PACIFIC RADIANCE LTD.
COMPANY REGISTRATION NO. 200609894C

RESPONSE TO SGX-ST QUERIES

The board of directors (the "**Board**") of Pacific Radiance Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") sets out its responses to the queries raised by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 13 March 2025 in relation to the full year results for the 12 months ended 31 December 2024 ("**FY2024**"):

<table>
<tr><th colspan="2">Queries from SGX-ST</th></tr>
<tr><td>1</td><td>We refer to the Company's full year results for the period ended 31 December 2024. The Group recorded an increase in "other operating income" mainly due to certain one-off gains recognised during the financial year.

a) In relation to the "gain on recognition of deferred gain on sale of vessels" of US$4.3 million, please clarify which vessels it pertains to, when it was sold, why was there a deferred gain recognised, and whether the amount has been received in cash.
b) In relation to the "gain on amounts due to related companies no longer payable" of US$1.8 million, please clarify which related companies these payables pertain to and why they are no longer payable.
c) In relation to the "write-back of investment in associates" of US$5.5 million, please clarify which associate this pertains to and elaborate on the factors which resulted in the write-back.

<u>Company's Response</u>
a) The gain is in relation to Crest Station 1 which was sold by the Group to its joint venture company Alam Radiance (L) Inc. ("ARLI") in 2010. The Group owns 49% of ARLI. Accounting standards require deferring 49% of the gain on vessel sale at the time of sale. Full cash proceeds received by the Group were recognised at the time of sale. The Group acquired the 51% interest in the vessel from the joint venture partner in early 2024 and recognised the remaining deferred gain in 2024.
b) The US$1.8 million are trade payables owing to ARLI and Alam Radiance (M) Sdn Bhd ("ARMSB"), both joint ventures are owned by the Group (49%) and the Alam Maritim Group (51%). Following the acquisition of the 51% interest in Crest Station 1 by the Group, these trade payables were waived by both ARLI and ARMSB as part of the acquisition and settlement agreements.
c) The gain is in relation to PT Logindo Samudramakmur Tbk ("PT Logindo"). As at 31 December 2024, the Group's investment in PT Logindo was nil due to accumulated share of losses and impairment over the years, primarily caused by the downturn in the oil and gas sector and uncertainty surrounding PT Logindo's debt restructuring. In 2024, PT Logindo successfully completed its debt restructuring and returned to profitability, leading to the US$5.5 million write-back of investment.</td></tr>
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2	The Group has significant "Other receivables" balance of US$8.5m (FY2023: US$8.8m) Please provide a breakdown of the significant items that make up the balance of other receivables. For the recoverables from customers, to clarify who these customers are and when the Company expects to recover them. <u>Company's Response</u> The breakdown is as follows: **Other Receivables** \| **31 December 2024 (US$'000)** | **31 December 2023 (US$'000)** Deposits, Prepayment and Advances | 731 | 1,705 GST / VAT / Tax Recoverables | 439 | 248 Recoverables from Customers | 7,009 | 6,296 Others | 330 | 550 Total | 8,509 | 8,799 Recoverables from customers are in relation to unbilled vessel operating costs incurred by the Group on behalf of various third-party vessel owners in performing the ship management activities according to contracts. These amounts are generally paid within three months upon billing.

Other Receivables	31 December 2024 (US$'000)	31 December 2023 (US$'000)
Deposits, Prepayment and Advances	731	1,705
GST / VAT / Tax Recoverables	439	248
Recoverables from Customers	7,009	6,296
Others	330	550
Total	8,509	8,799

By Order of the Board of
Pacific Radiance Ltd.

Pang Yoke Min
Executive Chairman

17 March 2025