

**PAN OCEAN CO., LTD.**

**MANDATORY DISCLOSURE (DECISION ON CASH LENDING)**

Pan Ocean Co., Ltd.("the Company") wishes to announce that this disclosure is a mandatory disclosure in compliance with Korea Exchange Listing Rule 7-1(2).

1. Borrower (Name of Corporation)		STX Pan Ocean(U.K.) Co., Ltd.	
- Relationship to Company		Subsidiary	
2. Details of Lending	Date of Lending	21 January, 2015	
	Amount (KRW)	10,992,000,000	
	Equity Capital (KRW)	240,913,617,276	
	Ratio to Equity Capital(%)	4.56%	
	If Classified as a Large-scale Corporation	Yes	
	Interest Rate(%)	4.88%	
	Lending Period	From	21 January, 2015
	To	20 January, 2017	
3. Purpose of Cash Lending		Extension of previous cash lending	
4. Total Balance of Cash Lending (KRW)		16,488,000,000	
5. Date of Board Resolution (Decision Date)		16 January, 2015	
- Attendance of Outside Directors	Present(No.)	-	
	Absent(No.)	-	
- Attendance of Auditors (members of Audit Committee)		-	
6. Other references useful for making investment decisions		<p>1. The amount in the above item 2 is USD 10,000,000 and it was converted into Korean won(KRW) with the initial exchange rate on 31 December, 2014.</p> <p>2. The equity capital (KRW) in the above item 2 is the one as of 31 December, 2013.</p> <p>3. The amount in the above item 4 is USD 15,000,000 and it was converted into Korean won(KRW) with the initial exchange rate on 31 December, 2014.</p> <p>4. The decision date in the above item 5 is when the company confirmed the Court's approval.</p> <p>※Title and date of other disclosure related to this one</p>	
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BY ORDER OF THE COMPANY

Lotus Isabella Lim Mei Hua  
Company Secretary

Date: 19 January 2015