



Q4 2015

Forward Looking Statements

This presentation contains forward-looking statements (as defined in Section 27A of the Securities Exchange Act of 1933, as amended, and in the Section 21E of the Securities Act of 1934, as amended) concerning future events, the Company’s growth strategy and measures to implement such strategy, including expected vessel acquisitions and entering into further time charters. Words such as “expects,” “intends,” “plans,” “believes,” “anticipates,” “hopes,” “estimates” and variations of such words and similar expressions are intended to identify forward-looking statements. Although the Company believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. These statements involve known and unknown risks and are based upon a number of assumptions and estimates that are inherently subject to significant uncertainties and contingencies, many of which are beyond the control of the Company. Actual results may differ materially from those expressed or implied by such forward-looking statements. Factors that could cause actual results to differ materially include, but are not limited to, changes in the demand for drybulk vessels, competitive factors in the market in which the Company operates, risks associated with operations outside the United States and other factors listed from time to time in the Company’s filings with the Securities and Exchange Commission. The Company expressly disclaims any obligations or undertaking to release any updates or revisions to any forward-looking statements contained herein to reflect any change in the Company’s expectations with respect thereto or any change in events, conditions or circumstances on which any statement is based.

Management Team

Polys Hajioannou: Chairman and CEO

Dr. Loukas Barmparis: President

Konstantinos Adamopoulos: Chief Financial Officer

Ioannis Foteinos: Chief Operating Officer

Historical data BDI - Oil Brent Crude Prices



Source: Thomson Reuters

Current Market Outlook Synopsis

BDI Baltic Dry Index at record low levels below 300 points. Lowest point ever.

❖ Panamax AVG 4TC:

❖ Present: \$2,4k 2015 Average: \$5,6k

❖ Cape AVG4TC:

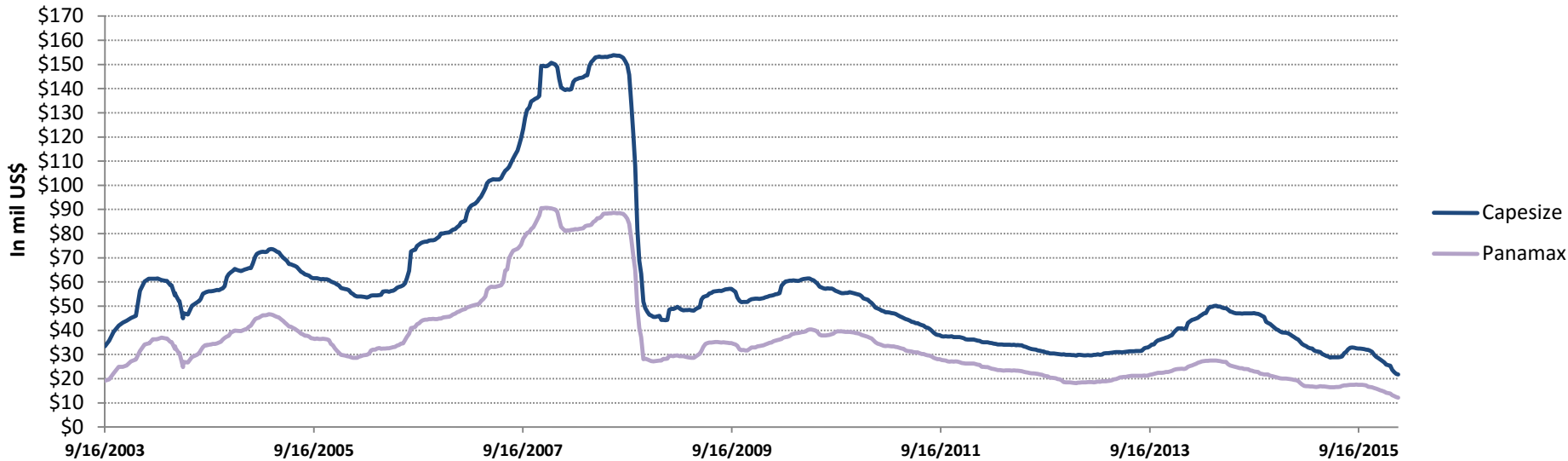
❖ Present: \$1,5k 2015 Average: \$3,9k

✓ **Brent Crude:** Traditionally correlated with shipping performance

❖ Dramatic drop in 2nd Half 2015

❖ Presently at about \$30

Cape & Panamax Asset Values



Source: Baltic Exchange

Current Market Outlook Synopsis

Capesize

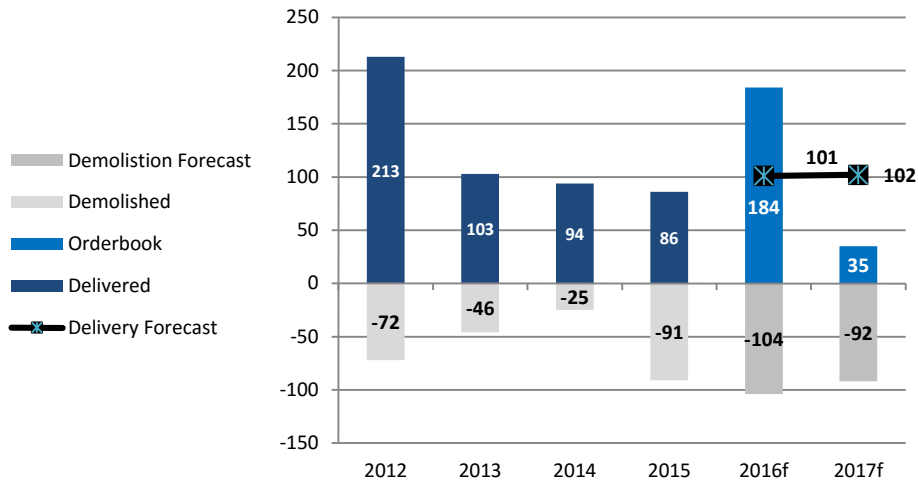
- ❖ 5-year old second hand vessels at the lowest prices over the past decade
- ❖ Prices: Present: \$22mill High: \$154mill 12-year Average: \$59mill

Panamax:

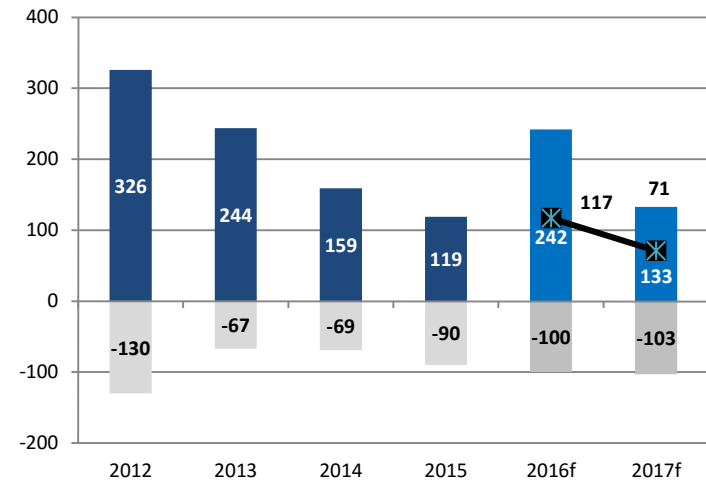
- ❖ 5-year old second hand vessels at the lowest prices over the past decade
- ❖ Prices: Present: \$12mill High: \$91mill 12-year Average: \$36mill

Demand & Supply Developments

Cape fleet

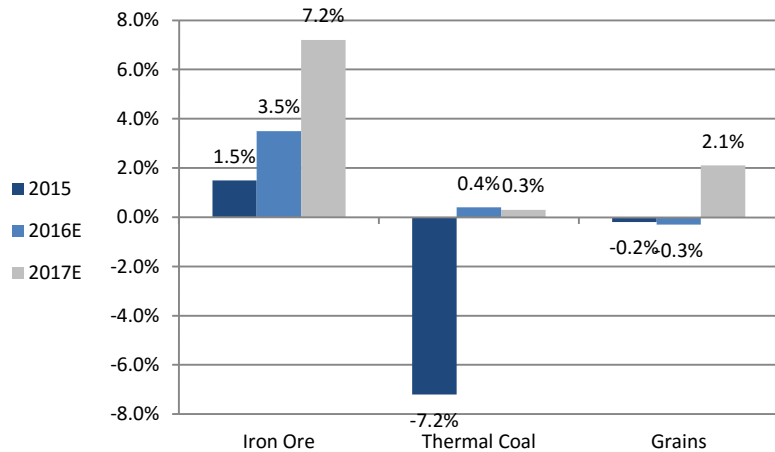


Panamax fleet



Source: Clarksons Platou DryBulk

Major Bulks Demand

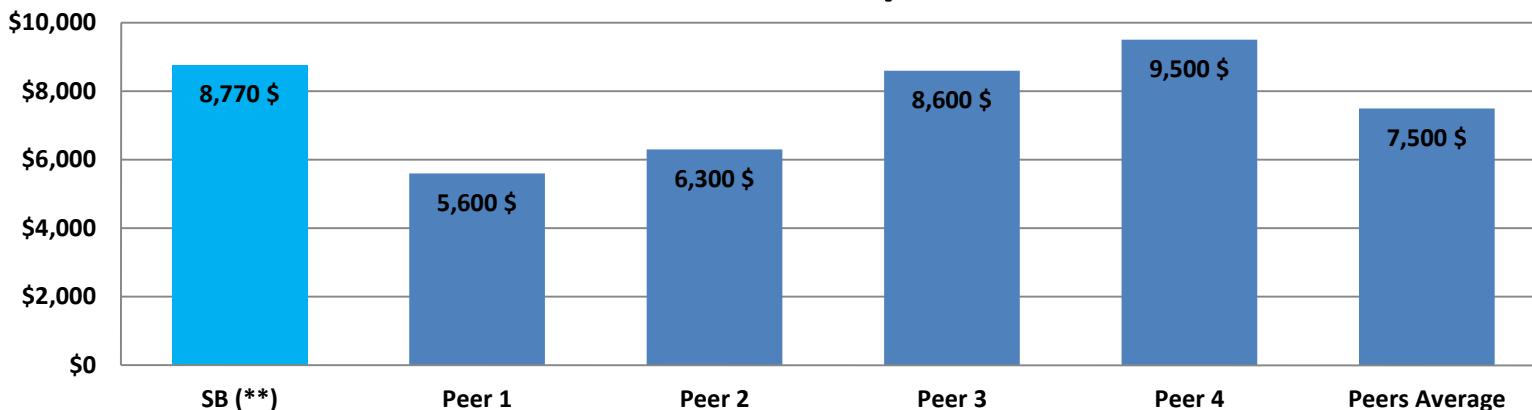


Source: Morgan Stanley

- **Iron ore:** Recovering Chinese housing market expected to retain the growth in iron ore imports reaching 7% in 2017.
- **Coal:** The outlook for demand for 2016 and 2017 depends on China's intervention. Demand from India may restore the balance in coal demand.
- **Grain:** Seasonal exports of grains from East Coast South America during Q2 and Q3 of each year are expected to support panamax demand.

SB - Best performer in the industry

Time Charter Equivalent*

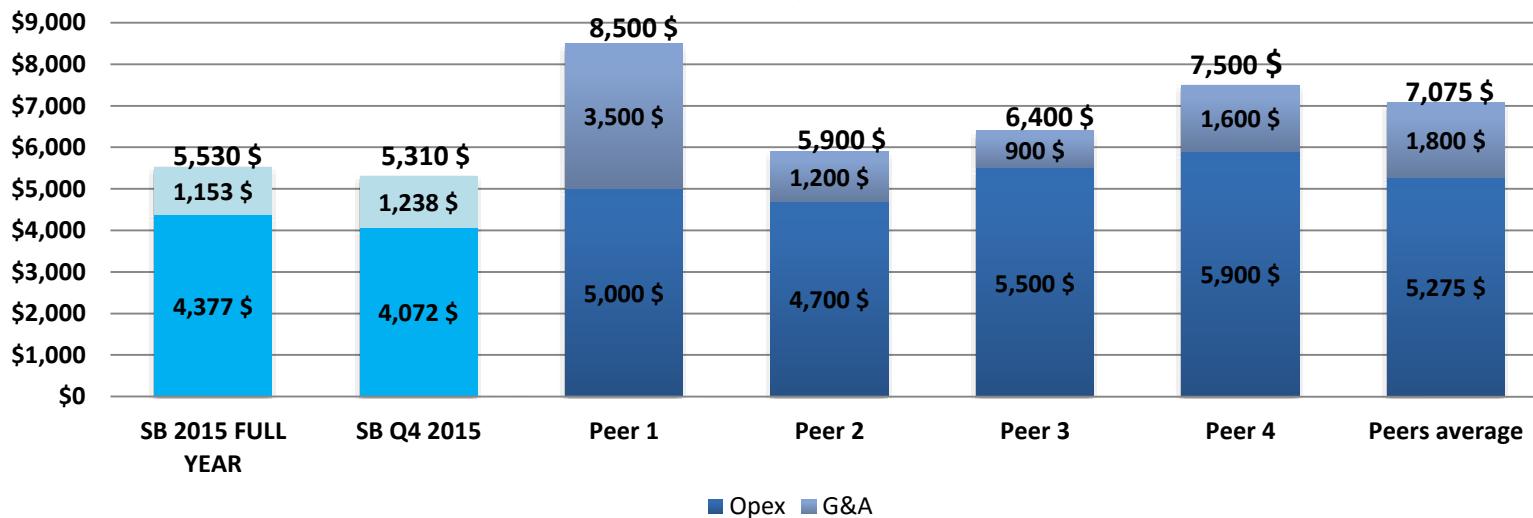


SB TCE outperforms Peers on average by ~\$1,270 daily

* Time charter equivalent rate, or TCE rate, represents charter revenues of all fleet less commissions and voyage expenses during a period divided by the number of available days during such period.

** For SB, the figure presented is the actual for 2015. For peers, the figures presented are estimations for 2015 by Morgan Stanley. Source: Morgan Stanley.

Daily Vessel Operating Expenses and Daily G&A*



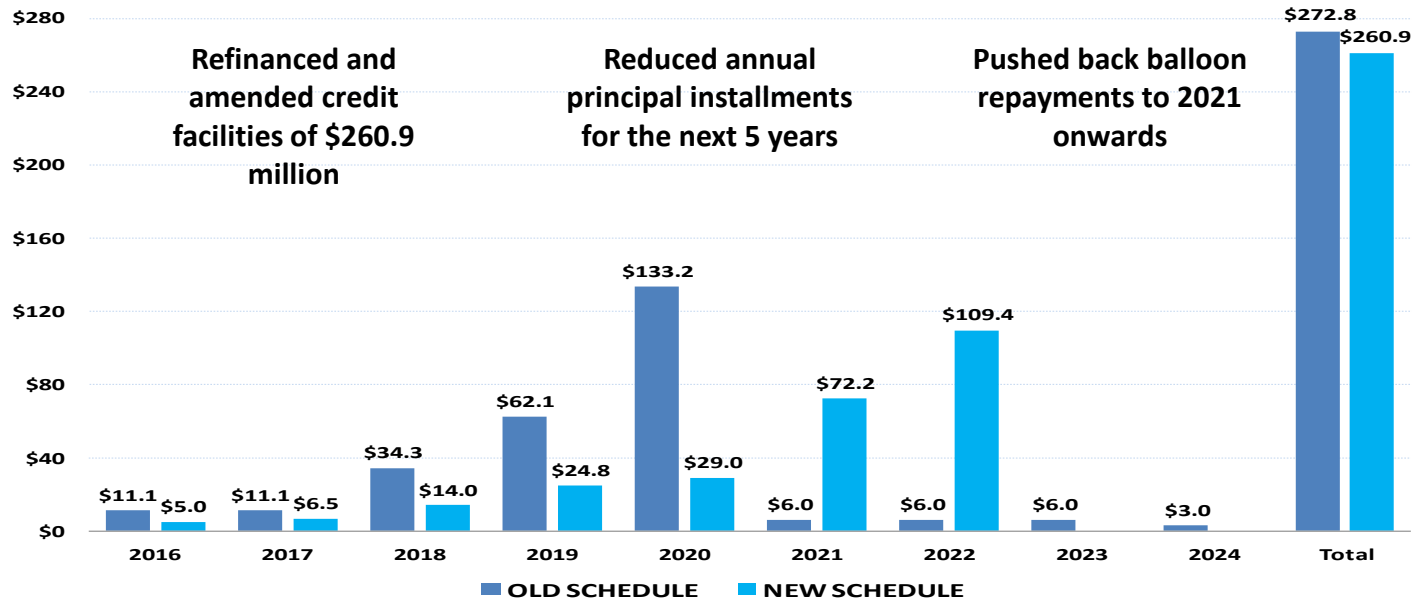
SB outperforms peers by saving on average ~\$1,545 daily

SB daily OPEX (including Dry-Docking costs) are the lowest in the industry

* For SB, Daily vessel operating expenses include the costs for crewing, insurance, lubricants, spare parts, provisions, stores, repairs, maintenance, statutory and classification expense, dry-docking, intermediate and special surveys and other miscellaneous items. Daily vessel operating expenses are calculated by dividing vessel operating expenses for the relevant period by ownership days for such period. For SB, Daily general and administrative expenses include daily fixed and variable management fees and daily costs in relation to operation as a public company. Daily general and administrative expenses are calculated by dividing general and administrative expenses for the relevant period by ownership days for such period. For SB, the figures presented are the actual for 2015. For peers, the figures presented are estimations for 2015 by Morgan Stanley. Source: Morgan Stanley

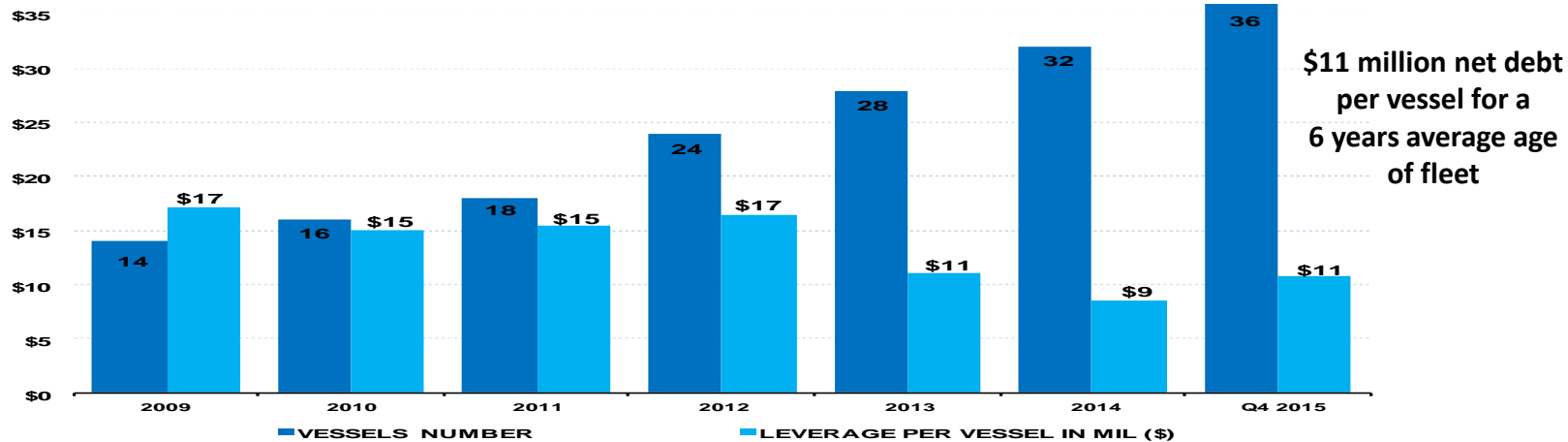
Refinanced Debt Repayment schedules - Leverage

Repayment schedule of refinanced facilities on an annual basis
(in US\$ million)



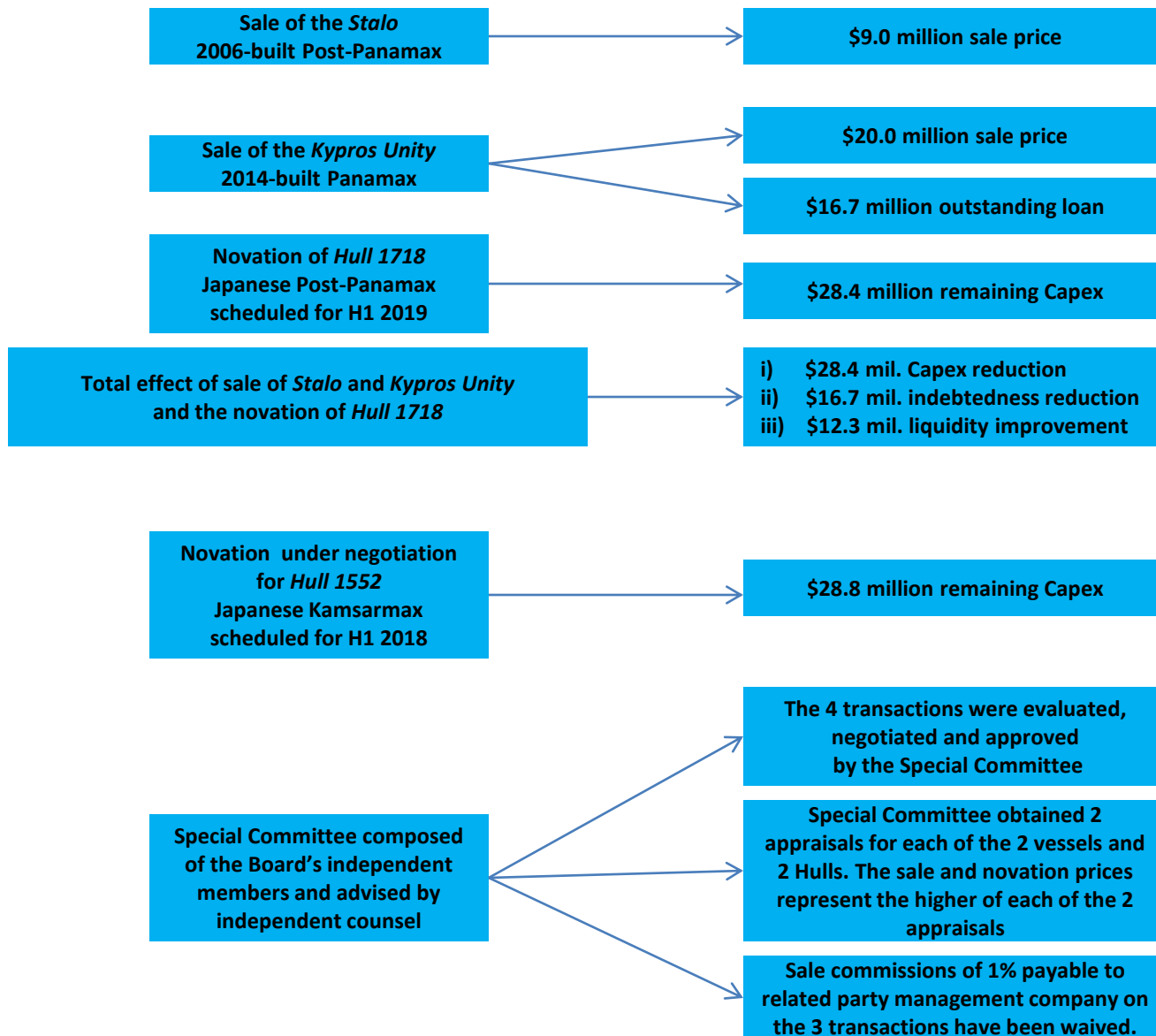
Data presented as of February 5, 2016, in US\$ millions. The Company has refinanced or accepted term sheets, to amend certain credit and loan agreements, in an aggregate amount of \$260.9 million, resulting in the extension of the tenor of these facilities, the reduction of the annual principal installments for the next 5 years, extending the balloon repayment dates to 2021 and onwards.

Net debt per vessel in US\$ million(*)



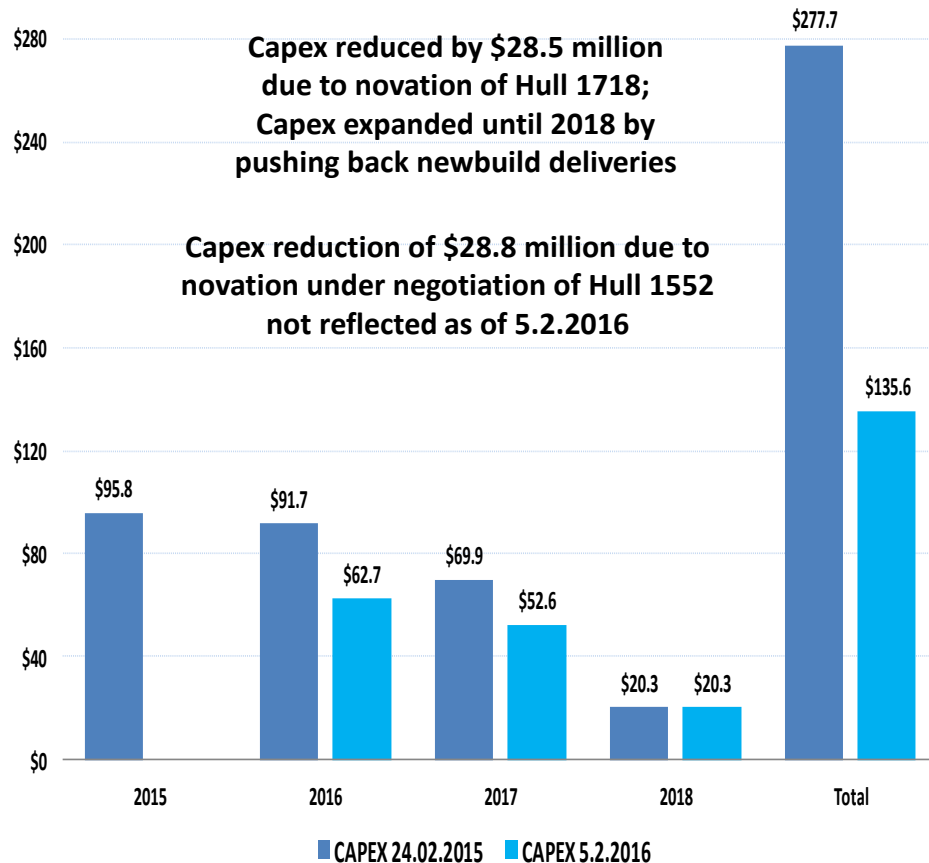
(*) Data as of December 31, 2015. Net debt per vessel consists of total debt (including Liability directly associated with Asset held for sale) less cash, time deposits, restricted cash, and advances for newbuilds, divided by number of vessels "in the water" as of quarter end. Assumption: Contracted value of newbuilds equals market value.

Vessel Sales and Newbuild Novations

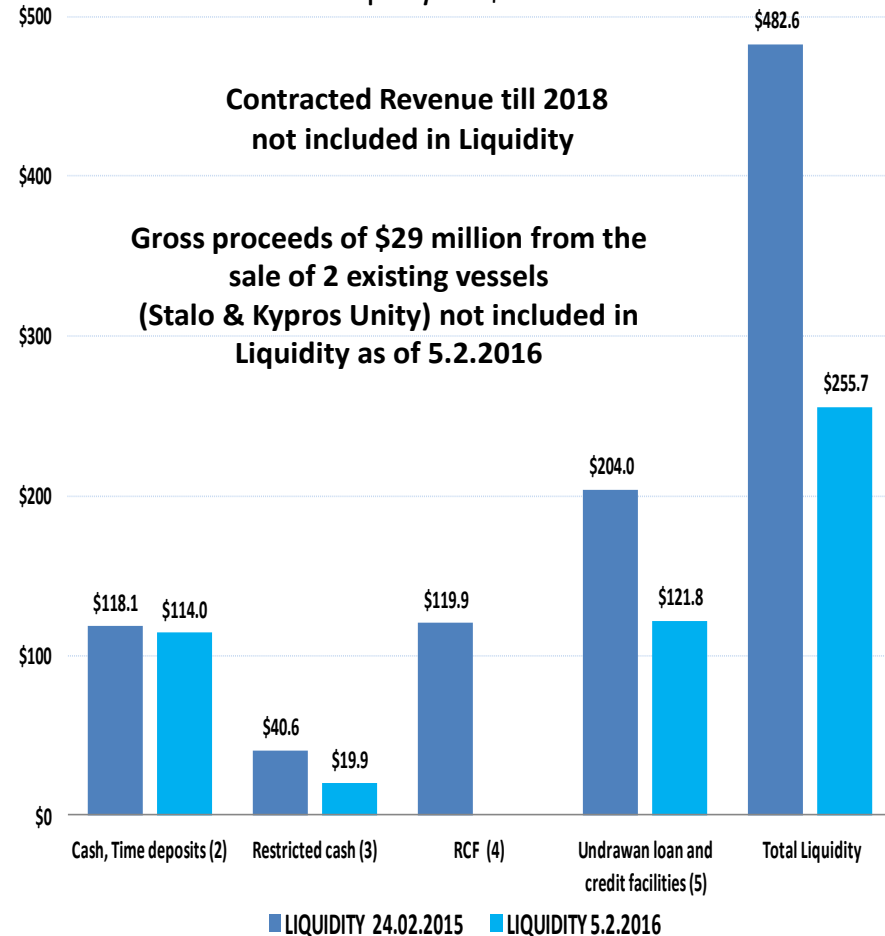


Liquidity and Capex

Capex schedule on an annual basis in US\$ million

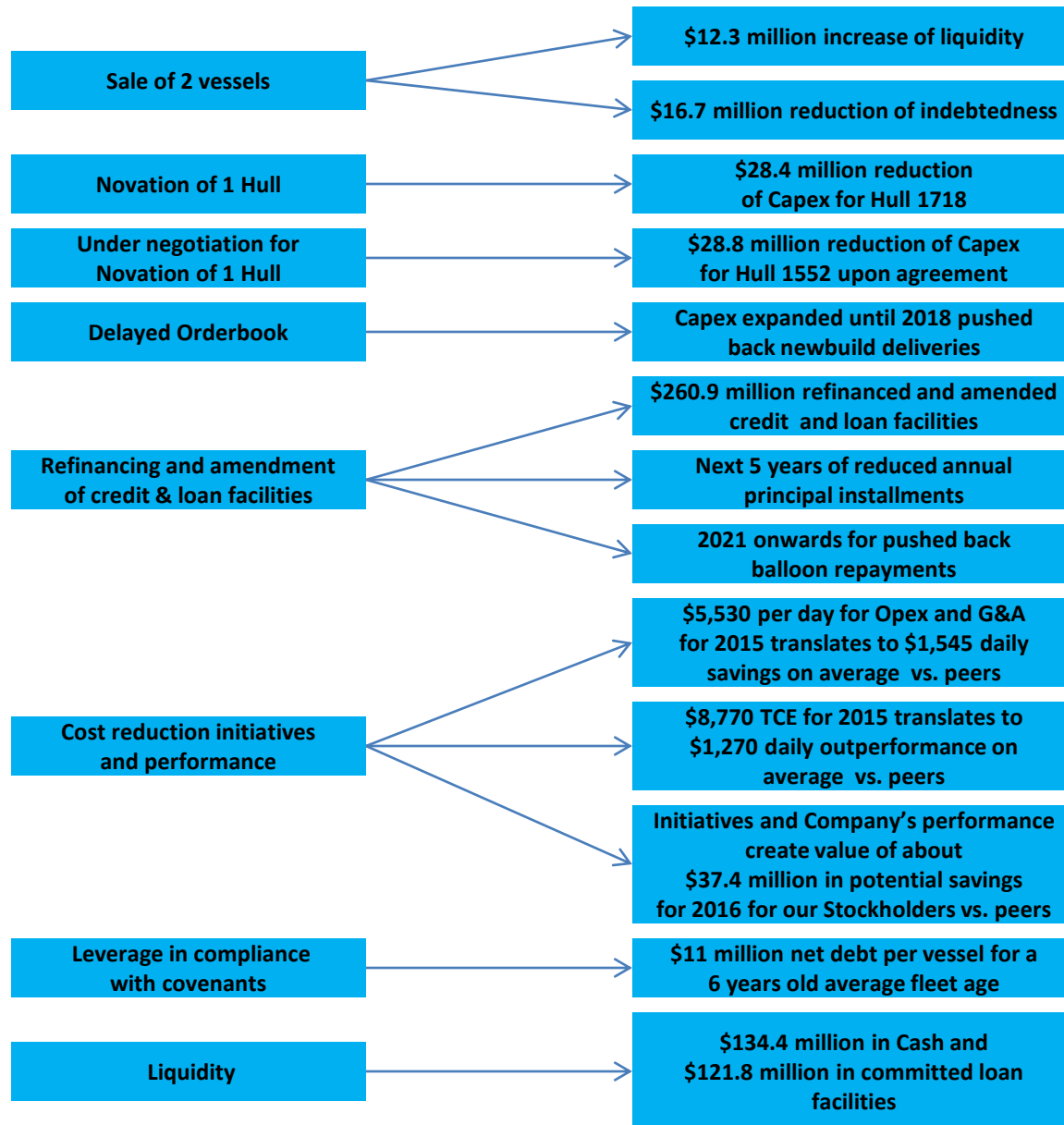


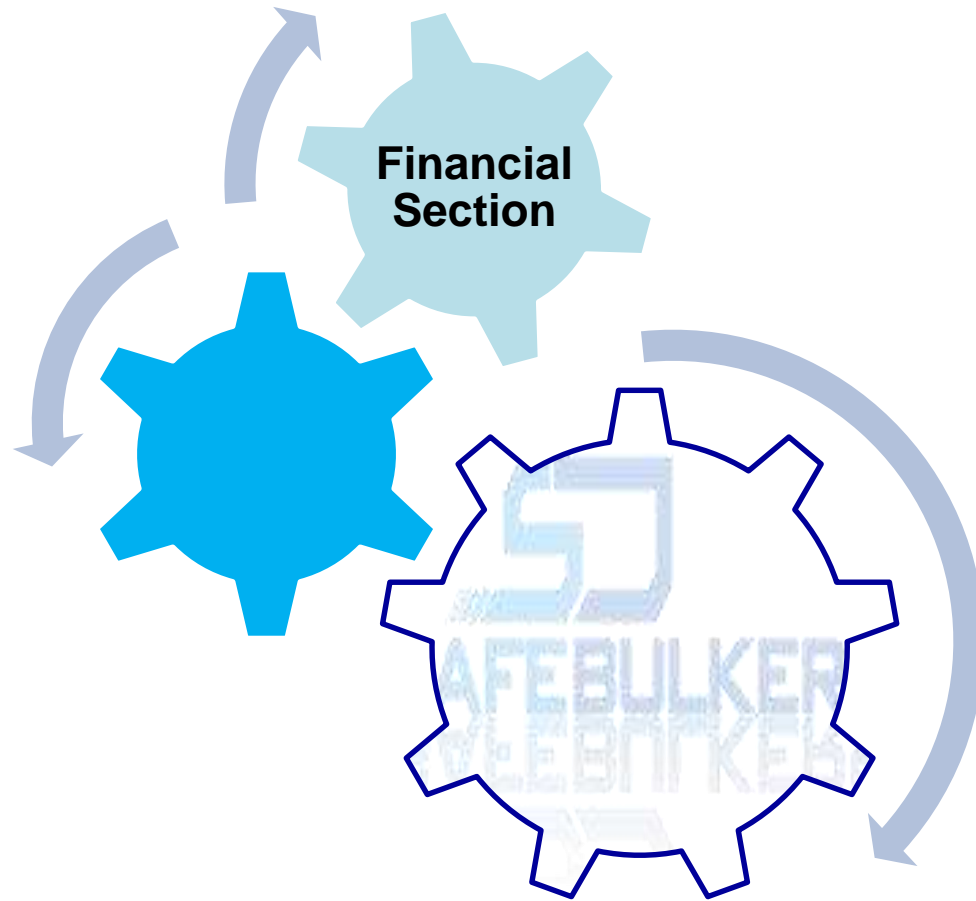
Liquidity in US\$ million



- (1) Data as of February 24, 2015 and February 5, 2016, the issuance dates of the press release for the fourth quarter results for 2014 and 2015, respectively.
- (2) Cash, short-term time deposits
- (3) Short-term restricted cash and long-term restricted cash.
- (4) Available under existing revolving reducing credit facilities (RCF).
- (5) Undrawn committed loan and credit facilities .

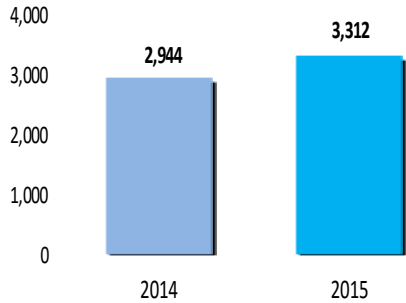
Summary of management actions to weather the market conditions



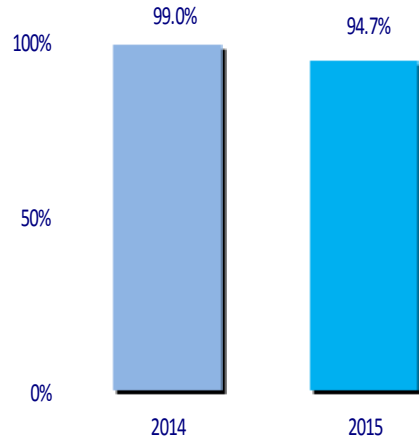


SELECTED QUARTERLY OPERATIONAL HIGHLIGHTS

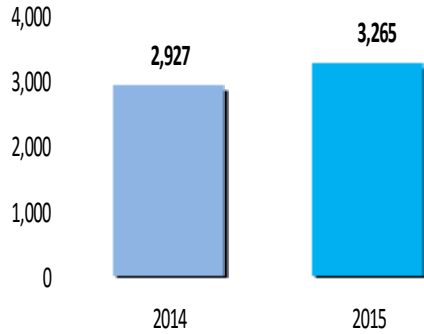
OWNERSHIP DAYS*



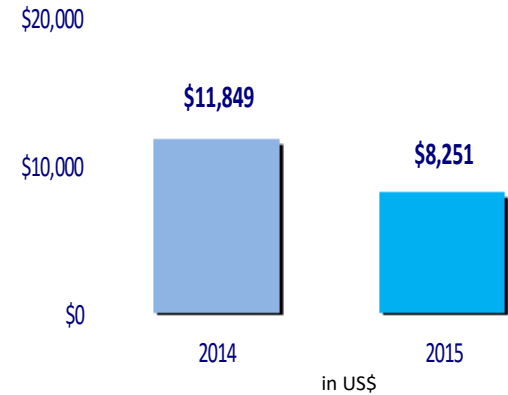
FLEET UTILIZATION*



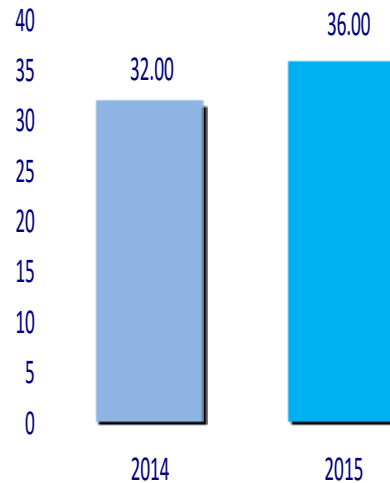
AVAILABLE DAYS*



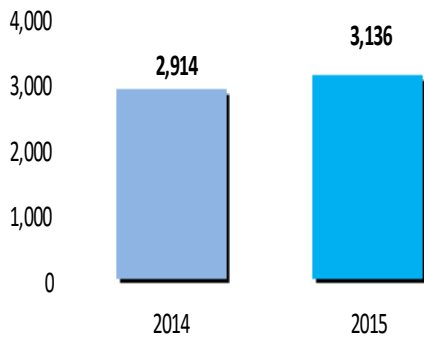
TIME CHARTER EQUIVALENT RATE*



AVERAGE NUMBER OF VESSELS IN PERIOD*



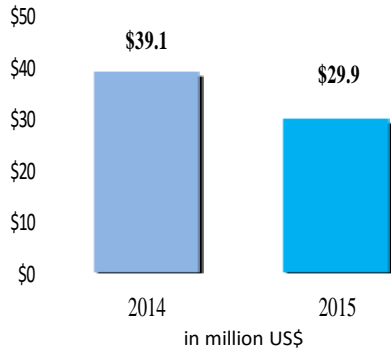
OPERATING DAYS*



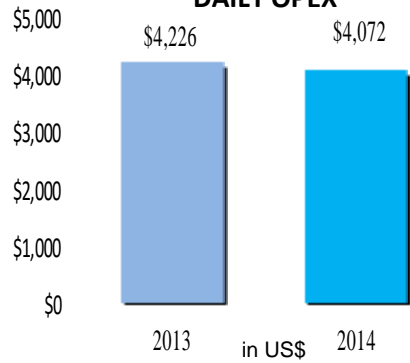
(*) For definition and reconciliation of operational highlights please refer to Slide 15

SELECTED QUARTERLY FINANCIAL HIGHLIGHTS

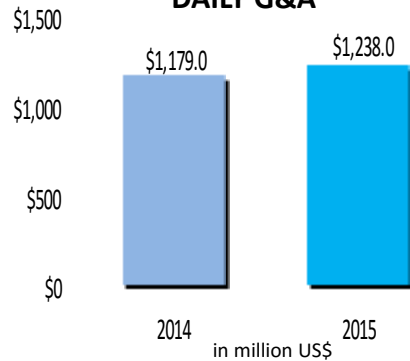
NET REVENUE



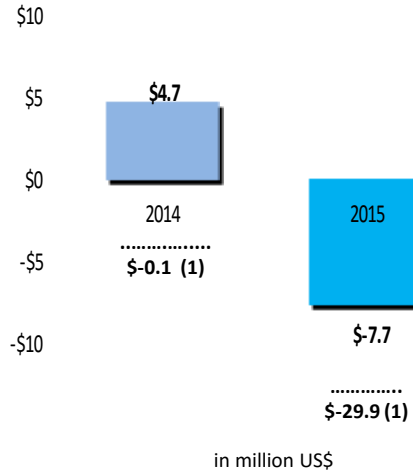
DAILY OPEX



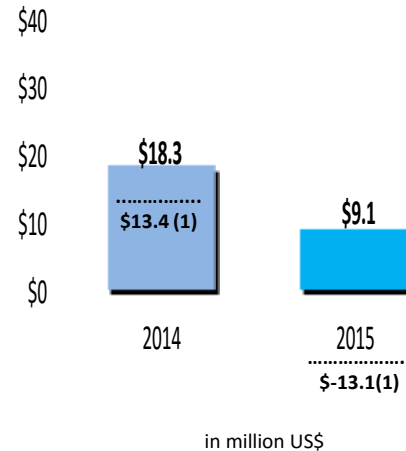
DAILY G&A



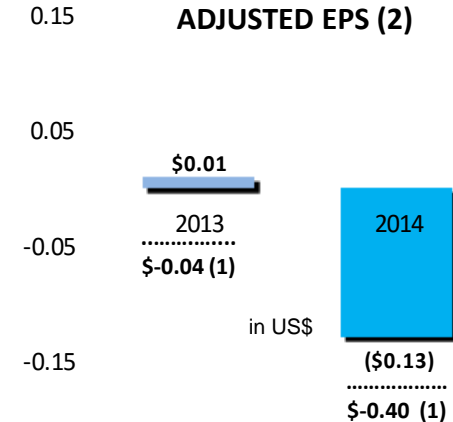
ADJUSTED NET INCOME/LOSS (2)



ADJUSTED EBITDA (2)



ADJUSTED EPS (2)



(1) Non-Adjusted figures.

(2) For definition and reconciliation of Adjusted Net Income, EPS and EBITDA please refer to Slide 13

COMPANY STOCK

Dividend Declaration on Series B Preferred Shares, Series C Preferred Shares and Series D Preferred Shares

The Series B, Series C and Series D Preferred Shares are traded on the New York Stock Exchange under the ticker symbol SB.PR.B, SB.PR.C and SB.PR.D, respectively.

In January 2016, the Company's Board of Directors declared :

- a cash dividend of \$0.50 per share on its 8.00% Series B Cumulative Redeemable Perpetual Preferred Shares (the "Series B Preferred Shares") (NYSE: SB.PR.B) for the period from October 30, 2015 to January 29, 2016;
- a cash dividend of \$0.50 per share on its 8.00% Series C Cumulative Redeemable Perpetual Preferred Shares (the "Series C Preferred Shares") (NYSE: SB.PR.C) for the period from October 30, 2015 to January 29, 2016;
- a cash dividend of \$0.50 per share on its 8.00% Series D Cumulative Redeemable Perpetual Preferred Shares (the "Series D Preferred Shares") (NYSE: SB.PR.D) for the period from October 30, 2015 to January 29, 2016.

Each dividend was paid on February 1, 2016, to all shareholders of record as of January 25, 2016 of the Series B Preferred Shares of the Series C Preferred Shares and of the Series D Preferred Shares, respectively.

This was the tenth consecutive cash dividend declared on the Company's Series B Preferred Shares, the seventh cash dividend declared on its Series C Preferred Shares and the sixth cash dividend declared on its Series D Preferred Shares, since their commencement of trading on the New York Stock Exchange.

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THANK YOU

