



**Nordic American
Tanker Shipping Ltd.**

February 19, 2009

Distribution of dividend 2008

A distribution by a corporation to its shareholders is treated as a dividend for US federal income tax purposes to the extent it comes from current or accumulated earnings and profits ("E&P") and as a return of capital to the extent that it exceeds E&P.

In 2008 Nordic American Tanker Shipping Limited made a total of \$165.9 million in distributions to its shareholders. Of this amount, \$118.8 million (71.6%) was distributed from current or accumulated earnings and thus will be treated as a dividend for U.S. federal income tax purposes and \$47.1 million (28.4%) was distributed as a return of capital.

You are encouraged to consult your tax advisor regarding the federal, state, local and other tax consequences of those distributions in your particular situations.