for the assets and transfer of ownership will take place in the middle of 2019. The assets and the financial commitment are included in the balance sheet.

In the third quarter, the company signed a stevedoring contract with the silicon metal production plant PCC Bakki Silicon in Húsavík, in the north of Iceland, for the operation of a terminal related to the plant. Eimskip is currently operating terminals for various heavy industries around Iceland.

Eimskip continues working on organic growth and strategic accretive acquisitions to increase shareholder value. The recent acquisitions have been performing well, are accretive and adding shareholder value. The company's strategy to grow by acquiring specialized forwarding companies has been working well. Integration of these acquisitions is in process, creating a more powerful network and growth opportunities through new commodities, new trade lanes, cross selling and synergies. With the acquisitions, the company has also achieved other goals by increasing the proportion of asset-light EBITDA, generating higher return on capital and geographically diversifying revenues and EBITDA. The company continues to evaluate additional acquisition opportunities and vessel investments on an ongoing basis.

The EBITDA results for the first nine months are in line with our expectations. Volume in the company liner and forwarding system in the first six weeks of the fourth quarter are in line with our expectations. The company expects the Norwegian operation to get back on track after some challenges. Eimskip has been working on a restructuring project related to the operation in Asia. Included in the forecasted EBITDA for 2017 is an estimated revenue transaction related to the restructuring project that is expected to increase the company's fourth quarter revenue and EBITDA by EUR 2.5 million. The EBITDA forecast for the year 2017 is EUR 60 to 62 million, taking into account the estimated gain from the restructuring project."

THIRD QUARTER OPERATIONS

Eimskip's revenue amounted to EUR 177.0 million in the third quarter 2017 compared to EUR 134.1 million in the same period last year, up EUR 42.9 million or 32.0%. Transported volume in the liner services grew 3.2%, mainly explained by substantial growth in import to Iceland and export from the Faroe Islands. On the other hand, the liner services volume in Norway decreased compared to a very strong third quarter volume in 2016. Liner services revenue amounted to EUR 112.2 million, up 12.8%. Forwarding services performed well in the quarter, volume growth was 50.8% and revenue amounted to EUR 64.8 million, up 87.1%. Of the forwarding revenue growth, 67.8% is coming from the new acquisitions in the group and 19.3% from organic growth, resulting from growing transport volumes and higher international freight rates.

Total expenses in the third quarter were EUR 157.7 million compared to EUR 116.3 million in the same quarter last year, up by EUR 41.4 million or 35.6%. The liner services expenses amounted to EUR 94.7 million, up by 16.7%. The increase is explained by expansion of capacity in the sailing system and higher fuel cost. Also higher salary cost, related to strengthening of the ISK year-on-year and general wage and activity increase. There were challenges in the Norway operation in the quarter compared with 2016, the best year in Eimskip Norway's history. Forwarding services expenses were EUR 63.0 million, up 79.3%. The increase of expenses in the forwarding services is, like the revenue growth, mainly explained by addition of new acquisitions, growing transport volumes and higher freight rates from the deep sea lines.

EBITDA for the quarter amounted to EUR 19.3 million compared to EUR 17.8 million in the third quarter last year, up EUR 1.5 million or 8.6%. The new acquisitions increased the third quarter's EBITDA by EUR 1.7 million. EBITDA from the company's liner services was EUR 13.8 million in the quarter compared to EUR 14.0 million in the third quarter last year, down by EUR 0.3 million or 2.1%. EBITDA from the company's forwarding services was EUR 5.5 million, up EUR 1.8 million or 49.0%, of which 45.3% came from acquisitions and 3.7% from organic growth.

Depreciation and amortization amounted to EUR 7.6 million, up by EUR 0.6 million or 9.3% compared to the previous year, but in line with recent quarters. The increase is mainly explained by higher investments in fixed and intangible assets and new group companies.

Net finance expense amounted to EUR 1.7 million in the third quarter compared to net finance expense in the amount of EUR 0.4 million in the same period last year, negative year-on-year difference of EUR 1.3 million. Currency exchange fluctuations in the quarter resulted in negative currency exchange movements of EUR 0.6 million compared to a EUR 0.5 million positive currency exchange movements in the third quarter 2016. The currency exchange difference is mainly resulting from unfavorable currency exchange movements in the third quarter compared to the same period last year.

Net earnings for the third quarter amounted to EUR 8.8 million compared to EUR 9.4 million for the same period 2016, down EUR 0.6 million, which is mostly explained by the currency exchange fluctuations.

NINE MONTHS OPERATIONS

- **Revenue EUR 497.0 million, up by EUR 123.6 million or 33.1% from 9M 2016**
 - Volume in liner services up 3.2%; revenue up EUR 43.2 million or 15.5%
 - Volume in forwarding services up 40.1%; revenue up EUR 80.4 million or 84.8%, coming from new acquisitions and organic growth
- **EBITDA EUR 45.3 million, up by EUR 1.7 million or 4.0% from 9M 2016**
 - Adjusted EBITDA EUR 47.6 million, up 9.2%, taking into account non-recurring items of EUR 2.3 million in Q1 2017

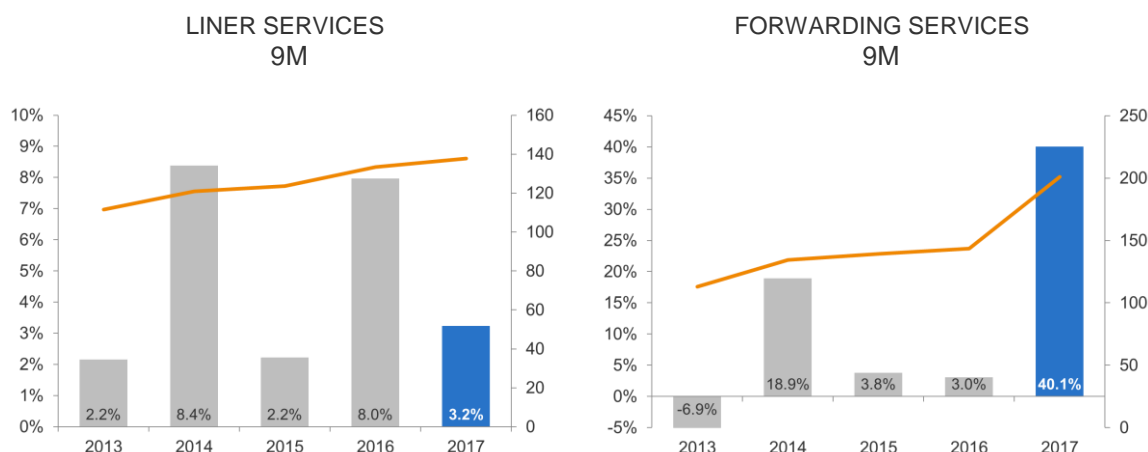
Eimskip's revenue for the first nine months 2017 amounted to EUR 497.0 million compared to EUR 373.4 million in the same period last year, up by EUR 123.6 million or 33.1%. Transported volume in the liner services grew 3.2%, with growth in Iceland and the Faroe Islands and volume growth in the forwarding services was 40.1%, due to new acquisitions and organic growth.

Total expenses of the company were EUR 451.7 million compared to EUR 329.9 million in the same period last year, up by EUR 121.9 million or 36.9%. The expense increase is explained by new acquisitions, expansion of capacity in the sailing system, higher fuel cost, higher salary cost related to strengthening of the ISK year-on-year, general wage and activity increase, growing transport volumes and higher freight rates from the deep sea lines.

EBITDA for the period amounted to EUR 45.3 million compared to EUR 43.6 million for the first nine months last year, up by EUR 1.7 million or 4.0%. Adjusted EBITDA was EUR 47.6 million, up EUR 4.0 million or 9.2% from previous year, taking into account non-recurring items in the first quarter, amounting to a total of EUR 2.3 million: EUR 1.5 million due to the fishermen strike in Iceland, EUR 0.4 million cost related to acquisitions and a EUR 0.4 million fine imposed by the Financial Supervisory Authority in Iceland (FSA). The new acquisitions increased the EBITDA by EUR 4.6 million in the first nine months. The nine months EBITDA was also negatively affected by EUR 3.8 million of additional expenses due to the changed sailing system and the imbalance cost, realized in the first half of the year.

Net earnings for the first nine months amounted to EUR 13.9 million compared to EUR 20.0 million for the same period last year, down EUR 6.1 million which is mostly explained by currency exchange fluctuations, finance expense and increased depreciation.

The following graphs show that transported volume for the first nine months in the company’s liner and forwarding services has been gradually increasing 2013 to 2017 compared to the same period the year before. The volume index on the right axis is based on the 2010 volume as 100.

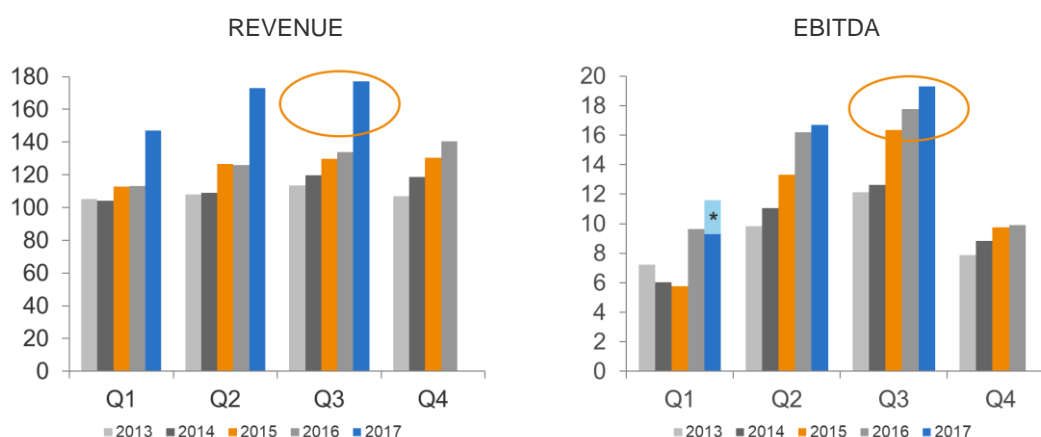


Changes were made to the company’s sailing system in February 2017 where a new Red Line was added and the services of the Green Line and the Gray Line were changed. Weekly coastal services were offered to support the increasing activities in Iceland. In May, the port of Helsingborg in Sweden replaced the port of Halmstad as a port of call. The new sailing system increased capacity to and from Europe and North America by 7-11%.

Eimskip operates 22 vessels, of which thirteen are owned and nine are chartered. Fifteen of the vessels are in scheduled services, three are in spot services, one is used for bulk cargo and three are in ferry operation. Eimskip purchased Sophia, a 700 TEU container vessel built in 2008, and renamed it Selfoss.

The company’s operations have been growing during the past years as can be seen in the following graphs showing how revenues and EBITDA are divided to quarters from 2013 to 2017. There was substantial growth in revenue and EBITDA in 2015 and 2016 and revenue growth continued in the first three quarters this year. EBITDA in the first quarter 2017 takes into account non-recurring items in the amount of EUR 2.3 million: EUR 1.5 million negative effect of the fishermen strike in Iceland, EUR 0.4 million fine imposed by the Financial Supervisory Authority in Iceland and EUR 0.4 million cost related to acquisitions.

EUR million



* Add-back of EUR 2.3 million non-recurring items in Q1 2017

BALANCE SHEET

- **Total assets EUR 445.7 million at the end of September**
- **Equity ratio 54.5%**
- **Interest-bearing debt EUR 113.0 million**
- **Net debt EUR 88.4 million**

Total non-current assets amounted to EUR 294.5 million at the end of September 2017 compared to EUR 253.3 million at year-end 2016. Net investments in fixed and intangible assets amounted to EUR 43.4 million compared to EUR 23.3 million in the first nine months 2016. The largest investments were the vessel building project in China, the vessel Selfoss and three buildings in Sundahöfn, Reykjavík. The company has signed an agreement with the Nordic Investment Bank (NIB) to purchase and take over the three buildings for EUR 8.3 million, but the purchase price will be paid in 2019. According to IFRS standards, the purchase commitment for the above mentioned buildings is categorized as a financial lease liability in the balance sheet and therefore increases non-current assets and non-current liabilities.

Total current assets amounted to EUR 151.2 million at the end of September compared to EUR 138.4 million at the end of 2016. Cash and cash equivalents amounted to EUR 24.5 million at the end of September compared to EUR 39.5 at year-end. Trade and other receivables increased from EUR 96.6 million at year-end 2016 to EUR 123.3 million at the end of September due to new group companies, seasonal fluctuations and currency exchange rates.

Equity amounted to EUR 242.7 million at the end of September and the equity ratio was 54.5% compared to 62.2% at year-end 2016. Dividend in the amount of ISK 1,269.1 million, equal to EUR 10.6 million, was paid to shareholders in April 2017.

Current liabilities amounted to EUR 101.4 million at the end of the third quarter compared to EUR 83.5 million at the end of 2016. The increase is explained by new group companies, seasonal fluctuations and currency exchange rates.

Interest-bearing debt amounted to EUR 113.0 million at the end of September and grew from EUR 81.1 million at the end of 2016. In January, Eimskip made an agreement with Íslandsbanki for an extended and increased revolving credit facility in the amount of EUR 47.0 million. The company has drawn a total of EUR 28.9 million on the credit facility this year in relation to investment projects, which mostly explains the increase in interest-bearing debt in the period. Net debt amounted to EUR 88.4 million compared to EUR 41.6 million at year-end 2016.

CASH FLOWS AND INVESTMENTS

- **Net cash from operating activities EUR 26.8 million in the first nine months 2017**
- **Net cash used in investing activities EUR 50.0 million**
- **Cash and cash equivalents EUR 24.5 million at the end of September**

Net cash from operating activities was EUR 26.8 million in the first nine months of 2017 compared to EUR 34.2 million in the same period last year.

Net cash used in investing activities for first nine months amounted to EUR 50.0 million compared to EUR 21.5 million in the same period 2016. Total capital expenditure was EUR 46.6 million, including maintenance CAPEX of EUR 16.4 million. The largest investments were the vessel building project in China, the vessel Selfoss and three buildings in Sundahöfn, Reykjavík. For comparison, CAPEX amounted to EUR 26.1 million in the first nine months of 2016, including maintenance CAPEX of EUR 16.3 million.

Net cash provided by financing activities amounted to EUR 9.2 million compared to EUR 3.5 million net cash used in financing activities in the first nine months of last year. The change is mainly explained by new loans related to investments.

Cash and cash equivalents at the end of September amounted to EUR 24.5 million compared to EUR 39.5 million at year-end 2016.

EBITDA FORECAST 2017

Eimskip's EBITDA forecast for the year 2017 is in the range of EUR 60 to 62 million.

The first nine months of the year were in line with the company's expectations as earlier outlined. The first quarter was negatively affected by the fishermen strike in Iceland and the second quarter was negatively affected by increased imbalance of cargo flow to and from Iceland, causing increased cost during the quarters. As of 1 June, the company implemented a Container Positioning Charge (CPC) to offset the increased cost. New acquisitions are performing according to expectations and are adding increased value. Volume in the company's liner and forwarding system in the first six weeks of the fourth quarter is in line with expectations. The company expects the Norwegian operation to get back on track after some challenges in the third quarter. In the third quarter, the investment in the sailing system became profitable and the company's third quarter EBITDA was not affected by imbalance cost. The company will continue to invest and adjust the sailing system with special emphasis on lowering cost per TEU and increase operational efficiency to increase the profitability of the liner system. The forwarding operation is expected to remain strong and grow due to new acquisitions and organic growth. Overall it is anticipated that the international freight rates will be more stable, but there is more uncertainty regarding fuel prices in the fourth quarter. Competition remains strong in the market area, especially in the company's North Atlantic liner operation. The company increased its capacity in the Trans-Atlantic/Green Line route by 11% and volume has grown by 33%. Eimskip has been working on restructuring the operation in Asia. Included in the forecasted EBITDA for 2017 is an estimated revenue transaction related to the restructuring project that is expected to increase the company's fourth quarter revenue and EBITDA by EUR 2.5 million.

There is general uncertainty regarding global economic conditions, volumes, rates, fuel cost, currency exchange rates and competition.

SHAREHOLDERS

- **Eimskip's market capitalization EUR 417.1 million on 21 November 2017**

The year-end 2016 closing price of Eimskip's shares was ISK 322.50 per share and the average closing price for the year 2016 was ISK 274.24 per share. The closing price on 21 November 2017 was ISK 272.00 per share, representing Eimskip's market capitalization based on outstanding shares in the amount of ISK 50.8 billion that day, the equivalent of EUR 417.1 million. For comparison, the company's market capitalization was ISK 59.2 billion or EUR 488.6 million on 16 November 2016.

The total number of shares is 200,000,000, thereof 186,639,230 shares are outstanding and 13,360,770 shares are in treasury. At year-end 2016 there were 806 shareholders and they were 733 on 20 November 2017.

Eimskip's Annual General Meeting, held on 23 March 2017, approved a dividend payment to shareholders of ISK 6.80 per share. The total dividend payment amounted to ISK 1,269.1 million, or EUR 10.6 million. The payment date was 19 April 2017.

KEY FIGURES BY QUARTER

Amounts are in thousands of EUR

OPERATING RESULTS	Q3 2017	Q2 2017	Q1 2017	Q4 2016	Q3 2016
Revenue	177,019	173,060	146,936	140,497	134,070
Expenses	157,732	156,357	137,626	130,592	116,310
EBITDA	19,287	16,703	9,310	9,905	17,760
EBIT	11,726	9,218	1,939	1,907	10,843
Net earnings for the period	8,792	4,934	193	1,914	9,381
EBITDA ratio	10.9%	9.7%	6.3%	7.0%	13.2%
EBIT ratio	6.6%	5.3%	1.3%	1.4%	8.1%
BALANCE SHEET	30.09.2017	30.06.2017	31.03.2017	31.12.2016	30.09.2016
Assets	445,663	434,390	414,652	391,691	379,111
Equity	242,703	236,706	234,879	243,775	240,061
Liabilities	202,960	197,684	179,773	147,916	139,050
Interest-bearing debt	112,960	114,376	91,733	81,149	79,958
Net debt	88,415	77,768	50,377	41,606	34,836
Equity ratio	54.5%	54.5%	56.6%	62.2%	63.3%
CASH FLOW	Q3 2017	Q2 2017	Q1 2017	Q4 2016	Q3 2016
Net cash from operating activities	7,669	11,779	7,535	14,485	5,831
Net cash used in investing activities	(9,965)	(24,989)	(17,479)	(18,442)	(7,225)
Net cash provided by (used in) financing activities	(9,382)	9,176	11,633	(1,306)	(1,213)
Cash and cash equivalents at the end of the period	24,545	36,608	41,356	39,543	45,122

INVESTIGATION OF THE ICELANDIC COMPETITION AUTHORITY

The investigation of the Icelandic Competition Authority is still ongoing. Eimskip will continue doing its best in providing answers in accordance with the company's legal obligation. It is in the interest of the company that the investigation will be completed as soon as possible.

THE FINANCIAL SUPERVISORY AUTHORITY IN ICELAND

A fine imposed by the Financial Supervisory Authority in Iceland (FSA) in the amount of EUR 0.4 million in relation to the publication of the company's first quarter results 2016 was expensed in the first quarter 2017. Eimskip has referred the case to the Icelandic courts as the company disagrees with FSA's interpretation of the law and its conclusion.

ABOUT EIMSKIP

Eimskip is a leading transportation company in the North Atlantic with connections to international markets and is specialized in worldwide freight forwarding services, with the vision of reaching excellence in transportation solutions and services. Eimskip was founded in 1914 and is a publicly traded company with its shares listed at Nasdaq Iceland. The company runs a network of 63 offices in 20 countries, operates 22 vessels and has about 1,830 employees.

INVESTOR MEETING 22 NOVEMBER 2017

Investors and market participants are invited to a meeting on Wednesday 22 November 2017 at 8:30 a.m. at Eimskip's headquarters in Korngardar 2 in Reykjavík. Gylfi Sigfússon, President and CEO, and Hilmar Pétur Valgardsson CFO will present the company's financial results for the third quarter and the first nine months 2017. Documents and a recording of the meeting (in Icelandic) will be available after the meeting on the company's investor relations website, www.eimskip.com/investors.

APPROVAL OF THE BOARD OF DIRECTORS

The Board of Directors of Eimskipafélag Íslands hf. approved the company's Condensed Consolidated Interim Financial Statements for the period 1 January to 30 September 2017 at its meeting on 21 November 2017.

FINANCIAL CALENDAR

- Q4 2017: Published 22 February 2018
- Annual General Meeting 2018: 22 March 2018
- Q1 2018: Published 17 May 2018
- Q2 2018: Published 30 August 2018
- Q3 2018: Published 20 November 2018
- Q4 2018: Published 21 February 2019
- Annual General Meeting 2019: 21 March 2019

FURTHER INFORMATION

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FORWARD-LOOKING STATEMENTS

Statements contained in this financial press release that refer to the company's estimated or anticipated future results or future activities are forward-looking statements which reflect the company's current analysis of existing trends, information and plans. These forward-looking statements are subject to a number of risks and uncertainties that could cause actual results to differ materially depending on factors such as the availability of resources, the timing and effect of regulatory actions and other factors. Eimskip undertakes no obligation and does not intend to update these forward-looking statements to reflect events or circumstances occurring after this press release. You are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this press release. All forward-looking statements are qualified in their entirety by this cautionary statement.