

PAN OCEAN CO., LTD.

LONG - TERM VOYAGE CONTRACT OF IRON ORE

Pan Ocean Co., Ltd. (“the Company”) wishes to announce that the Company has on 22 March 2016 entered into a Contract Of Affreightment (COA) with Vale, in respect of the shipping of iron ore for a volume of approximately 32 million tons for the duration of the contract. The loading of the iron ore will take place in Brazil, the despatching in China and Malaysia etc. The duration of the contract is for 20 years from the fourth quarter of 2016 to the fourth quarter of 2036.

The main objective of the Company for entering into the COA is to secure a stabilized source of revenue and profit.

None of the Company’s Directors or Substantial Shareholders has any interest, direct or indirect in the said transaction.

BY ORDER OF THE COMPANY

Lotus Isabella Lim Mei Hua
Company Secretary

Date : 23 March 2016