



Sustainability-Linked Finance Progress Report pr 31.dec 2024

Executive summary and comment by the Chief Sustainability Officer

We refer to the Sustainability Linked Finance Framework (SLFF) established on December 21, 2020, and the previous progress reports available on Odfjell.com. This report provides an update on the Key Performance Indicator (KPI) under the SLFF, specifically the Controlled Fleet's Average Efficiency Ratio (AER) performance¹ for 2024. A comprehensive update on our sustainability strategy and overall performance can be found in our Annual Report 2024 at www.odfjell.com/investors/reports-and-presentations from 4. April 2025. We have previously issued a Progress report for the period 01.01.24 to 30.06.20 (The Target Observation Date), as per the reporting requirements for the outstanding ODF11 ESG unsecured bond as per year-end 2024.

Throughout 2024, we have continued our extensive efforts to reduce emissions and lower the carbon intensity of our fleet. These initiatives include the installation of upgrades, retrofitting of vessels, and piloting of new technologies. In 2024, we started preparing for the sail installations on one vessel, and it was completed in 2025. We expect that this sail installation will positively impact our carbon intensity and absolute emissions.

We are pleased to report that the Sustainability Performance Target under the SLFF was achieved as of December 31, 2024. This target was also successfully met on the Target Observation Date. As of December 31, 2024, the Controlled Fleet's AER stood at **7.69**, surpassing the target of **8.16** as described in the SLFF. the SLFF 2030 target. These improvements are attributed to operational enhancements, the use of biofuel, and continuous retrofitting projects and energy-saving measures across our fleet. The DNV verification and the Fleet Transition Plan Review are available at www.odfjell.com/investors/reports-and-presentations

Odfjell remains ahead of schedule and on track to meet our climate targets. However, it is important to note that AER performance in any given year is subject to market conditions outside Odfjell's control. The AER calculation is sensitive to factors such as weather conditions, port congestion, and port rotation schedules. Additionally, trading patterns, which are closely linked to broader market trends, will influence vessel AER from year to year. AER performance has been a KPI in the incentive system for all shore-based employees since 2022.

Looking ahead, we anticipate further significant reductions in the fleet's carbon intensity. However, achieving these reductions with existing measures and technology will become increasingly challenging. This underscores the importance of our continued investment in testing and developing new technologies with the potential to reduce emissions further. Innovation remains a cornerstone of our decarbonization strategy, exemplified by our ongoing investment in wind-assisted propulsion (WAPS) technologies and increased use of sustainable biofuel. Should trials prove successful, we plan to pursue broader implementation of WAPS.

This progress reaffirms our commitment to sustainability and reinforces our long-term ambition of achieving substantial reductions in emissions while maintaining operational efficiency.

Commented [HB1]: Er det her vi har det nå? Må sjekke på hjemmeside hvor vi ligger dette

¹ AER statistics for operated fleet presented in the annual report includes all vessels commercially operated by Odfjell, including time-chartered vessels and externally owned pool vessels that are otherwise not part of the SLFF definition of Controlled Fleet which follows MARPOL regulations.



1. KPI Performance and alignment with the SPT Trajectory

We hereby confirm as follows:

AER for the Controlled Fleet per December 31 2024	
Period:	1/1/2024 to 31/12/2024
No. of vessels included in the Controlled Fleet:	50
Total carbon emissions:	866,422.70 tonnes
Total deadweight ton:	3,535,467 DWT
Total distance travelled:	2,972,324 NM
Key Performance Indicator (AER) at Year End:	7.69
Exceptions to IMO DCS reporting:	None
Target 2024:	8.16
Trajectory Adjustments:	None
Alignment with the SPT Trajectory:	Yes

2. Fleet composition Controlled Fleet

As of December 2024, 50 vessels were included in the Controlled Fleet. Please refer to Appendix A for an updated list of the Controlled Fleet.

Odfjell holds valid Statements of Compliances for fuel oil consumption for the Controlled Fleet per submission of this progress report.

3. Update to the Fleet Transition Plan

Our fleet transition plan is updated to cover compliance with the Fuel EU directive and our plans to increase biofuel volume as a key measure to achieve our climate targets.

4. Update on Odfjell's sustainability strategy and regulations relevant to the KPI and the SPTs

In 2023, Odfjell achieved a reduction in carbon intensity of more than 50%, calculated in accordance with the IMO Calculation Guidelines. We have updated our corporate strategy and climate objectives, setting a target to reduce carbon intensity by over 57% by 2030, compared to the 2008 baseline.

Odfjell's sustainability reporting aligns with the Corporate Sustainability Reporting Directive (CSRD) and the European Sustainability Reporting Standards (ESRS) effective from 2024. For a comprehensive overview of our climate targets and detailed transition plan towards net zero emissions, please refer to the Sustainability Statement included in our 2024 Annual Report.

5. Issues under the SLFF

Odfjell has issued one NOK unsecured bond and several loans under the SLFF. The bond (ODF11 ESG) is to be repaid in full, with the redemption price tied to the Group's AER performance. As of the June 2024 measurement date, Odfjell SE remained compliant, ensuring the bond's redemption at 100% of its nominal amount in January 2025 without penalty. See Appendix B for details of all outstanding items under the framework as off 31 December 2024.

Best regards,
for ODFJELL SE

Øistein H Jensen, Chief Sustainability Officer

Commented [HB2]: is this the updated numbers?

Commented [KR3R2]: Updated figures shared in a recent email with Øistein. Should slightly adjust AER score since F Brasil is included and the associated distance and emissions.

Commented [ØJ4R2]: Now they are

Commented [ØJ5]: @Henriette K. Bergesen Flumar Brasil was not included last year by an error. I suggest we do not comment on this now.

Commented [ØJ6R5]: Ref our dialogue, FB is out



Appendix A

List of vessels in the Controlled Fleet as per 31 December 2024.

Vessel	Built	IMO No.	Coating
Bow Endeavour	2011-07-29	9490325	STST
Bow Excellence	2020-10-20	9828223	STST
Bow Explorer	2020-08-12	9828211	STST
Bow Persistent	2020-04-24	9866782	STST
Bow Optima	2020-04-22	9818541	STST
Bow Prosper	2020-02-19	9866770	STST
Bow Odyssey	2020-01-09	9818539	STST
Bow Olympus	2019-11-01	9818527	STST
Bow Orion	2019-08-26	9818515	STST
Bow Tungsten	2018-05-31	9777400	STST
Bow Titanium	2018-03-15	9777395	STST
Bow Platinum	2018-01-05	9777383	STST
Bow Palladium	2017-08-30	9777371	STST
Bow Hercules	2017-07-19	9752046	STST
Bow Neon	2017-07-14	9777369	STST
Bow Gemini	2017-01-17	9752034	STST
Bow Capricorn	2016-10-19	9752010	STST
Bow Aquarius	2016-06-27	9753791	STST
Bow Triumph	2015-01-21	9669902	EPX/Zinc
Bow Trident	2014-10-02	9669897	EPX/Zinc
Bow Tribute	2014-06-10	9669885	EPX/Zinc
Bow Trajectory	2014-04-09	9669873	EPX/Zinc
Bow Lind	2011-05-13	9388314	EPX/Zinc
Bow Elm	2011-03-11	9388302	EPX/Zinc
Bow Compass	2009-11-04	9412737	STST
Bow Harmony	2008-07-17	9379909	STST
Bow Saga	2007-06-22	9215309	STST
Bow Sirius	2006-12-15	9215294	STST
Bow Sea	2006-04-24	9215282	STST
Bow Engineer	2006-03-31	9317860	STST
Flumar Maceio	2006-01-12	9345893	STST
Bow Summer	2005-10-17	9215270	STST
Bow Architect	2005-06-22	9319480	STST
Bow Sky	2005-04-18	9215268	STST
Bow Spring	2004-08-31	9215256	STST
Bow Star	2004-02-20	9197296	STST
Bow Firda	2003-11-28	9250751	STST
Bow Sun	2003-07-31	9197284	STST
Bow Chain	2002-06-28	9214317	STST
Bow Condor	2000-06-29	9214032	STST
Bow Fortune	1999-05-12	9168635	STST
Bow Cecil	1998-10-23	9143219	STST/Zinc
Bow Flora	1998-04-23	9143207	STST/Zinc
Bow Cardinal	1997-10-03	9114244	STST/Zinc
Bow Oceanic	1997-07-11	9143221	STST
Bow Faith	1997-04-17	9114232	STST/Zinc
Bow Cedar	1996-04-26	9087013	STST/Zinc
Bow Fagus	1995-11-01	9047764	STST/Zinc
Bow Clipper	1995-07-13	9047518	STST/Zinc

Commented [ØJ7]: We need to add Flumar Brasil

Commented [HB8R7]: Flumar Brasil was left out due to her not being DCS compliant (brasil flag)



Appendix B

Instrument: Sustainability-Linked Bond (N00010918048 ODF11ESG)
Volume: NOK 850 million
Issued: January 2021
Maturing: January 2025
Target observation date: June 30 2024 (in compliance, bond repaid in January 2025)
SPT: 8.18

Instrument: Sustainability-Linked Loan
Volume: USD 70.2 million
Issued: May 2021
Maturing: May 2026
Target observation date: December 31 2021, and annually thereafter
SPT: 8.35 (2021), 8.30 (2022), 8.20 (2023), 8.16 (2024), 7.68 (2025)

Instrument: Sustainability-Linked Loan
Volume: USD 12.6 million
Issued: March 2022
Maturing: March 2027
Target observation date: December 31 2022, and annually thereafter
SPT: 8.30 (2022), 8.20 (2023), 8.16 (2024), 7.68 (2025) and 7.06 (2026)

Instrument: Sustainability-Linked Loan
Volume: USD 95 million
Issued: March 2022
Maturing: March 2026
Target observation date: December 31 2022, and annually thereafter
SPT: 8.30 (2022), 8.20 (2023), 8.16 (2024), and 7.68 (2025)

Instrument: Sustainability-Linked Loan
Volume: USD 31 million
Issued: May 2022
Maturing: May 2027
Target observation date: December 31 2022, and annually thereafter
SPT: 8.30 (2022), 8.20 (2023), 8.16 (2024), 7.68 (2025), and 7.06 (2026)

Instrument: Sustainability-Linked Loan
Volume: USD 134.4 million
Issued: December 2022
Maturing: December 2027
Target observation date: December 31 2023, and annually thereafter
SPT: 8.20 (2023), 8.16 (2024), 7.68 (2025), and 7.06 (2026)



Instrument: Sustainability-Linked Loan
Volume: USD 35 million
Issued: August 2023
Maturing: August 2028
Target observation date: December 31 2023, and annually thereafter
SPT: 8.20 (2023), 8.16 (2024), 7.68 (2025), 7.06 (2026) and 6.53 (2027)

Instrument: Sustainability-Linked Loan
Volume: USD 127.5 million
Issued: August 2023
Maturing: August 2028
Target observation date: December 31 2023, and annually thereafter
SPT: 8.20 (2023), 8.16 (2024), 7.68 (2025), 7.06 (2026) and 6.53 (2027)