



First Quarter Results 2005

Karl Erik Kjelstad, President & CEO

Leif Borge, CFO

■ Agenda

- **Highlights and key figures** K E Kjelstad
- Financial update L Borge
- Market segments K E Kjelstad
- Closing remarks K E Kjelstad
- Q & A Session

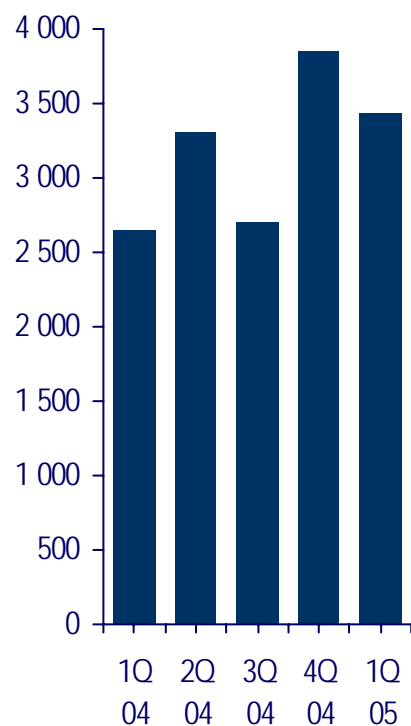
The combination of the shipbuilding activities in Aker and Kvaerner has been accounted for from 1 April 2004. Historical figures in this report are pro forma figures based on the results of the Aker Yards Group and the shipbuilding activities in Kvaerner.

■ Highlights first quarter 2005

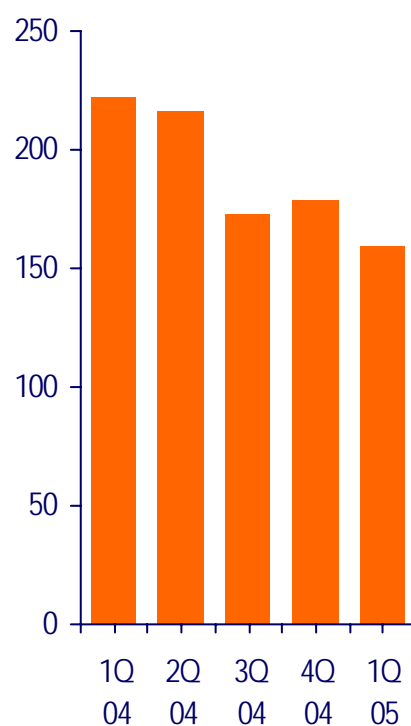
- **Strong order intake, backlog continues to increase**
 - 23 ships ordered and 7 vessels delivered in first quarter of 2005
 - NOK 11.4 billion in new orders in the first quarter
 - Backlog up NOK 13 bn from 1Q 2004
- **Activity increasing**
 - Operating revenues of NOK 3 438 million in the first quarter
 - EBITDA: NOK 159 million for the quarter, margin level maintained at 4.6 %
 - Temporary layoffs in Norway and Finland in 1Q
- **Outlook maintained**
 - For the full year 2005, Aker Yards foresees a growth in revenues, compared with 2004, and aims to have an EBITDA result somewhat above the level of 2004

Key indicators

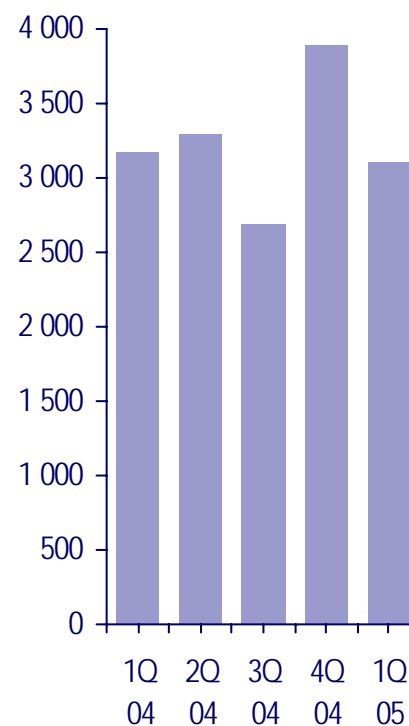
Operating revenues



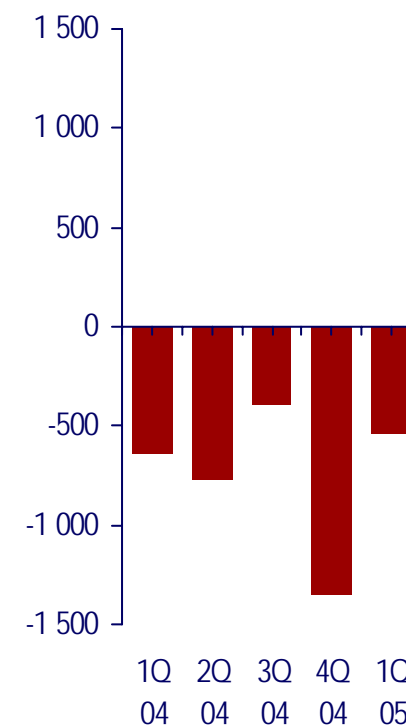
EBITDA



Cash*



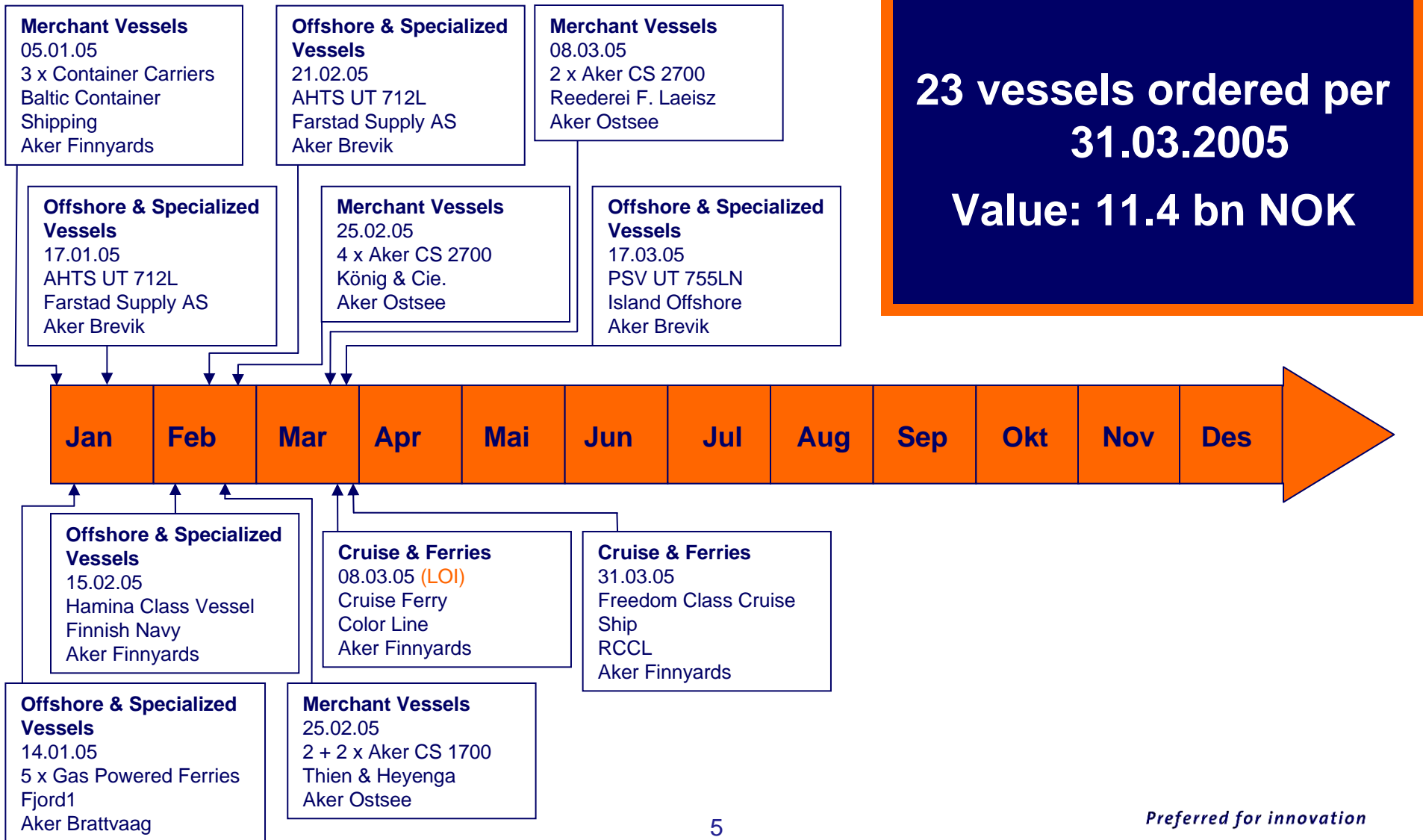
Net working capital



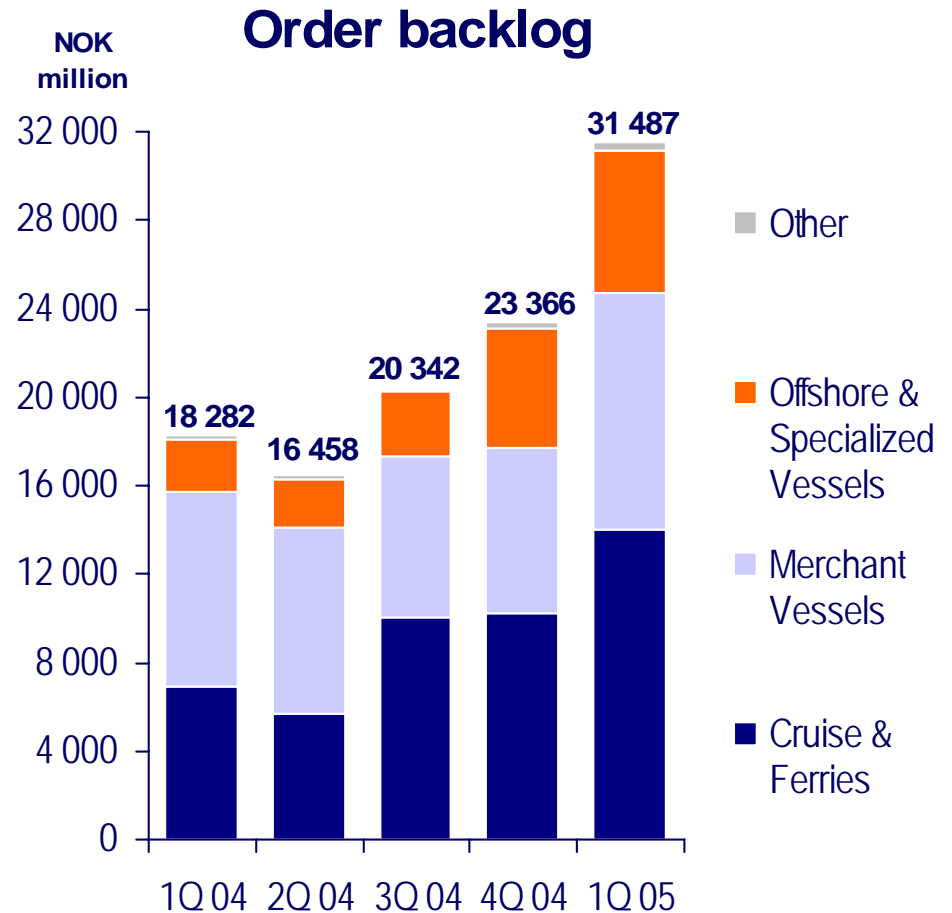
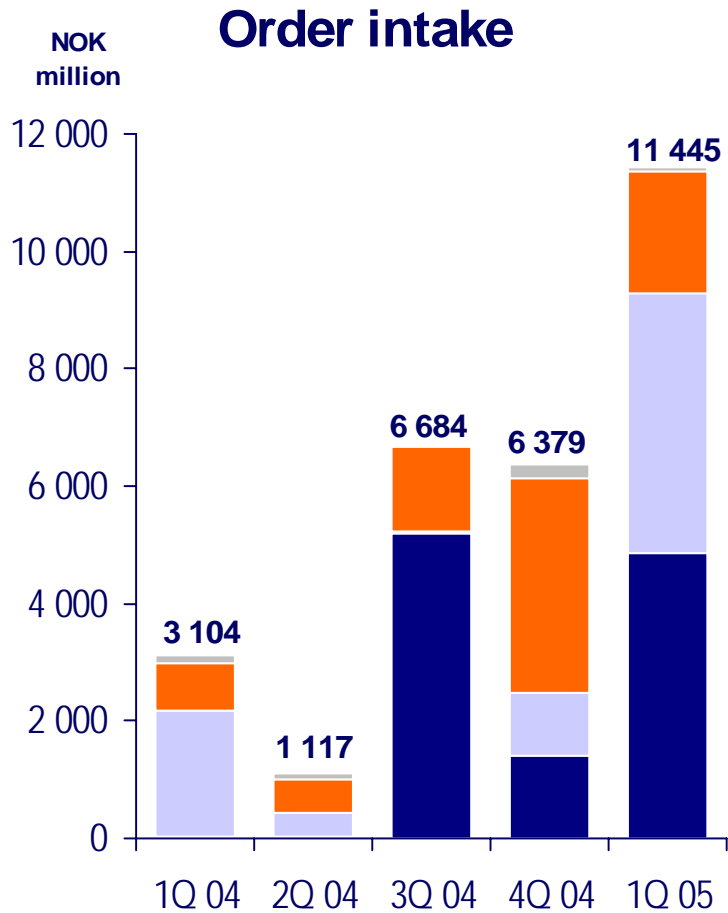
All amounts in NOK million

* Including short-term interest bearing receivables

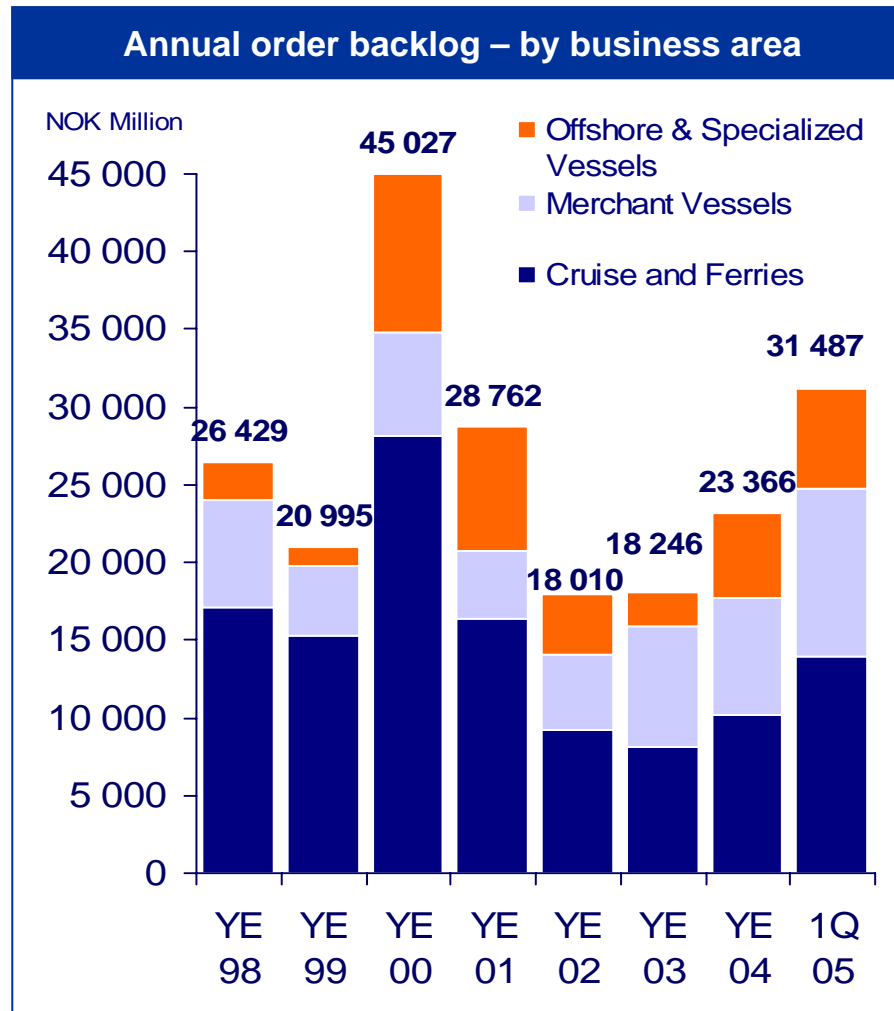
New contracts 1Q 2005



Strong order intake, backlog continues to increase



Backlog high in historic perspective



■ Capacity utilization good, but still openings

Cruise & Ferries – increased utilization

Rauma: Increased activity as construction of Tallink vessel commences

Turku: High activity, strong backlog

Helsinki: Low utilization, needs new, firm orders

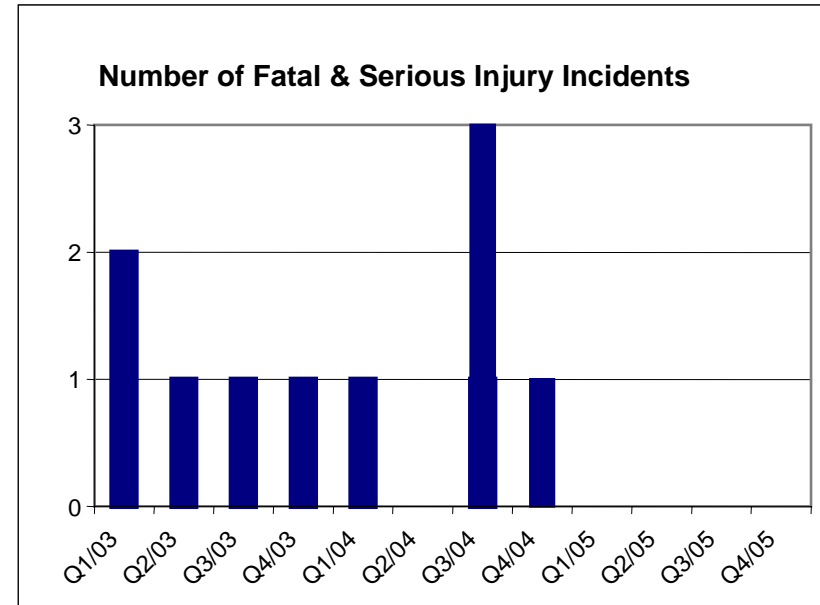
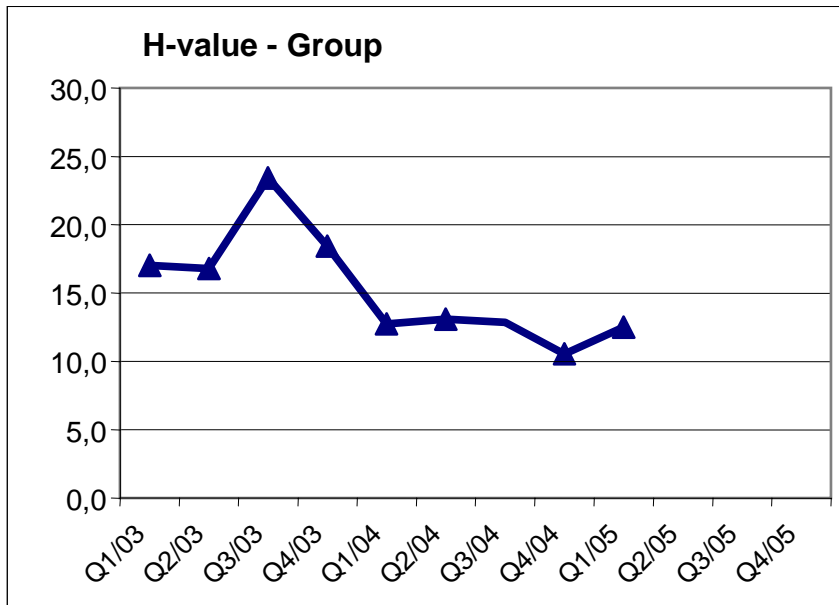
Merchant Vessels - good order backlog

New contracts in Q1 secures good capacity utilization into 2007

Offshore & Specialized Vessels – increased activity

High order intake giving increased yard activity as from second quarter 2005

Improvements needed in HSE



H-value = number of Lost Time Incidents per 1,000,000 manhours

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Profit and loss statement

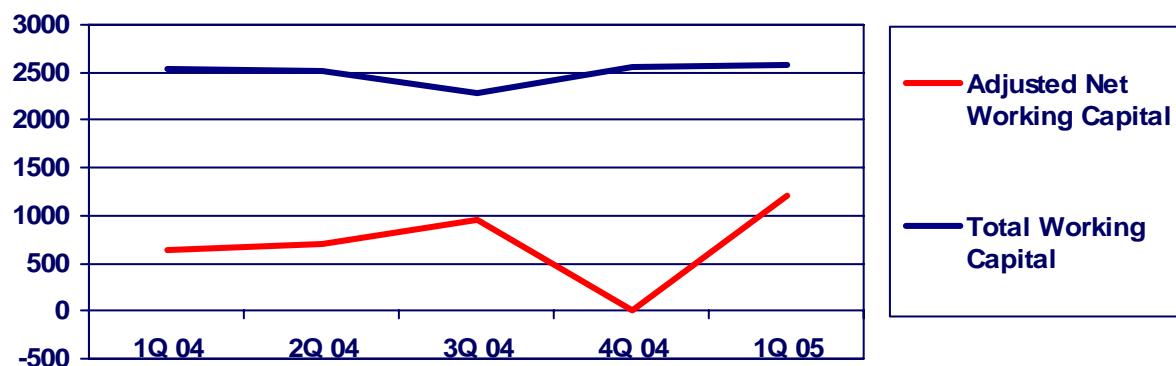
2003 (NGAAP)	2004	Amounts in NOK million	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05
15 865	12 514	Operating revenues	2 645	3 317	2 702	3 850	3 438
-14 255	-11 723	Operating expenses	-2 423	-3 101	-2 529	-3 671	-3 280
1 610	791	EBITDA	222	216	173	179	159
10.1	6.3	EBITDA-margin (in %)	8.4	6.5	6.4	4.6	4.6
1 347	522	EBITA	159	146	107	109	95
8.5	4.2	EBITA-margin (in %)	6.0	4.4	4.0	2.8	2.8
1 231	501	EBIT before exceptionals	154	142	103	102	90
0	-173	Non-recurring items	0	-30	0	-143	0
1 231	328	EBIT	154	112	103	-41	90
-74	-22	Net financial items	7	-11	-12	-6	3
1 157	306	Profit before tax	161	101	91	-47	93
-245	-75	Tax	-53	-21	-25	25	-28
912	231	Profit after tax	108	80	66	-22	65
43.44	10.97	Earnings per share, NOK	4.56	3.88	3.30	-0.75	3.28

Cash flow

2003	2004	Amounts in NOK million	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05
1 426	961	Cash flow from operating activities	219	116	161	464	142
104	1432	Change in working capital	1 122	-19	-395	726	-871
1 530	2 393	Cash Flow from operations	1 341	97	-234	1 190	-729
-181	-218	Cash Flow from investing	-139	74	-65	-88	-33
-896	-617	Cash Flow from financing	-343	-131	-292	149	-24
453	1 558	Net increase / decrease (-) in cash and cash equivalents	859	40	-591	1 251	-786
193	-65	Effect of FX changes	-23	9	-4	-47	-11
1 626	2 272	Cash and cash equivalents at beginning of period	2 272	3 107	3 156	2 561	3 765
2 272	3 765	Cash and cash equivalents at end of period	3 108	3 156	2 561	3 765	2 968

Working capital

<i>Amounts in NOK million</i>	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05
Current operating assets	4 259	5 328	6 159	3 744	5 508
- Current operating liabilities	-3 908	-4 477	-4 065	-4 499	-5 163
- Construction loans	-992	-1 621	-2 494	-594	-881
= Net working capital	-642	-771	-400	-1 349	-536
+ Cash and bank deposits *)	3 108	3 156	2 561	3 765	2 968
+ Current interest bearing receivables	70	140	128	132	139
= Total working capital	2 536	2 525	2 290	2 548	2 571
*) Of which restricted cash at end of period	1 289	1 471	1 351	1 345	1 742
Adjusted net working capital (NWC + restricted cash)	648	701	952	-4	1 206



Net interest bearing debt

<i>Amounts in NOK million</i>	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05
Long term interest bearing debt	1 207	1 437	1 125	1 434	1 425
+ Short term interest bearing debt	699	243	236	308	306
- Long term interest bearing receivables	-149	-39	-37	-42	-38
- Current interest bearing receivables	-70	-140	-128	-132	-139
- Cash and bank deposits *)	-3 108	-3 156	-2 561	-3 765	-2 968
+ Project related cash	1 376	1 601	1 441	1 408	1 947
Net interest bearing debt	-44	-54	77	-790	532

Assets

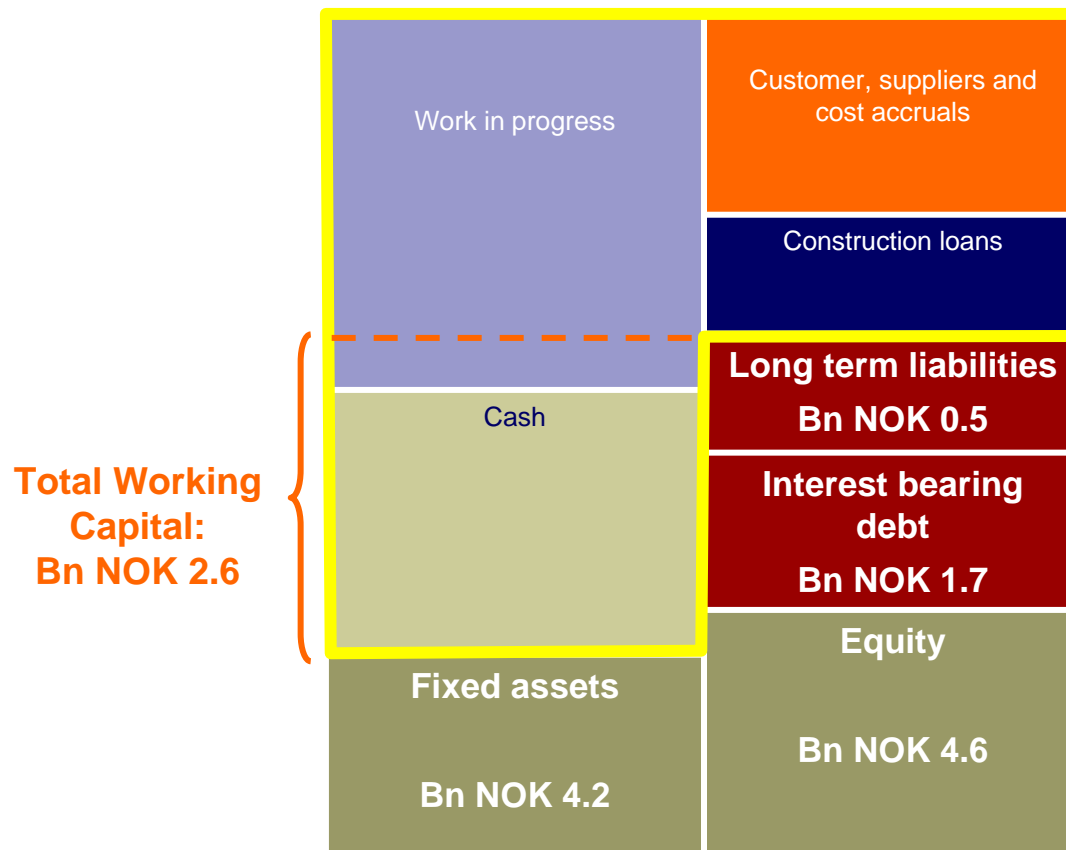
<i>Amounts in NOK million</i>	01.01.04	01.01.05	1Q 05
Property, plant & equipment	2 415	2 353	2 348
Goodwill	1 454	1 452	1 450
Other intangible assets	103	68	57
Available-for-sale financial assets	43	68	56
I B long term receivables	146	42	38
Other long term assets	246	284	288
Total non-current assets	4 407	4 267	4 237
Current operating assets	6 874	3 744	5 508
I B short term receivables	76	132	139
Total receivables and current assets	6 950	3 876	5 647
Cash and bank deposits	2 272	3 765	2 968
Total current assets	9 222	7 641	8 615
Total assets	13 629	11 908	12 852

Liabilities

<i>Amounts in NOK million</i>	01.01.04	01.01.05	1Q 05
Equity	5 385	4 583	4 533
Minority interest	53	26	51
Total equity	5 438	4 609	4 584
I B loans	688	1 434	1 425
Non IB long term liabilities	442	464	495
Total non-current liabilities	1 130	1 898	1 919
Construction loans	2 448	594	881
Other short term			
I B debt	664	308	306
Current operating liabilities	3 950	4 499	5 163
Total current liabilities	7 061	5 401	6 349
Total equity and liabilities	13 629	11 908	12 852

Capital structure

- key issue to succeed in the international shipbuilding industry



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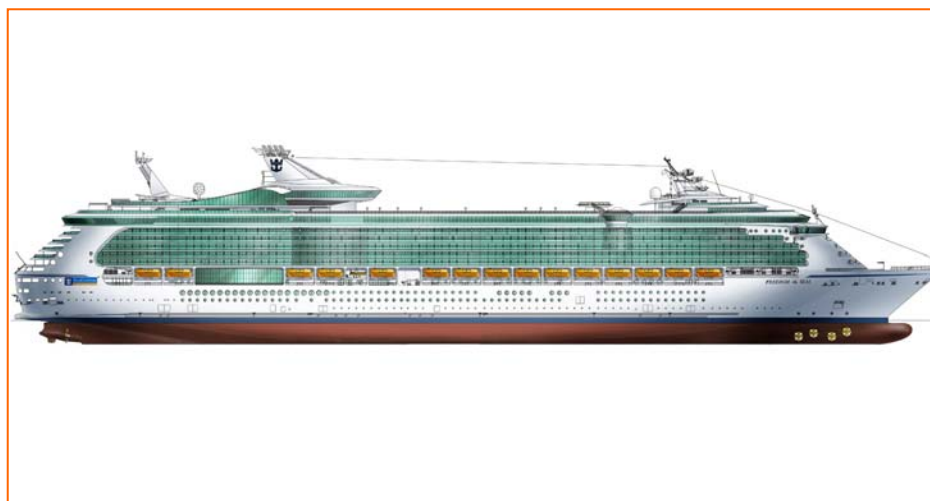
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Cruise & Ferries 1Q 2005

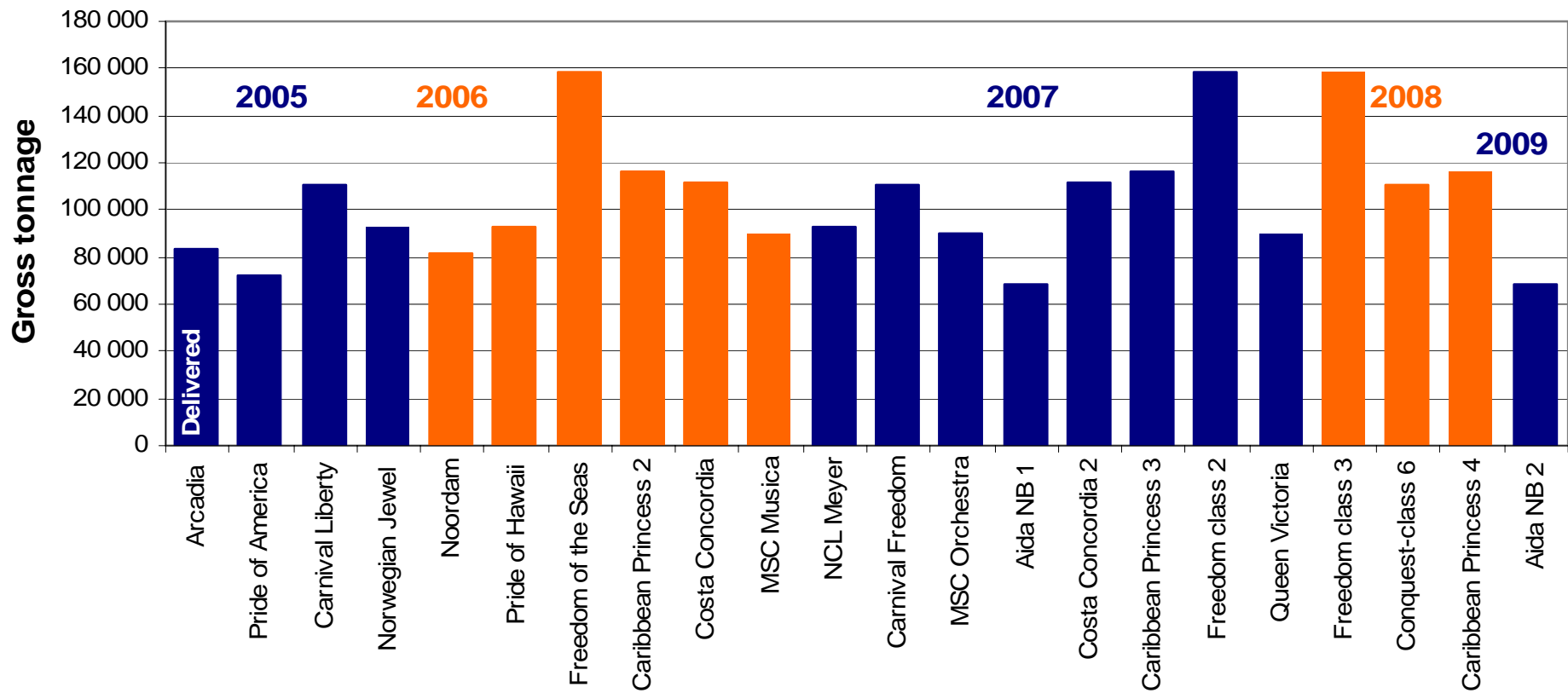
- Increased activity in the market
- Synergies in Finland giving effect
- NOK 4.9 billion in new orders in 1Q
- Production of current backlog as planned
- LOI with NCL terminated



Freedom Class cruise ship

<i>Amounts in NOK million</i>	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05	2003	2004
Operating revenues	1 111	1 194	897	1 189	946	7 828	4 391
EBITDA	156	146	99	224	62	1 041	625
EBITDA margin (in %)	14.0	12.2	11.0	18.9	6.6	13.3	14.2
Order intake	35	39	5 204	1 411	4 854	4 894	6 689
Order backlog	6 864	5 683	10 051	10 229	13 971	8 173	10 229

Cruise ship order book



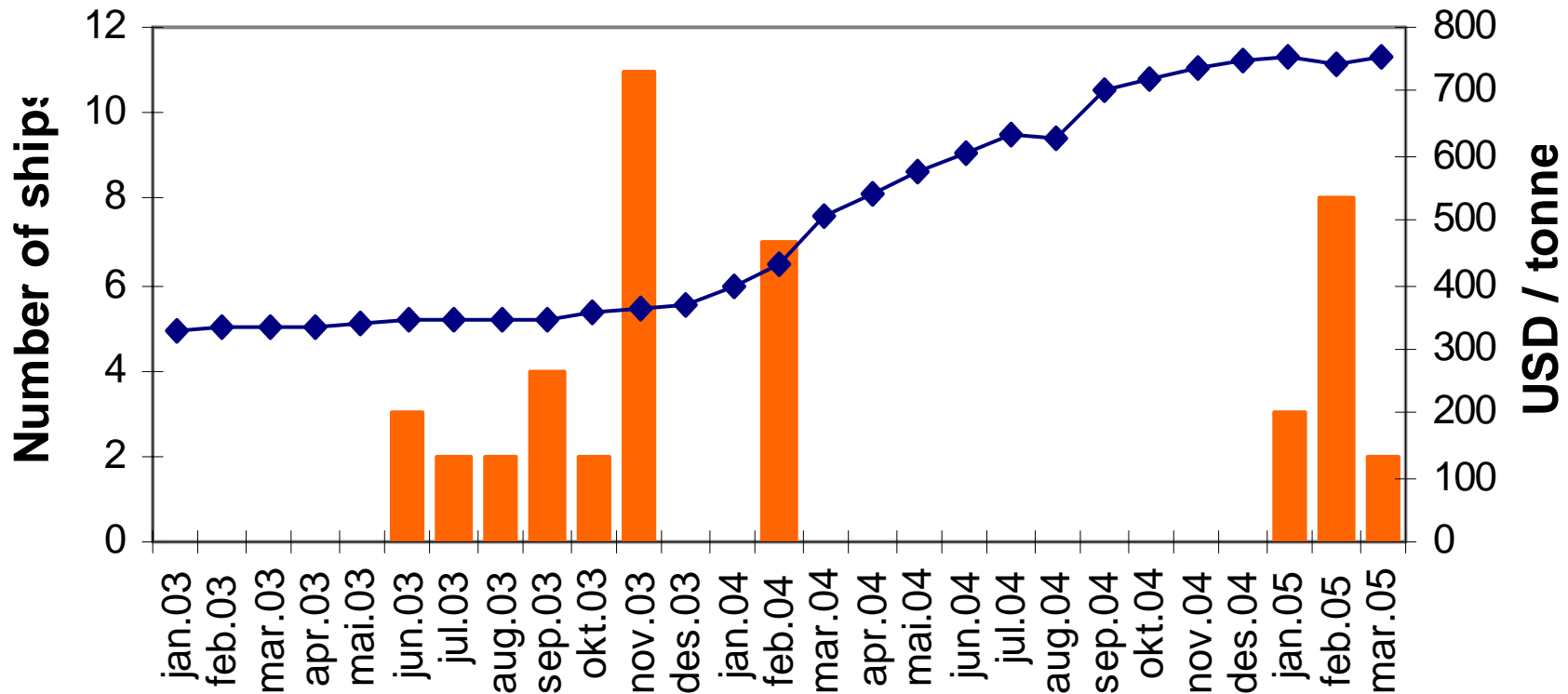
Merchant Vessels 1Q 2005

- Low margins due to high steel prices and high Rumanian currency
- New contracts with floating steel price
- NOK 4.4 billion in new orders in 1Q
- High activity in the market, newbuilding prices still on the rise



<i>Amounts in NOK million</i>	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05	2003	2004
Operating revenues	689	848	1 007	1 187	1 070	3 500	3 731
EBITDA	39	39	56	-60	14	181	75
EBITDA margin (in %)	5.7	4.6	5.6	-5.0	1.3	5.2	2.0
Order intake	2 129	389	16	1 062	4 435	6 656	3 596
Order backlog	8 831	8 460	7 318	7 449	10 778	7 693	7 449

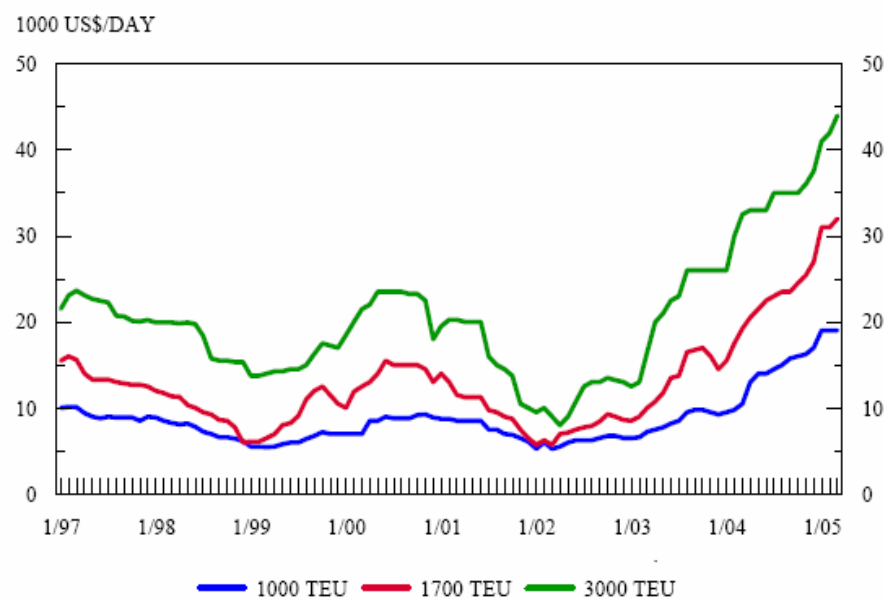
Container ships ordered at AKY since 2003



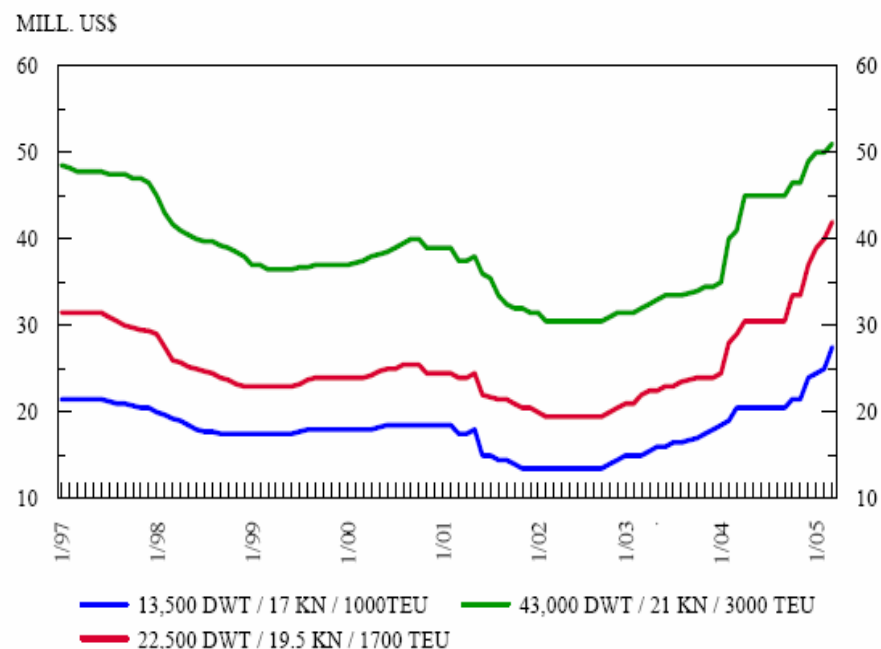
■ Number of container ships ordered at Aker Yards
 ◆ World steel price, hot rolled plate

Continued strong container market

Charter rates for container ships



Newbuilding prices for container ships



Source: Platou Economic Research

Offshore and Specialized Vessels 1Q 2005

- NOK 2,1 billion in new orders in 1Q
- Increased activity in the market, in particular for AHTS
- Contract with Swire Pacific Offshore confirmed, and cancellation right is no longer valid



Olympic Provider

<i>Amounts in NOK million</i>	1Q 04	2Q 04	3Q 04	4Q 04	1Q 05	2003	2004
Operating revenues	631	1 024	697	1 079	1 145	4 222	3 430
EBITDA	84	91	74	41	88	596	289
EBITDA margin (in %)	13.3	8.9	10.6	3.8	7.7	14.1	8.4
Order intake	820	592	1 434	3 674	2 064	2 410	6 520
Order backlog	2 409	2 106	2 854	5 441	6 382	2 254	5 441

Growing international offshore-related activity



■ Highlights 1Q 2005

- **Strong order intake**
- **Activity increasing**
- **Outlook maintained**



Preferred for innovation

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