

PFIC Annual Information Statement

This information statement is provided for the convenience of any shareholder who held shares in Knightsbridge Tankers Limited (“Knightsbridge” or the “Company”) when the Company was a passive foreign investment company (“PFIC”) and had a QEF election in effect for part of, but not all of, the period that he held Knightsbridge’s shares. Any shareholder to whom this PFIC information statement is not applicable, can obtain information concerning the treatment of distributions received during 2005 from the Company’s website at www.knightsbridgetankers.com.

1. This information Statement applies to the taxable year of Knightsbridge beginning on January 1, 2005 and ending on December 31, 2005 (the “Taxable Year”).
2. (i) Your pro rata share of the ordinary earnings of Knightsbridge for the taxable Year may be determined as follows:
 - (a) If you owned the same number of Knightsbridge shares from January 1, 2005 through December 31, 2005, multiply the number of such Knightsbridge shares by \$2.142281.
 - (b) If you did not own Knightsbridge shares for the entire period beginning January 1, 2005 and ending December 31, 2005, multiply the number of shares you owned by \$2.142281, divide the result by 365, and multiply by the number of days during 2005 that you held such shares.¹
 - (c) If you owned different numbers of Knightsbridge shares at different times during 2005, perform the calculation specified in (b) above separately for each lot of shares owned.
- (ii) Your pro rata share of the net capital gain of Knightsbridge for the Taxable Year is zero.

¹ For example, if you owned 100 shares on January 1, 2005 and sold them on July 1, 2005, your pro rata share of Knightsbridge’s ordinary earnings would be \$106.23 (i.e., 100 shares x \$2.142281 x 181/365).

3. The amount of cash and the fair market value of other property distributed or deemed distributed by Knightsbridge during the Taxable Year is as follows:

Cash: See note²

Fair Market Value of Property: \$0

4. Knightsbridge will permit you to inspect and copy Knightsbridge's permanent books of account, records, and such other documents as may be maintained by Knightsbridge to establish that Knightsbridge's ordinary earnings and net capital gain are computed in accordance with U.S. income tax principles and to verify these amounts and your pro rata shares thereof.

KNIGHTSBRIDGE TANKERS LIMITED

By: /s/ Ola Lorentzon
Name: Ola Lorentzon
Title: Chairman

Date: March 29, 2006

THIS INFORMATION IS PROVIDED IN ORDER TO ASSIST SHAREHOLDERS IN MAKING CALCULATIONS AND DOES NOT CONSITTUTE TAX ADVICE. SHAREHOLDERS ARE ADVISED TO CONSULT THEIR OWN TAX ADVISORS CONCERNING THE OVERALL TAX CONSEQUENCES OF THE OWNERSHIP OF COMMON SHARES ARISING IN THEIR OWN PARTICULAR SITUATIONS UNDER UNITED STATES FEDERAL, STATE, LOCAL OR FOREIGN LAW.

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² On March 11, 2005, Knightsbridge made a distribution of \$1.75 per share to shareholders of record on February 25, 2005. On June 1, 2005, Knightsbridge made a distribution of \$1.50 per share to shareholders of record on May 19, 2005. On September 6, 2005, Knightsbridge made a distribution of \$0.80 per share to shareholders of record on August 26, 2005. On December 5, 2005, Knightsbridge made a distribution of \$0.50 per share to shareholders of record on November 15, 2005. The total amount of these four distributions exceeded the sum of Knightsbridge's earnings and profits for the Taxable Year and Knightsbridge's earnings and profits accumulated in prior years. Accordingly, with respect to the March 11, 2005 distribution, 49.9% of such distribution is a dividend and 50.1% of such distribution is a return of capital. With respect to remaining 2005 distributions, 47 % of each distribution is a dividend, and 53% of each distribution is a return of capital.