

**PACIFIC RADIANCE LTD.
COMPANY REGISTRATION NO. 200609894C**

**NON-BINDING TERM SHEET IN RELATION TO THE PROPOSED EQUITY INJECTION FROM
POTENTIAL INVESTORS**

The board of directors (the “**Board**”) of Pacific Radiance Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcements made on 8 September 2017, 16 October 2017, 28 February 2018, 26 April 2018, 16 May 2018 and 18 May 2018 (the “**Announcements**”) in connection to the restructuring of the Group’s borrowings and debt obligations (the “**Restructuring**”) and the proposed equity injection from potential investors (the “**Investment**”).

Unless otherwise defined, terms used in the Announcements shall have the same meanings when used herein.

The Board wishes to inform that the Company has on 4 June 2018 entered into a non-binding term sheet with potential anchor investors (the “**Investors**”) for the equity injection of up to US\$85 million by way of a subscription by the Investors of new shares in the Company through a private placement to be undertaken by the Company. The Company intends to raise another US\$35 million through private placement and/or rights issue to be undertaken by the Company, bringing the total Investment to approximately US\$120 million. The Investment is conditional upon, *inter alia*, the completion of the Restructuring and the approval of shareholders of the Company at a general meeting.

Any further material developments in relation to the Restructuring and the Investment will be disseminated at the appropriate juncture.

Trading of the Company’s securities on the SGX-ST has been voluntarily suspended by the Company on 28 February 2018.

Shareholders and Noteholders are advised to read this announcement and any further announcements by the Company carefully. There is no certainty or assurance as at the date of this announcement that any discussions or prospects will be successfully concluded or any definitive agreements in relation to any transactions will be entered into. Shareholders and Noteholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board of
Pacific Radiance Ltd.

Pang Yoke Min
Executive Chairman

5 June 2018