



PACIFIC INTERNATIONAL LINES (PRIVATE) LIMITED

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CO. REG. NO. 196700080N

26 November 2021

INTENTION OF PACIFIC INTERNATIONAL LINES (PRIVATE) LIMITED (THE "COMPANY") TO EXERCISE THE RIGHT OF REDEMPTION OF ITS OPTION A VARIABLE RATE SUBORDINATED PERPETUAL CAPITAL SECURITIES ("OPTION A SECURITIES") AND OPTION B VARIABLE RATE SUBORDINATED PERPETUAL CAPITAL SECURITIES ("OPTION B SECURITIES" AND TOGETHER, THE "SECURITIES") ISSUED BY THE COMPANY PURSUANT TO SCHEME OF ARRANGEMENT

The Board of Directors (the "**Board**") of the Company refers to the Company's announcements on 30 March 2021, 31 March 2021, 14 May 2021 and 18 May 2021 in relation to the Company's issuance of the Securities to Scheme Creditors under the Scheme (the "**Announcements**"). Unless otherwise defined, all capitalised terms and references used herein shall bear the same meaning ascribed to them in the Announcements.

Over the course of 2021, the shipping industry has seen a positive upturn, with increases in container freight rates. As a result of the timely capital injection and capital structure recalibration, and the various organisational, operational and financial initiatives undertaken by the Company during the year, the Company was able to benefit financially from the favourable market conditions.

In light of the Company's improved financial position and in appreciation of the support shown by its Scheme creditors throughout the restructuring process, the Company is pleased to announce that it is in a position to and intends to repay all the Scheme debts in full by 30 December 2021, in advance of the deferred repayment dates that it had previously sought under the Scheme.

1. Intention to Redeem both Option A Securities and Option B Securities

Condition 7.2 of the Option A Securities and Condition 7.2 of the Option B Securities both provide that the Company may, at any time on giving not less than 30 nor more than 60 days' notice to holders of the Securities, redeem all of the Securities at their principal amount, together with Distributions (as defined in the terms of the Securities) accrued to the date fixed for redemption.

The Company hereby informs that it intends to exercise its option to redeem all, but not some only, of the Option A Securities and the Option B Securities on 30 December 2021 pursuant to Condition 7.2 of the terms and conditions of the Option A Securities and Condition 7.2 of the terms and conditions of the Option B Securities respectively at their nominal amount together with Distributions (as defined therein) accrued and unpaid (if any) to (but excluding) 30 December 2021.

The indicative details of the redemption in respect of the Securities are as follows:

Option A Securities

ISIN Code: SGXZ63458194

Redemption Date: 30 December 2021

Redemption: At par, together with Distributions (as defined in the terms and conditions of the Option A Securities) accrued and unpaid (if any) to (but excluding) 30 December 2021

Manner of Redemption: On or about the Redemption Date, the Global Certificate in relation to Option A Securities shall be presented and surrendered to the Principal Paying Agent at One Raffles Quay #16-00 South Tower Singapore 048583

Option B Securities

ISIN Code: SGXZ59299834

Redemption Date: 30 December 2021

Redemption: At par, together with Distributions (as defined in the terms and conditions of the Option B Securities) accrued and unpaid (if any) to (but excluding) 30 December 2021

Manner of Redemption: On or about the Redemption Date, the Global Certificate in relation to Option B Securities shall be presented and surrendered to the Principal Paying Agent at One Raffles Quay #16-00 South Tower Singapore 048583

Additional Payment on Redemption Date for every US\$1 in principal amount of Option B Securities ("**Additional Payment**"): US\$0.9625¹

Total Amount payable on Redemption:

	Percentage outstanding amount of principal amount
Principal Amount	100%
Accrued Distributions ²	3.75%
Additional Payment	96.25%
Total:	200%

To exercise its option to redeem the Securities, the Company will provide to the holders of the Securities notice of such election (each a "**Notice of Redemption**") in accordance with the terms of the Securities. The Notices of Redemption are expected to be provided to holders of the Securities by 30 November 2021.

Upon the redemption of the Securities, the Securities will be cancelled thereafter.

No representation is made as to the correctness of the ISIN Code as contained in this Announcement. Reliance may be placed only on the identification numbers printed on the Securities.

The terms and quantum of the Additional Payment have not been formulated or sanctioned by the Trustee (as defined in the terms of the Securities) or the Agents (as defined in the terms of the Securities), and the Trustee and the Agents do not express any view on the same.

¹ As the amount of accrued Distributions to be paid will be calculated by the Central Depository (Pte) Limited ("**CDP**") against the outstanding amount of securities deposited in each CDP account, the actual amount to be received by each holder of the securities may be adjusted due to rounding.

² Distributions accrue from (and including) 31 March 2021 to (but excluding) 30 December 2021 at 5% per annum.

2. Additional Payment for Holders of Option B Securities

Under the Scheme, the claims of under-secured and unsecured Scheme Creditors were compromised in consideration of the issuance of either Option A Securities, Option B Securities or a mixture of Option A Securities and Option B Securities.

One unit of Option A Securities was issued per US\$1 of an under-secured or unsecured claim whilst one unit of Option B Securities was issued per US\$2 of an under-secured or unsecured claim under the Scheme.

Given that the under-secured and unsecured Scheme Creditors who elected for Option B Securities took a discount to the principal amount that was outstanding to them, the Company intends to, in effect, reinstate the original principal amount (of the compromised debt) that was outstanding to the holders of Option B Securities by making an additional payment to such holders.

In light of the above, each unit of Option B Securities can expect to receive an additional US\$0.9625³ for every US\$1 of principal amount redeemed on 30 December 2021.

This Additional Payment is intended to be made concurrently with the payment of the redemption amount and accrued Distribution as described in paragraph 1 above such that in effect, a holder of Option B Securities will receive an aggregate amount equal to 200% of the principal amount of the Option B Securities.

Purely for illustrative purposes, an illustration is set out in the annex to this Announcement as to the amounts that a holder of Option A Securities and Option B Securities can expect to receive if the Securities are redeemed as at 30 December 2021.

3. Prepayment of Reinstated Senior Debts

Along with the intended redemption of the Securities, the Company will also be making a full prepayment of the Reinstated Senior Debts on 30 December 2021, to complete the discharge of all its Scheme debts and the corresponding completion of the Scheme.

The Company wishes to thank again all parties involved for their continued support of the Scheme and the Company during the restructuring process.

By Order of the Board
Pacific International Lines (Private) Limited

³ See footnote 1.

Annex

The examples below are provided for illustrative purposes only.

Option A Securities

Assume US\$1000 in principal amount of Option A Securities is redeemed on 30 December 2021

	Percentage of outstanding principal amount	US\$ amount
Principal Amount	100%	US\$1,000
Accrued Distributions	0.75%	US\$7.50
Additional Payment	Not applicable	Not applicable
Total:	100.75%	US\$1,007.50

Option B Securities

Assume US\$500 in principal amount of Option B Securities is redeemed on 30 December 2021

	Percentage of outstanding principal amount	US\$ amount
Principal Amount	100%	US\$500
Accrued Distributions	3.75%	US\$18.75
Additional Payment	96.25%	US\$481.25
Total:	200%	US\$1,000