

Seaspan Corporation

Financial Statements (Unaudited) for the three and twelve months ended December 31, 2022

(Expressed in millions of United States dollars)

SEASPAN CORPORATION
UNAUDITED BALANCE SHEET
(EXPRESSED IN MILLIONS OF US DOLLARS)

	December 31, 2022	December 31, 2021
Assets		
Current assets:		
Cash and cash equivalents	\$ 150.7	\$ 169.0
Accounts receivable	36.7	28.8
Due from related party	18.4	38.3
Prepaid expenses and other	43.2	36.6
Net investment in lease	21.0	16.8
Assets classified as held for sale	19.4	—
	<u>289.4</u>	<u>289.5</u>
Vessels	8,227.6	7,676.1
Right-of-use asset	741.9	720.4
Net investment in lease	887.4	741.5
Goodwill	75.3	75.3
Derivative instruments	153.5	49.0
Other assets	240.0	270.6
	<u>\$ 10,615.1</u>	<u>\$ 9,822.4</u>
Liabilities and shareholder's equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 175.5	\$ 136.7
Deferred revenue	24.6	44.7
Long-term debt - current	224.3	542.1
Operating lease liabilities - current	(3.2)	153.8
Finance lease liabilities - current	222.2	—
Other financing arrangements - current	147.5	100.5
Other liabilities - current	2.4	7.6
	<u>793.3</u>	<u>985.4</u>
Long-term debt	3,316.7	3,480.9
Operating lease liabilities	388.0	558.6
Other financing arrangements	1,940.3	1,239.3
Derivative instruments	53.7	66.5
Other liabilities	44.5	10.4
Total liabilities	<u>6,536.5</u>	<u>6,341.1</u>
Shareholder's equity:		
Share capital	2.5	2.5
Additional paid in capital	3,675.8	3,565.1
Deficit	(3.6)	(67.2)
Accumulated other comprehensive loss	(18.1)	(19.1)
	<u>3,656.6</u>	<u>3,481.3</u>
	<u>\$ 10,193.0</u>	<u>\$ 9,822.4</u>

SEASPAN CORPORATION
UNAUDITED STATEMENT OF OPERATIONS
(EXPRESSED IN MILLIONS OF US DOLLARS)

	For the three months ended December 31, 2022	For the twelve months ended December 31, 2022
Revenue	\$ 401.5	\$ 1,555.6
Operating expenses:		
Ship operating	79.0	309.2
Depreciation and amortization	84.6	327.5
General and administrative	13.3	50.1
Operating leases	29.3	120.3
Loss on disposal of vessels	—	4.0
	206.2	811.1
Operating earnings	195.3	744.5
Other expenses (income):		
Interest expense	73.3	219.4
Interest income	(3.1)	(5.5)
Loss on debt extinguishment	—	4.6
(Gain) loss on derivative instruments	8.3	(110.0)
Other expenses	7.1	25.5
	85.6	134.0
Net earnings	\$ 109.7	\$ 610.5

SEASPAN CORPORATION
UNAUDITED STATEMENT OF CASH FLOWS
(EXPRESSED IN MILLIONS OF US DOLLARS)

	For the three months ended December 31, 2022	For the twelve months ended December 31, 2022
Cash from (used in):		
Operating activities:		
Net earnings	\$ 109.7	\$ 610.5
Items not involving cash:		
Depreciation and amortization	84.6	327.5
Change in right-of-use asset	16.6	98.1
Non-cash interest expense and accretion	4.1	18.6
Unrealized change in derivative instruments	12.7	(117.3)
Amortization of acquired revenue contracts	4.5	18.7
Loss on debt extinguishment	—	4.6
Loss on vessel disposal	—	4.0
Other	(2.7)	(0.7)
Changes in assets and liabilities:		
Accounts receivable	1.2	(0.6)
Net investment in lease	5.7	20.5
Prepaid expenses and other	(1.7)	(6.6)
Deferred dry-dock	(14.3)	(47.5)
Other assets	0.4	(2.2)
Accounts payable and accrued liabilities	30.2	34.4
Deferred revenue	13.8	15.1
Operating lease liabilities	(20.9)	(91.6)
Finance lease liabilities	(3.2)	(7.9)
Derivative instruments	(4.3)	7.4
Cash from operating activities	<u>236.4</u>	<u>885.0</u>
Investing activities:		
Acquisition of /additions to vessels, including vessels under construction	(435.8)	(1,219.5)
Payment on settlement of interest swap agreements	1.5	(12.7)
Other assets and liabilities	86.1	9.5
Proceeds from vessel sales	—	256.3
Capitalized interest	(13.9)	(46.2)
Cash used in investing activities	<u>(362.1)</u>	<u>(1,012.6)</u>
Financing activities:		
Repayments of long-term debt and other financing arrangements	(411.9)	(1,107.0)
Payment of lease liabilities	(3.6)	(16.6)
Issuance of long-term debt and other financing arrangements	289.8	1,367.4
Financing fees	(3.7)	(15.0)
Dividends on common shares	(52.0)	(219.5)
Capital contribution from Atlas	—	100.0
Cash from financing activities	<u>(181.4)</u>	<u>109.3</u>
Increase (decrease) in cash and cash equivalents	(307.2)	(18.3)
Cash and cash equivalents and restricted cash, beginning of period	457.9	169.0
Cash and cash equivalents and restricted cash, end of period	<u>\$ 150.7</u>	<u>\$ 150.7</u>