

PAN OCEAN CO., LTD.**MANDATORY DISCLOSURE (DECISION ON DEBT GUARANTEE FOR OTHERS)**

Pan Ocean Co., Ltd. (the “Company”) wishes to announce the following:-

Decision on Debt Guarantee for Others

1. Debtor			Pan Ocean (America), Inc.		
- Relationship to Company			Subsidiary		
2. Creditor			The Export-Import Bank of Korea		
3. Debt Amount (KRW)			121,770,000,000		
4. Details of Debt Guaranteed	Amount of Debt Guaranteed (KRW)		121,770,000,000		
	Equity Capital (KRW)		2,899,530,653,121		
	Ratio to Equity Capital(%)		4.20		
	If Classified as a Large-scale Corporation		Yes		
	Guarantee Period	From	-		
To		-			
5. Total Balance of Guarantee Account (KRW)			197,348,530,469		
6. Date of Board Resolution (Decision Date)			2020-05-11		
- Attendance of Outside Directors	Present(No.)		4		
	Absent(No.)		0		
- Attendance of Auditors(members of Audit Committee)			-		
7. Other references useful for making investment decisions					
1. The afore-mentioned information is related to Decision on Debt Guarantee for our overseas affiliated company, Pan Ocean (America), Inc.. 2. The Equity Capital is based on consolidated financial statements for the period ended 31 December 2019. 3. The Debt Amount and Amount of Debt Guaranteed was converted from USD 100,000,000 to KRW amount by exchange rate as of the date of the board resolution and may change depending on the exchange rate changes. 4. The Debt Amount and Amount of Debt Guaranteed is including USD 65,000,000.00 Credit line. 5. Related to the Guarantee Period, starting date and ending date may change depending on actual withdrawal date. The Guarantee Period is 3 years from withdrawal date. 6. The Total Balance of Guarantee Account is limit of debt guarantee, and including non-used balance amount.					
※Title and date of other disclosure related to this one			-		

【Condensed Financial statement of Debtor】 (Mil. KRW)						
Type	Total Assets	Total Liability	Total Shareholders' Equity	Capital Stock	Sales	Net Income
Current fiscal Year	22,106	2,747	19,359	48,635	295,595	-6,305
Previous fiscal Year	38,761	14,017	24,744	48,635	314,585	-5,929
Fiscal Year before previous fiscal Year	56,872	27,433	29,439	48,635	301,967	-2,898

[Balance of Debt Guarantee per Debtor]				
Debtor	Relationship	Balance of Debt Guarantee (KRW)	Period of Debt Guarantee	Remarks
Pan Ocean (America), Inc.	Subsidiary	121,770,000,000	-	Credit line USD 65,000,000
Pan Ocean (America), Inc.	Subsidiary	30,442,500,000	2019.08.17~2020.08.17	Credit line USD 25,000,000
POS Maritime FC S.A.	-	6,638,748,188	2017.12.28~2022.12.28	SPC
POS Maritime GC S.A.	-	12,826,440,008	2018.03.19~2025.03.19	SPC
POS Maritime HC S.A.	-	12,826,439,996	2018.03.19~2025.03.19	SPC
POS Maritime IC S.A.	-	12,826,439,996	2018.04.12~2025.03.19	SPC
Employee Stock Ownership Association	-	17,962,281	2019.09.13~2020.09.12	-
※ Relevant Disclosure Regulation	FINANCIAL INVESTMENT SERVICES AND CAPITAL MARKETS ACT			

BY ORDER OF THE COMPANY

Lotus Isabella Lim Mei Hua
Company Secretary

Date: 11 MAY 2020