

RESPONSE TO SGX-ST QUERIES RECEIVED ON 1 MARCH 2022

The board of directors (the “**Board**”) of Pacific Radiance Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) sets out its response to the queries raised by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 1 March 2022 in relation to the full year financial statement for the Financial Year ended 31 December 2021 (“**FY2021**”):

Query by SGX-ST		Company’s Response									
1	We note the statement that the Group did not receive continuing updates from bank lenders on the computation of interest expenses post-suspension of certain debt obligations and has to make various assumptions in determining the finance costs. Please clarify the reason(s) why the Company is unable to obtain such updates. Is the Company now receiving continuing updates and computing interest expenses based on such updates? If not, how does the Company proposed to resolve this issue?	There was no update from some bank lenders due to the suspension of the debt obligations and restructuring negotiations which continued in FY2021. As announced on 28 October 2021, the bank lenders have entered into the Consensual Sale Agreement with the Company and the Purchaser on 26 October 2021 in relation to the transfer of vessels to the Purchaser. Upon completion of the transfer of vessels in 1Q 2022, approximately US\$200 million of secured indebtedness of the Group will be settled, waived, released and/or discharged, the remaining debt obligations (which will then be unsecured) will be determined and restructured via court-sanctioned schemes of arrangement around 2Q2022. The Company do not foresee this issue to recur after the completion of the schemes of arrangement.									
2	We note the statement that the Group will convene meetings for the Proposed Schemes of Arrangement in 2Q 2022. Please provide a more detailed indicative timeline highlighting key milestones leading to completion of the debt restructuring plan.	Indicative timeline: <table border="1" style="margin-left: 20px;"> <tbody> <tr> <td>April 2022</td> <td>Despatch of scheme documents</td> </tr> <tr> <td>April 2022 – May 2022</td> <td>Proof of debt submission and adjudication of debt</td> </tr> <tr> <td>May 2022 – June 2022</td> <td>Scheme meetings and sanction of schemes by the Court</td> </tr> <tr> <td>June 2022 – July 2022</td> <td>Issuance of new shares, warrants and perpetual securities to complete the debt restructuring plan.</td> </tr> </tbody> </table>		April 2022	Despatch of scheme documents	April 2022 – May 2022	Proof of debt submission and adjudication of debt	May 2022 – June 2022	Scheme meetings and sanction of schemes by the Court	June 2022 – July 2022	Issuance of new shares, warrants and perpetual securities to complete the debt restructuring plan.
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Trading of the Company’s securities on the SGX-ST has been voluntarily suspended by the Company on 28 February 2018.

Shareholders and Noteholders are advised to read this announcement and any further announcements by the Company carefully. There is no certainty or assurance as at the date of this announcement that any discussions or prospects will be successfully concluded or any definitive agreements in relation to any transactions will be entered into. Shareholders and Noteholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board of
Pacific Radiance Ltd.

Pang Yoke Min
Executive Chairman

3 March 2022