

SUBSCRIPTION OF RIGHTS SHARES IN PT LOGINDO

INTRODUCTION

The Board of Directors of Pacific Radiance Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) hereby announce that the Group has increased its investment in PT Logindo Samudramakmur Tbk. (“**PT Logindo**”) via a subscription of rights shares (“**PT Logindo Rights Shares**”) pursuant to the issuance of PT Logindo rights issue (“**PT Logindo Rights Issue**”).

On 13 July 2017, the Group submitted an application of acceptance to subscribe for its entitlement pursuant to PT Logindo Rights Issue of 411,099,000 PT Logindo Rights Shares at Indonesian Rupiah (“**Rp.**”) 65 per PT Logindo Rights Share, amounting to approximately Rp. 26,721,435,000 (or approximately US\$2.0 million).

INFORMATION ON PT LOGINDO

PT Logindo Samudramakmur Tbk is a joint venture of the Group and it is listed on Indonesia Stock Exchange since 2013. PT Logindo primarily engages in leasing offshore support vessels to oil and gas companies. It owns and operates various types of vessels, including accommodation work barges, anchor handling tugs, anchor handling tug supply vessels, crew boats, diving support vessels, flat top barges, harbour tugs, hopper barges, landing crafts, tugboats, platform supply vessels and utility boats. It offers both voyage charter and time charter for its vessels.

RESULTING SHAREHOLDING IN PT LOGINDO AND CONSIDERATION

The allotment and issuance of PT Logindo Rights Shares was completed on 20 July 2017. Based on the result of the allotment and issuance, the Group has effective equity interests of approximately 32.4% in PT Logindo. The aggregate consideration payable by the Company, which will be satisfied by internal sources, is approximately US\$2.0 million on the basis of Rp. 65 for each PT Logindo Rights Share. This transaction is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the current financial year.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in relation to the PT Logindo Rights Issue save for their shareholdings in the Company.

By Order of the Board of
Pacific Radiance Ltd.

Pang Yoke Min
Executive Chairman
24 July 2017