



To:
Our Sustainability-linked Bond investors

Date: 16/1/2023

Sustainability-Linked Bond Performance report

On April 29 2021, SFL placed USD 150 million in senior unsecured sustainability-linked bonds due 12 May 2026. We are pleased to report on the progress as follows:

Bond KPI

The gross financial value of binding commitments towards vessel acquisitions, newbuildings and vessel retrofits, which by being equipped with Alternative Fuel Source engines contribute to significant reductions of CO2 emissions compared to vessels running on conventional fuel. By the target Observation Date, SFL aims to have committed an amount at least equal to the size of the issue on upgrades of existing vessels and/or vessel acquisitions consistent with the KPI.

Status

In 2021, SFL ordered four 7000CEU LNG Dual Fuel PCTC newbuildings in China for charters to Volkswagen Konzernlogistik AG and "K" Line. The total capex commitment by 31st December 2022 is USD 304.5 million for the four vessels.

Yours faithfully

Trym Otto Sjølie /s/
SFL Corporation Ltd