



December 17, 2015

Dear Shareholder:

On November 20, 2015, Overseas Shipholding Group, Inc. (the "Company") declared a one for ten stock dividend of Class A common stock payable on December 17, 2015 to holders of record of the Company's Class A common stock and Class B common stock on December 3, 2015. This means that for every share of the Company's Class A common stock or Class B common stock you owned as of December 3, 2015, you now own an additional .10 shares of the Company's Class A common stock.

The Company has been advised that, under current law, for United States federal income tax purposes, generally no gain or loss will be recognized by shareholders upon receipt of the additional shares being issued pursuant to this stock dividend. You should consult your own tax advisor in determining the U.S. federal income tax consequences to you of the receipt of such additional shares, as well as the application of state, local, foreign or other tax laws which may or may not be different from the corresponding U.S. federal income tax laws.

In addition, in connection with the stock dividend, in accordance with the terms of the outstanding warrants for OSG's Class A and Class B common stock, those warrants will be automatically adjusted so that exercising holders will be entitled to receive, upon exercise, additional shares of Class A common stock in respect of the stock dividend. Holders of warrants do not need to take any action at this time.

If you hold your shares with a brokerage firm, please contact your broker for further details.

Thank you for your continued support.

Sincerely,

A handwritten signature in dark ink, appearing to read "I. Blackley", with a long horizontal line extending to the right.

Captain Ian T. Blackley  
President and Chief Executive Officer