

Nordic American Tanker Shipping Ltd.

Reconciliation of non-GAAP financial measures

(Amounts in USD '000)

	Three Months Ended			Six Months Ended	
	June 30, 2005	June 30, 2004	March 31, 2005	June 30, 2005	June 30, 2004
Voyage revenue	26 236	9 442	18 607	44 843	26 810
Voyage expenses	(8 233)	0	(2 457)	(10 690)	0
Net voyage revenue ⁽¹⁾	18 003	9 442	16 150	34 153	26 810

	Three Months Ended	
	June 30, 2005	March 31, 2005
Income from vessel operations	9 532	7 459
Depreciation and amortization	4 188	2 702
Share Based Compensation/ Stock Option Plan	380	3 797
Cash from vessel operations ⁽²⁾	14 100	13 958

(1) Net voyage revenues represents voyage revenues less voyage expenses such as bunker fuel, port fees, canal tolls and brokerage commissions. Net voyage revenues is included because certain investors use this data to measure a shipping company's financial performance. Net voyage revenues is not required by accounting principles generally accepted in the United States and should not be considered as an alternative to net income or any other indicator of the Company's performance required by accounting principles generally accepted in the United States.

(2) Cash flow from vessel operations represents income from vessel operations before depreciation, amortization expense and certain non-cash administrative charges. Cash flow from vessel operations is included because certain investors use this data to measure a shipping company's financial performance. Cash flow from vessel operations is not required by accounting principles generally accepted in the United States and should not be considered as an alternative to net income or any other indicator of the Company's performance required by accounting principles generally accepted in the United States.