SEROJA INVESTMENTS LIMITED
(Company Registration Number: 198300847M)
(Incorporated in the Republic of Singapore)

SALE OF PANAMAX VESSEL

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1. Introduction

Seroja Investments Limited ("**SIL**") wishes to announce that its wholly owned subsidiary Trellis Shipping Limited ("**TSL**") has on 7 August 2015 entered into a memorandum of agreement ("**MOA**") for the sale of its panamax vessel, MV Trellis 1 (the "**Vessel**"), to Trellis Shipping Inc. ("**TSI**") (the "**Disposal**"). The consideration for the Vessel is US$13.40 million (the "**Consideration**"). TSL and TSI are not related companies.

2. Rationale for the Disposal

The Board of Directors of SIL is of the view that the Disposal is in the interests of SIL and its shareholders based on following rationale:-

(a) The net proceeds from the Disposal will be utilized partly to repay a loan from a third party which will result in interest savings.

(b) The balance net proceeds will improve the cash flow and working capital of SIL and its subsidiaries (the "**Group**").

3. Vessel

The Vessel, formerly known as MV Zhushui 3, was built in 2012 by Zhoushan Jinhaiwan Shipyard Co., Ltd and has a capacity of approximately 80,000 dwt. The unaudited Group's net asset value of the Vessel as at 31 March 2015 is US$23.52 million. The unaudited Group's net loss attributable to the Vessel for the 3 months ended 31 March 2015 is US$0.30 million. Assuming the Disposal is completed as at 31 March 2015, it is estimated that the Group will record a loss on Disposal of US$10.52 million for the year ending 31 December 2015. This is calculated based on the Group's net proceeds of US$13.00 million less the net book value of the vessel of US$23.52 million.

4. Information on the Purchaser and the Consideration

TSI is a company incorporated in the Marshall Islands and its principal activity is in the business of marine transportation specializing in bulk cargoes.

The cash consideration from the disposal is US$13.40 million and will be payable by TSI as follows:

(1) a deposit of 20% of the Consideration shall be paid by TSI into an interest bearing escrow account within 3 banking days after the later date of the signing and exchange of the MOA or the date of confirmation that the escrow account has been opened; and

(2) the balance 80% of the Consideration shall be paid by TSI to TSL's bank account on delivery of the Vessel, which is a date within 3 banking days after the notice of readiness has been tendered by TSL .

The above Consideration was arrived at on a willing buyer-willing seller basis based on prevailing market price of second hand vessels sold.

5. Financial Effect

The financial effects of the Disposal are for illustration purposes and do not reflect the actual future financial position of the Group after the completion of the Disposal. The financial effects of the Disposal based on the audited financial statements of the Group for the financial year ended 31 December 2014 are illustrated as follows:

	Before the Disposal (US cents)	After the Disposal (US cents)
Effects of the Disposal on the net tangible assets value per share assuming that the Disposal was completed on 31 December 2014	11.43	8.69
Effects of the Disposal on the earnings/(loss) per share assuming that the Disposal was completed on 31 December 2014	0.35	(2.39)

Note:- For purposes of the above computations, the net loss from the Disposal attributable to the Group was US$10.72 million.

6. Other information

The Vessel is to be delivered to TSI between 25 August 2015 and 15 October 2015, with canceling date of 15 October 2015 in TSI's option. Barring unforeseen circumstances, the Directors expect the Disposal to be completed by the end of the current financial year.

None of the Directors or controlling shareholders of SIL has any interest, direct or indirect, in the sale of the Vessel.

By order of the Board

Andreas Tjahjadi
Executive Director
8 August 2015