

PACIFIC RADIANCE LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No.: 200609894C)

DEBT RESTRUCTURING OF ASSOCIATED COMPANY

The board of directors (the “**Board**”) of Pacific Radiance Ltd. (“**PRL**” or the “**Company**”) wishes to announce that PT Logindo Samudramakmur TBK (the “**Borrower**”), an associated company of the Company, has entered into a facility agreement and other related agreements (the “**Agreements**”) to restructure its existing secured loan facilities with certain financiers (the “**New Lenders**”) into new loans with principal amount of US\$95,239,135 (the “**Restructured Loans**”).

PRL and its wholly-owned subsidiaries, Alstonia Offshore Pte. Ltd (“**ALO**”) and Pacific Offshore Pte. Ltd. (“**PCO**”), have entered into the Agreements as guarantors and chargors (in the case of ALO and PCO) for the Restructured Loans. Under the terms of the Restructured Loans, PRL, ALO and PCO have provided a joint and several guarantee for up to US\$5,000,000 (the “**Guarantee**”), and each of ALO and PCO has provided security over the respective shares it holds in PCO and the Borrower to the New Lenders (the “**Share Charges**”). The shares subject to the Share Charges have been fully impaired and have nil net book value as at 31 December 2023 in the Company’s financial statements. The New Lenders and PRL have agreed to negotiate the transfer by the New Lenders of a portion of the Restructured Loans in the amount of US\$14,036,234 to PRL (“**Transferred Loan**”) based on certain terms and conditions specified under the relevant Agreements. The Guarantee is part of the security for the payment obligations of the Borrower, and the performance of associated obligations under the Facility Agreement. The terms of the Restructured Loans also contain a restriction on the change in key management of the Company, a breach of which will result in the Guarantee being called on.

The Board is of the view that the provision of the Guarantee and Share Charges as well as the proposed transfer of the Transferred Loan is in the best interest of the Company and the Borrower. The Borrower’s existing secured loan facilities were previously due for repayment by the final maturity date of June 2024 and, as far as the directors of the Company are aware, the Borrower would not have been able to fulfil this obligation if the existing secured loan facilities were not restructured. The Restructured Loans enable the Borrower to reschedule its existing indebtedness with the New Lenders. In doing so, the Borrower and its subsidiaries will avert any risk of default on their existing indebtedness, liquidation and/or security enforcement by the existing lenders.

By Order of the Board of
Pacific Radiance Ltd.

Pang Yoke Min
Executive Chairman

2 May 2024