

Pacific Radiance posts 3QFY17 revenue of US\$17.2m, amidst capital restructuring

- ◆ Narrowed net loss by 26% year-on-year to US\$13.4 million as cost-cutting measures gained traction
- ◆ Growing optimism on market recovery, though oversupply of vessels in the offshore market is expected to keep charter rates low and operating conditions are expected to remain challenging
- ◆ Discussions with potential investors on raising fresh funds and lenders to restructure existing debt underway

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For immediate release

Pacific Radiance Ltd (Pacific Radiance or the Group), a provider of integrated offshore marine support services, recorded a revenue of US\$17.2 million for the third quarter ended 30 September 2017 (3QFY17), an improvement from US\$14.0 million for 1Q2017 and marginally lower than US\$17.5 million for 2Q2017.

On a year-on-year basis, 3Q2017 revenue of US\$17.2 million was 9% lower due to lower vessel utilisation and charter rates but gross loss reduced by 81% to US\$1.6 million attributed largely to efforts to contain operating costs. Further reduction of overhead costs helped to narrow after tax net loss by 26% to US\$13.4million.

Commenting on 3Q2017 performance, Mr Pang Yoke Min (冯学民), Executive Chairman of Pacific Radiance, said “To date, our cost-cutting efforts through right-sizing of our fleet and tightening control on operating costs and overheads have helped to improve performance at the bottom line. An improvement in the conditions of the oil market is much needed to support our efforts to uplift fleet utilisation and build resilience in the shipyard business. Whilst there has been growing optimism on a nascent recovery in the offshore market as oil prices trend above US\$60 per barrel, operating conditions are still expected to remain challenging in the next 12 months as lingering supply overhang in the offshore market is expected to keep charter rates low”.



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Mr Pang added that the Group is making headway in raising fresh funds with potential investors and is in the process of working out a sustainable debt structure with its lenders. “With a renewed capital structure, the liquidity position of the Group will improve, allowing the Group to tide over the current challenging environment and positioning it for long term sustainable growth,” said Mr Pang.

ABOUT THE COMPANY

www.pacificradiance.com ♦ SGX mainboard listing: 13 November 2013

Pacific Radiance Ltd. provides offshore support solutions to an expanding client base, catering to their key needs throughout the oil and gas project life cycle. Our offshore support services division owns and charters out a young and diverse offshore vessel fleet that helps ensure efficient and successful project execution. We also offer subsea inspection, repair and maintenance services.

Our Group’s fleet of more than 130 vessels has given us a strong foothold across Asia and other emerging oil and gas markets, namely Africa, Latin America and Australia. We are well-placed to benefit from the eventual growth in exploration and production as well as subsea spending in these regions over the long term.

FOR FURTHER ENQUIRIES

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