

September 2003 Report

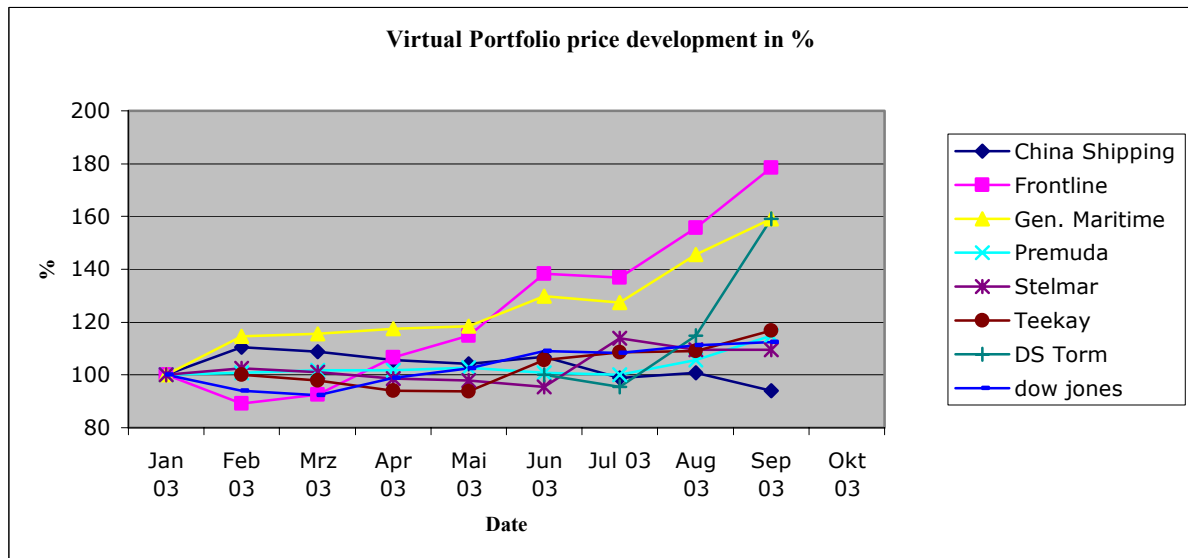
Since the start in January of this year the portfolio of listed shipping shares has developed nicely. Most shares were purchased in January, Teekay shares in February and DS Torm in June. Up to August all shares with the exception of China Shipping have increased. The portfolio value appreciated by 20% compared to the Dow Jones which increased 11% during the same period.

Changes:

In early September the performance went up another 11% and we have sold the shares of DS Torm after a tremendous rally at dk 140 and we have also sold the shares of General Maritime at \$12.25. They have a higher exposure to the spot market and we believe that is going to calm down.

Composition of Portfolio:

Items in portfolio: 5
 Items sold: 2, profit 59% on Torm in 4 months and 59% on GM in 9 months
 Cash: 318



Next month we might consider new purchases depending on the market.

Participations in ships:

We presume a 25% participation in a product tanker built 1988 in Japan. The vessel is presently undergoing repair and class works. It will start trading in December in the spot market and owners will be looking for a time charter employment.

The second transaction we presume is a participation in a cattle carrier built in 2002. the vessel is working in the spot market.

As these participations have just started late this Summer there is no big development of its value yet.

October 3, 2003