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**[DRAFT: NOT] FOR IMMEDIATE RELEASE**

## **SEASPAN REPORTS THIRD QUARTER 2019 RESULTS**

**Achieves highest quarterly utilization rate since 2011 of 99.6%,  
Closes \$500 million accordion, increasing Portfolio Financing Program to \$1.5 billion and  
finishes the quarter with over \$912 million of liquidity**

Hong Kong, China, November 7, 2019 – Seaspan Corporation (“Seaspan”) (NYSE: SSW) announced today its financial results for the three and nine months ended September 30, 2019.

### **Highlights for the Third Quarter and First Nine Months of 2019:**

- Increased portfolio financing program by \$500.0 million to \$1.5 billion
- Agreed to acquire 9600 TEU vessel which we expect will enter into three year time charter with Ocean Network Express (“ONE”)
- Achieved vessel utilization of 99.6% for the third quarter, the highest quarterly utilization since 2011, and 98.8% for the first nine months
- Operating earnings of \$116.1 million for the third quarter and \$570.6 million for the first nine months
- Earnings per diluted share of \$0.11 for the third quarter and \$1.44 for the first nine months; changes in fair value of financial instruments contributed a loss of \$0.10 per diluted share for the third quarter and a loss of \$0.17 per diluted share for the first nine months
- Cash flow from operations of \$145.9 million for the third quarter and \$645.2 million for the first nine months

### **Comments from Management**

Bing Chen, President and Chief Executive Officer, commented, “Our focus on Operational Excellence in quality, reliability, and scalability, together with Customer Partnership, as the preferred solution provider of our customers, has resulted in our highest quarterly utilization rate since 2011, of 99.6% for our 112 vessels fleet. We continue to strengthen our customer centric approach, which this quarter generated an attractive vessel acquisition to facilitate the growth needs of one of our customers, in addition to a tailored charter solution for another. We see growing opportunities to broaden and deepen our customer partnerships as our sector stabilizes into a new normal marked by consolidation.”

Ryan Courson, Chief Financial Officer, said, “During the quarter we continued to execute on our capital plan with the increase of our portfolio financing program to \$1.5 billion of total commitments. The increased capacity provides room and flexibility to finance new acquisitions, including our recently acquired 9600 TEU vessel, which is expected to be delivered in April. The execution on our capital plan has significantly improved capital availability and flexibility, positioning us to execute on our next phase of growth”

### **Significant Developments During the Quarter Ended September 30, 2019**

#### *Portfolio Financing Program Increased to \$1.5 billion*

On May 15, 2019, Seaspan entered into a credit agreement with a syndicate of lenders for a \$1.0 billion secured credit facility as part of a portfolio financing program (the “Program”). The Program is secured by a portfolio of vessels (the “Collateral Pool”) and bears interest at LIBOR plus 2.25% per annum. Seaspan may add, substitute and remove vessels from the Collateral Pool during the term, subject to a borrowing base, portfolio concentration limits, absence of defaults and compliance with financial covenants and certain negative covenants.

On September 18, 2019, Seaspan increased the committed amount under the Program by \$500.0 million to a total of \$1.5 billion. The additional commitments are subject to the same terms, conditions and Collateral Pool security requirements as the initial tranche.

#### *Series D Preferred Shares*

In September 2019, Seaspan redeemed 1,923,585 shares of 7.95% Series D preferred shares for \$47.8 million.

#### *Purchase of 9600 TEU Vessel*

On September 9, 2019, Seaspan closed an agreement to purchase a 2010-built 9600 TEU containership. The vessel is expected to be delivered by the end of April 2020, at which point Seaspan expects the vessel will enter into a 36 month fixed rate time charter with ONE. Subsequent to delivery of the vessel, Seaspan's fleet will expand to 113 vessels.

#### *Unencumbered Vessels*

As of November 7, 2019, Seaspan had 31 unencumbered vessels.

## Subsequent Events

### *Debt Prepayment*

In October 2019, Seaspan refinanced secured term loan facilities, totalling \$180.1 million, using proceeds from the Program. As of September 30, 2019, this balance was classified as current liabilities due to the issuance of voluntary irrevocable prepayment notices by Seaspan.

### *Distribution*

The Board of Directors declared a quarterly distribution in the amount of \$0.125 per share for its Class A Common Shares, paid on October 30, 2019 to shareholders of record as at the close of business on October 21, 2019. Regular quarterly dividends on the Preferred Shares Series D, Series E, Series G, Series H and Series I were also declared.

### *Class A Common Shares Outstanding*

As of November 7, 2019, there were 215.6 million Class A Common Shares outstanding.

## Results for the Three and Nine Months Ended September 30, 2019 and 2018

### *Financial Results*

The following table summarizes Seaspan's consolidated financial results for the three and nine months ended September 30, 2019 and 2018:

<b>Financial Summary</b> (in millions of US dollars, except earnings per share amount)	<b>Three Months Ended</b>		<b>Nine Months Ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Revenue	\$ 282.7	\$ 295.0	\$ 843.5	\$ 801.4
Ship operating expense	56.8	55.4	170.4	163.7
Depreciation and amortization expense	63.9	65.1	189.8	181.1
General and administrative expense	7.7	8.1	23.3	24.5
Operating lease expense	38.3	33.0	116.3	96.6
Income related to modification of time charters	—	—	227.0	—
Operating earnings	116.1	133.4	570.6	335.6
Interest expense and amortization of deferred financing fees	45.0	56.0	151.5	149.4
Net earnings	43.0	80.0	368.2	215.7
Net earnings to common shareholders	25.0	63.5	314.0	162.6
Earnings per share, diluted	0.11	0.36	1.44	1.07
Cash from operating activities	145.9	150.6	645.2	355.9

### *Ownership Days, Operating Days and Vessel Utilization*

Ownership days are the number of days a vessel is owned and available for charter. Operating days are the number of days a vessel is available to the charterer for use.

The primary driver of ownership days are the increases or decreases in the number of vessels owned, while the drivers of operating days are ownership days and the number of days the vessels are off-hire.

Ownership days were unchanged for the three months ended September 30, 2019, and increased by 1,791 days for the nine months ended September 30, 2019, compared with the same periods in 2018. The increase for the nine months ended September 30, 2019 was primarily due to the full period contribution of the additional 16 vessels acquired through the acquisition of GCI, which contributed 1,152 days, with the remainder due to the 2018 vessel deliveries.

Vessel utilization represents the number of operating days as a percentage of ownership days.

The following table summarizes Seaspan's vessel utilization for the nine months ended September 30, 2019 and 2018 and for each quarter for the 24 months ended September 30, 2019:

	2017		2018				2019			Nine Months Ended September 30,	
	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	2018	2019	
<b>Vessel Utilization:</b>											
Ownership Days <sup>(1)</sup>	7,905	8,030	9,546	9,844	9,844	9,630	9,737	9,844	27,420	29,211	
Less Off-hire Days:											
Scheduled Dry Docking	—	(104)	—	(8)	(22)	(13)	(54)	(36)	(112)	(103)	
Unscheduled Off-hire <sup>(2)</sup>	(319)	(149)	(137)	(146)	(240)	(166)	(71)	(3)	(432)	(240)	
Operating Days <sup>(1)</sup>	<u>7,586</u>	<u>7,777</u>	<u>9,409</u>	<u>9,690</u>	<u>9,582</u>	<u>9,451</u>	<u>9,612</u>	<u>9,805</u>	<u>26,876</u>	<u>28,868</u>	
<b>Vessel Utilization</b>	<b><u>96.0%</u></b>	<b><u>96.8%</u></b>	<b><u>98.6%</u></b>	<b><u>98.4%</u></b>	<b><u>97.3%</u></b>	<b><u>98.1%</u></b>	<b><u>98.7%</u></b>	<b><u>99.6%</u></b>	<b><u>98.0%</u></b>	<b><u>98.8%</u></b>	

(1) Operating and ownership days include leased vessels and exclude vessels under bareboat charter.

(2) Unscheduled off-hire includes days related to vessels being off-charter.

Vessel utilization increased for the three and nine months ended September 30, 2019, compared with the same periods in 2018. The increase for the nine months ended September 30, 2019 was primarily due to a decrease in the number of unscheduled off-hire days and scheduled off-hire days for dry-docking.

### *Revenue*

Revenue decreased by 4.2% to \$282.7 million and increased by 5.3% to \$843.5 million for the three and nine months ended September 30, 2019, respectively, compared with the same periods in 2018. The decrease in revenue for the three months ended September 30, 2019 was primarily due to the changes in the daily charter hire rates of seven time charters which were modified in the first quarter of 2019, offset by higher operating days. Seaspac recognized \$227.0 million of income from modification, and these seven charters were subsequently rechartered to other customers at market rates. The increase in revenue for the nine months ended September 30, 2019 was primarily due to the contribution of additional operating days from the acquisition of vessels from the GCI transaction and 2018 vessel deliveries.

The increase in operating days and the related financial impact thereof for the three and nine months ended September 30, 2019, respectively, compared to the same periods in 2018, is attributable to the following:

	Three Months Ended September 30			Nine Months Ended September 30		
	Ownership Days Impact	Operating Days Impact	\$ Impact (in millions of US dollars)	Ownership Days Impact	Operating Days Impact	\$ Impact (in millions of US dollars)
Full period contribution from 2018 vessel deliveries	—	—	\$ —	639	639	\$ 17.3
Addition of 16 vessels from acquisition of GCI	—	—	—	1,152	1,152	42.9
Changes in daily charter hire rates and rechartering	—	—	—	—	—	5.8
Changes in daily charter hire rates on modified charters <sup>(1)</sup>	—	—	(12.7)	—	—	(24.4)
Unscheduled Off-hire <sup>(2)</sup>	—	143	1.2	—	192	2.4
Scheduled off-hire	—	(28)	(0.8)	—	9	(0.7)
Other	—	—	—	—	—	(1.2)
<b>Total</b>	<b>—</b>	<b>115</b>	<b>\$ (12.3)</b>	<b>1,791</b>	<b>1,992</b>	<b>\$ 42.1</b>

(1) Seven time charters were modified in the first quarter of 2019 and Seaspan recognized \$227.0 million of income from modification; these seven charters have been rechartered to other customers at market rates.

(2) Unscheduled off-hire includes days related to vessels being off-charter.

### Ship Operating Expense

Ship operating expense increased by 2.6% to \$56.8 million and by 4.1% to \$170.4 million for the three and nine months ended September 30, 2019, respectively, compared with the same periods in 2018. The increase for the three months ended September 30, 2019 is primarily due to an increase in maintenance expenses. The increase for the nine months ended September 30, 2019 was primarily due to an increase in ownership days from the period contribution of the acquisition of vessels from the GCI transaction and 2018 vessel deliveries.

The following table summarizes Seaspan's operating cost per operating day for the nine months ended September 30, 2019 and 2018 and for each quarter for the 24 months ended September 30, 2019:

	2017	2018				2019			Nine Months Ended September 30,	
	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	2018	2019
<b>Operating Cost:</b>										
Ownership Days <sup>(1)</sup>	7,905	8,030	9,546	9,844	9,844	9,630	9,737	9,844	27,420	29,211
Vessel Operating Costs (in millions of US dollars)	\$ 48.1	\$ 49.5	\$ 58.8	\$ 55.4	\$ 55.6	\$ 57.7	\$ 55.9	\$ 56.8	163.7	170.4
<b>Operating Cost per Ownership Day</b>	<b>\$ 6,086</b>	<b>\$ 6,170</b>	<b>\$ 6,156</b>	<b>\$ 5,624</b>	<b>\$ 5,648</b>	<b>\$ 5,993</b>	<b>\$ 5,743</b>	<b>\$ 5,770</b>	<b>\$ 5,969</b>	<b>\$ 5,833</b>

(1) Ownership days include leased vessels and exclude vessels under bareboat charter.

Ship operating cost per ownership day increased by 2.6% to \$5,770 and decreased by 2.3% to \$5,833 for the three and nine months ended September 30, 2019, respectively, compared to the same periods in 2018.

#### *Depreciation and Amortization Expense*

Depreciation and amortization expense decreased by 1.8% to \$63.9 million and increased by 4.8% to \$189.8 million for the three and nine months ended September 30, 2019, respectively, compared with the same periods in 2018. The decrease for the three months ended was primarily due to asset write-offs in 2018. The increase for the nine months ended September 30, 2019 was primarily due to an increase in ownership days from the period contribution of the acquisition of vessels from the GCI transaction and 2018 vessel deliveries.

#### *General and Administrative Expense*

General and administrative expense decreased by 4.9% to \$7.7 million and by 4.9% to \$23.3 million for the three and nine months ended September 30, 2019, respectively, compared with the same periods in 2018. The decrease for the three months ended was primarily due to a decrease in professional fees and share-based compensation expenses. For the nine months ended September 30, 2019, this decrease was primarily due to transition payments paid to the former CFO in 2018.

#### *Operating Lease Expense*

Operating lease expense increased by 16.1% to \$38.3 million and by 20.4% to \$116.3 million for the three and nine months ended September 30, 2019, respectively, compared with the same periods in 2018. The increase was primarily due to the amortization of deferred gains related to Seaspan's vessel sale-leaseback transactions, which are no longer recognized through operating leases. Upon adoption of Accounting Standards Update 2016-02 "Leases" on January 1, 2019, the remaining balance of these deferred gains were recognized through opening deficit as a cumulative adjustment.

#### *Interest Expense and Amortization of Deferred Financing Fees*

The following table summarizes Seaspan's borrowings:

<b>(in millions of US dollars)</b>	<b>September 30,</b>	
	<b>2019</b>	<b>2018</b>
Long-term debt, excluding deferred financing fees:		
Revolving credit facilities	\$ 756.0	\$ 812.3
Term loan credit facilities	1,648.8	2,243.8
Senior unsecured notes	80.0	417.9
Fairfax Notes	500.0	250.0
Debt discount and fair value adjustment	(155.8)	(88.1)
Long-term obligations under other financing arrangements, excluding deferred financing fees	609.7	660.1
<b>Total borrowings</b>	<b>\$ 3,438.7</b>	<b>\$ 4,296.0</b>

Interest expense and amortization of deferred financing fees decreased by \$11.0 million to \$45.0 million and increased by \$2.1 million to \$151.5 million for the three and nine months ended September 30, 2019, respectively, compared with the same periods in 2018. The decrease for the three months ended September 30, 2019 was primarily due to the early prepayments of long-term debt. The increase for the nine months ended September 30, 2019 was primarily due to the issuance of the Fairfax Notes and debt assumed in connection with the acquisition of GCI.

*Change in Fair Value of Financial Instruments*

The change in fair value of financial instruments resulted in a loss of \$22.1 million and \$37.7 million for the three and nine months ended September 30, 2019, respectively. The losses for this period were primarily due to the impact of swap settlements and a decrease in the LIBOR forward curve.

*Liquidity and Unencumbered Vessels*

As of September 30, 2019, Seaspan had total liquidity of \$912.9 million, consisting of \$258.9 million of cash and cash equivalents and \$654.0 million available under its revolving credit facilities and term loan credit facilities.

<b>As of September 30, 2019</b>	
<b>TEU Class</b>	<b>Vessel Count</b>
2500	4
3500	2
4250	18
8500	2
10000	2
13100	1
14000	2
<b>Total</b>	<b>31</b>

## About Seaspan

Seaspan is the leading independent charter owner of containerships with industry leading ship management services. Seaspan charters its vessels primarily pursuant to long-term, fixed-rate, time charters from the world's largest container shipping liners. Seaspan's operating fleet consists of 112 containerships with a total capacity of more than 900,000 TEU, an average age of approximately seven years and an average remaining lease period of approximately four years, on a TEU weighted basis.

Seaspan has the following securities listed on The New York Stock Exchange:

<u>Symbol</u>	<u>Description</u>
SSW	Class A Common Shares
SSW PR D	Series D Preferred Shares
SSW PR E	Series E Preferred Shares
SSW PR G	Series G Preferred Shares
SSW PR H	Series H Preferred Shares
SSW PR I	Series I Preferred Shares
SSWA	7.125% Senior Unsecured Notes due 2027
SSW25	5.500% Senior Notes due 2025
SSW26	5.500% Senior Notes due 2026

### **Conference Call and Webcast**

Seaspan will host a conference call and webcast presentation for investors, analysts, and interested parties to discuss its third quarter results on November 7, 2019 at 8:30 a.m. ET. Participants should call 1-877-246-9875 (US/Canada) or 1-707-287-9353 (International) and request the Seaspan call (conference ID: 8690787). The live webcast and slide presentation are available under “Events & Presentations” at [www.seaspancorp.com](http://www.seaspancorp.com).

A recording will be available at 1-855-859-2056 or 1-404-537-3406 (Conference passcode: 8690787).

**SEASPAN CORPORATION**  
**UNAUDITED CONSOLIDATED BALANCE SHEETS**  
**AS OF SEPTEMBER 30, 2019 AND DECEMBER 31, 2018**  
**(IN THOUSANDS OF US DOLLARS)**

	September 30, 2019	December 31, 2018
Assets		
Current assets:		
Cash and cash equivalents	\$ 258,901	\$ 357,327
Short-term investments	—	2,532
Accounts receivable	11,790	13,001
Prepaid expenses and other	32,129	36,519
Gross investment in lease	44,469	44,348
Fair value of financial instruments	—	113
	<u>347,289</u>	<u>453,840</u>
Vessels	5,761,779	5,926,274
Right-of-use assets	985,563	—
Gross investment in lease	784,340	817,631
Goodwill	75,321	75,321
Other assets	185,416	204,931
	<u>\$ 8,139,708</u>	<u>\$ 7,477,997</u>
Liabilities, puttable preferred shares and shareholders' equity		
Current liabilities:		
Accounts payable and accrued liabilities	71,735	70,211
Current portion of deferred revenue	61,538	55,915
Current portion of long-term debt	361,882	722,641
Current portion of operating lease liabilities	159,757	—
Current portion of long-term obligations under other financing arrangements	144,328	48,384
Current portion of other long-term liabilities	7,124	32,243
	<u>806,364</u>	<u>929,394</u>
Deferred revenue	351,889	376,884
Long-term debt	2,437,433	2,764,900
Operating lease liabilities	810,764	—
Long-term obligations under other financing arrangements	458,770	591,372
Other long-term liabilities	12,968	180,157
Fair value of financial instruments	56,323	127,172
	<u>4,934,511</u>	<u>4,969,879</u>
Puttable preferred shares	—	48,139
Shareholders' equity:		
Share capital	2,491	2,102
Treasury shares	(374)	(371)
Additional paid in capital	3,452,511	3,126,457
Deficit	(227,632)	(645,638)
Accumulated other comprehensive loss	(21,799)	(22,571)
	<u>3,205,197</u>	<u>2,459,979</u>
	<u>\$ 8,139,708</u>	<u>\$ 7,477,997</u>

**SEASPAN CORPORATION**  
**UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2019 AND 2018**  
**(IN THOUSANDS OF US DOLLARS, EXCEPT PER SHARE AMOUNTS)**

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2019	2018	2019	2018
Revenue	\$ 282,716	\$ 294,981	\$ 843,459	\$ 801,419
Operating expenses (income):				
Ship operating	56,789	55,360	170,419	163,676
Depreciation and amortization	63,917	65,053	189,841	181,085
General and administrative	7,673	8,148	23,335	24,494
Operating leases	38,268	33,048	116,304	96,571
Income related to modification of time charters	—	—	(227,000)	—
	<u>166,647</u>	<u>161,609</u>	<u>272,899</u>	<u>465,826</u>
Operating earnings	116,069	133,372	570,560	335,593
Other expenses (income):				
Interest expense and amortization of deferred financing fees	44,999	56,038	151,464	149,387
Interest expense related to amortization of debt discount	4,439	2,193	12,910	5,091
Interest income	(1,958)	(1,128)	(8,239)	(2,893)
Refinancing expenses	2,921	—	6,136	—
Acquisition related gain on contract settlement	—	—	—	(2,430)
Change in fair value of financial instruments	22,068	(4,526)	37,661	(29,775)
Equity income on investment	—	—	—	(1,216)
Other expenses	637	822	2,386	1,728
	<u>73,106</u>	<u>53,399</u>	<u>202,318</u>	<u>119,892</u>
<b>Net earnings</b>	<b>\$ 42,963</b>	<b>\$ 79,973</b>	<b>\$ 368,242</b>	<b>\$ 215,701</b>
Dividends - preferred shares	(17,917)	(16,498)	(54,254)	(53,066)
Net earnings attributable to common shares	<u>\$ 25,046</u>	<u>\$ 63,475</u>	<u>\$ 313,988</u>	<u>\$ 162,635</u>
Weighted average number of shares, basic	216,142	170,232	213,938	147,292
Effect of dilutive securities:				
Share-based compensation	697	543	460	381
Fairfax warrants	5,696	3,255	3,841	3,860
Weighted average number of shares, diluted	<u>222,535</u>	<u>174,030</u>	<u>218,239</u>	<u>151,533</u>
Earnings per share, basic	<u>\$ 0.12</u>	<u>\$ 0.37</u>	<u>\$ 1.47</u>	<u>\$ 1.10</u>
Earnings per share, diluted	<u>\$ 0.11</u>	<u>\$ 0.36</u>	<u>\$ 1.44</u>	<u>\$ 1.07</u>

**SEASPAN CORPORATION**  
**UNAUDITED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2019 AND 2018**  
**(IN THOUSANDS OF US DOLLARS)**

	<u>Three Months Ended</u> <u>September 30,</u>		<u>Nine Months Ended</u> <u>September 30,</u>	
	2019	2018	2019	2018
Net earnings	\$ 42,963	\$ 79,973	\$ 368,242	\$ 215,701
Other comprehensive income:				
Amounts reclassified to net earnings during the period relating to cash flow hedging instruments	254	271	772	847
<b>Comprehensive income</b>	<b><u>\$ 43,217</u></b>	<b><u>\$ 80,244</u></b>	<b><u>\$ 369,014</u></b>	<b><u>\$ 216,548</u></b>

**SEASPAN CORPORATION**  
**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2019 AND 2018**  
**(IN THOUSANDS OF US DOLLARS)**

	<b>Three Months Ended September 30,</b>		<b>Nine Months Ended September 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Cash from (used in):				
Operating activities:				
Net earnings	\$ 42,963	\$ 79,973	\$ 368,242	\$ 215,701
Items not involving cash:				
Depreciation and amortization	63,917	65,053	189,841	181,085
Amortization of right-of-use assets	28,036	—	83,443	—
Share-based compensation	693	355	2,655	1,905
Amortization of deferred financing fees, debt discount and fair value of long-term debt	7,743	5,726	22,629	14,283
Amounts reclassified from other comprehensive income to interest expense	70	80	219	254
Unrealized change in fair value of financial instruments	(406)	(13,925)	(13,724)	(62,834)
Acquisition related gain on contract settlement	—	—	—	(2,430)
Equity income on investment	—	—	—	(1,216)
Deferred gain on sale-leasebacks	—	(5,527)	—	(16,636)
Amortization of acquired revenue contracts	3,977	1,902	9,796	5,461
Refinancing expenses	2,921	—	6,136	—
Other	(576)	(355)	(1,313)	(1,044)
Changes in assets and liabilities	(3,425)	17,307	(22,763)	21,414
Cash from operating activities	<u>145,913</u>	<u>150,589</u>	<u>645,161</u>	<u>355,943</u>
Financing activities:				
Preferred shares issued, net of issuance costs	—	144,416	—	144,416
Repayment of credit facilities	(367,040)	(225,916)	(1,276,755)	(360,660)
Draws on credit facilities	115,900	—	734,893	325,600
Fairfax notes and warrants issued	—	—	250,000	250,000
Draws on long-term obligations under other financing arrangements	—	—	—	46,964
Repayments on long-term obligations under other financing arrangements	(12,787)	(12,365)	(38,004)	(35,672)
Senior unsecured notes repurchased, including related expenses	—	—	(8,998)	—
Redemption of preferred shares	(47,782)	(143,430)	(47,782)	(143,430)
Repayments on senior unsecured notes	—	—	(311,398)	—
Proceeds from exercise of warrants	—	250,000	250,000	250,000
Financing fees	(7,890)	(2,753)	(23,619)	(15,868)
Dividends on common shares	(26,656)	(9,549)	(75,115)	(28,358)
Dividends on preferred shares	(18,247)	(14,720)	(53,685)	(49,680)
Cash from (used in) financing activities	<u>(364,502)</u>	<u>(14,317)</u>	<u>(600,463)</u>	<u>383,312</u>
Investing activities:				
Expenditures for vessels	(3,532)	(5,613)	(9,810)	(306,626)
Short-term investments	106	(105)	2,532	(2,401)
Prepayment on vessel purchase	(6,620)	—	(6,620)	—
Other assets	(1,100)	(201)	(6,806)	2,510
Loans to affiliate	—	—	—	(427)
Payments on settlement of interest swap agreements	(104,825)	(8,390)	(122,054)	(30,992)
Acquisition of GCI	—	—	—	(333,581)
Cash acquired from GCI acquisition	—	—	—	70,121
Cash used in investing activities	<u>(115,971)</u>	<u>(14,309)</u>	<u>(142,758)</u>	<u>(601,396)</u>
Increase (decrease) in cash, cash equivalents and restricted cash	(334,560)	121,963	(98,060)	137,859
Cash, cash equivalents and restricted cash, beginning of period	607,896	283,132	371,396	267,236
Cash, cash equivalents and restricted cash, end of period	<u>\$ 273,336</u>	<u>\$ 405,095</u>	<u>\$ 273,336</u>	<u>\$ 405,095</u>

The following table provides a reconciliation of cash, cash equivalents and restricted cash reported within the consolidated balance sheets that sum to the amounts shown in the consolidated statements of cash flows:

	<b>September 30,</b>	
	<b>2019</b>	<b>2018</b>
Cash and cash equivalents	\$ 258,901	\$ 391,030
Restricted cash included in other assets	14,435	14,065
Total cash, cash equivalents and restricted cash shown in the consolidated statements of cash flows	<u>\$ 273,336</u>	<u>\$ 405,095</u>

## STATEMENT REGARDING FORWARD-LOOKING STATEMENTS

This release contains forward-looking statements (as such term is defined in Section 21E of the Securities Exchange Act of 1934, as amended, or the Exchange Act) concerning Seaspan's operations, cash flows, and financial position, including, without limitation, the likelihood of its success in developing and expanding its business. Statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "continue," "expects," "anticipates," "intends," "plans," "believes," "estimates," "projects," "forecasts," "will," "may," "potential," "should" and similar expressions are forward-looking statements. These forward-looking statements represent Seaspan's estimates and assumptions only as of the date of this release and are not intended to give any assurance as to future results. As a result, you are cautioned not to rely on any forward-looking statements. Forward-looking statements appear in a number of places in this release. Although these statements are based upon assumptions Seaspan believes to be reasonable based upon available information, they are subject to risks and uncertainties. These risks and uncertainties include, but are not limited to:

- future growth prospects and ability to expand Seaspan's business;
- Seaspan's expectations as to impairments of its vessels, including the timing and amount of currently anticipated impairments;
- the future valuation of Seaspan's vessels and goodwill;
- potential acquisitions, vessel financing arrangements and other investments, and Seaspan's expected risks and benefits from such transactions as well as the likelihood of consummating any such transaction;
- future time charters and vessel deliveries, including future long-term charters for certain existing vessels;
- estimated future capital expenditures needed to preserve the operating capacity of Seaspan's fleet including, its capital base, and comply with regulatory standards, its expectations regarding future dry-docking and operating expenses, including ship operating expense and general and administrative expenses;
- Seaspan's expectations about the availability of vessels to purchase, the time it may take to construct new vessels, the delivery dates of new vessels, the commencement of service of new vessels under long-term time charter contracts and the useful lives of its vessels;
- availability of crew, number of off-hire days and dry-docking requirements;
- general market conditions and shipping market trends, including charter rates, increased technological innovation in competing vessels and other factors affecting supply and demand;
- Seaspan's financial condition and liquidity, including its ability to borrow and repay funds under its credit facilities, to refinance its existing facilities and to obtain additional financing in the future to fund capital expenditures, acquisitions and other general corporate activities;
- Seaspan's continued ability to meet its current liabilities as they become due;
- Seaspan's continued ability to maintain, enter into or renew primarily long-term, fixed-rate time charters with its existing customers or new customers;
- the potential for early termination of long-term contracts and Seaspan's potential inability to enter into, renew or replace long-term contracts;
- the introduction of new accounting rules for leasing and exposure to currency exchange rates and interest rate fluctuations;
- conditions inherent in the operation of ocean-going vessels, including acts of piracy;
- acts of terrorism or government requisition of Seaspan's containerships during periods of war or emergency;
- adequacy of Seaspan's insurance to cover losses that result from the inherent operational risks of the shipping industry;
- lack of diversity in Seaspan's operations and in the type of vessels in its fleet;
- conditions in the public equity market and the price of Seaspan's shares;

- Seaspans ability to leverage to its advantage its relationships and reputation in the containership industry;
- changes in governmental rules and regulations or actions taken by regulatory authorities, and the effect of governmental regulations on Seaspans business;
- the financial condition of Seaspans customers, lenders, and other counterparties and their ability to perform their obligations under their agreements with us;
- Seaspans continued ability to meet specified restrictive covenants and other conditions in its financing and lease arrangements, its notes and its preferred shares;
- any economic downturn in the global financial markets and export trade and increase in trade protectionism and potential negative effects of any recurrence of such disruptions on Seaspans customers ability to charter Seaspans vessels and pay for Seaspans services;
- the value of Seaspans vessels and other factors or events that trigger impairment assessments or results;
- taxation of Seaspans earnings and of distributions to its shareholders;
- Seaspans exemption from tax on U.S. source international transportation income and exemption from tax on China-sourced international transportation service income;
- the ability to bring claims in China and Marshall Islands, where the legal systems are not well-developed;
- potential liability from future litigation; and
- other factors detailed from time to time in Seaspans periodic reports.

Forward-looking statements in this release are estimates and assumptions reflecting the judgment of senior management and involve known and unknown risks and uncertainties. These forward-looking statements are based upon a number of assumptions and estimates that are inherently subject to significant uncertainties and contingencies, many of which are beyond Seaspans control. Actual results may differ materially from those expressed or implied by such forward-looking statements. Accordingly, these forward-looking statements should be considered in light of various important factors listed above and including, but not limited to, those set forth in “Item 3. Key Information—D. Risk Factors” in Seaspans Annual Report for the year ended December 31, 2018 on Form 20-F filed on March 26, 2019 and in the “Risk Factors” in Reports on Form 6-K that are filed with the Securities and Exchange Commission from time to time relating to its quarterly financial results.

Seaspan does not intend to revise any forward-looking statements in order to reflect any change in Seaspans expectations or events or circumstances that may subsequently arise. Seaspan expressly disclaims any obligation to update or revise any of these forward-looking statements, whether because of future events, new information, a change in Seaspans views or expectations, or otherwise. You should carefully review and consider the various disclosures included in Seaspans Annual Report and in Seaspans other filings made with the Securities and Exchange Commission that attempt to advise interested parties of the risks and factors that may affect Seaspans business, prospects and results of operations.

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