**PAN OCEAN CO., LTD.**

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**MANDATORY DISCLOSURE (TRANSACTION OF GOODS OR SERVICES WITH AFFILIATED COMPANY)**

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Pan Ocean Co., Ltd. ("the Company") wishes to announce that the company's Board of Directors has authorized the following transaction of goods or services with an affiliated company in accordance with the Korean Fair Trade Act on June 11, 2021.

(Unit : KRW mil.)

<table>
<tr><td colspan="5">1. Sales in the Latest Fiscal Year(A)</td><td colspan="3">2,102,895</td></tr>
<tr><td colspan="5">2. Transaction Period</td><td colspan="3">2021.07.01~2021.09.30</td></tr>
<tr><td rowspan="2">3. Date of Board Resolution</td><td rowspan="2">2021.06.11</td><td rowspan="2">Attendance of Outside Directors</td><td>Present (No.)</td><td>3</td><td rowspan="2">Attendance of Auditors(members of Audit Committee)</td><td rowspan="2">Present</td></tr>
<tr><td>Absent (No.)</td><td>1</td></tr>
<tr><td colspan="7">4. Transaction mount of goods or services with affiliate company</td></tr>
<tr><td colspan="2">The Related Party of transaction</td><td>Sales(B)</td><td>Purchase(C)</td><td>Total Amount (D=B+C)</td><td colspan="2">Ratio to Sales in the Latest Fiscal Year(D/A, %)</td></tr>
<tr><td colspan="2">POS SM CO.,LTD</td><td>106</td><td>68,986</td><td>69,092</td><td colspan="2">3.29</td></tr>
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5. Details of Transaction

| Name of Contract | Transaction | Conditions | Purpose | Amount | Type |
|---|---|---|---|---|---|
| Crew/Ship management | Purchase | Cash | Service | 68,324 | Optional contract |
| Construction Supervision | Purchase | Cash | Service | 555 | Optional contract |
| New Building Inspection | Purchase | Cash | Service | 107 | Optional contract |
| IT Infra / SW Contracts | Sales | Cash | Service | 106 | Optional contract |

BY ORDER OF THE COMPANY

Lotus Isabella Lim Mei Hua
Company Secretary

Date: 11 June 2021