

PROPOSED DISPOSAL OF AN INDIRECT JOINT VENTURE

The Board of Directors of Pacific Radiance Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) is pleased to announce that Radiance Offshore Holdings Pte Ltd (“**ROH**”), a wholly owned subsidiary of the Company, has on 22 December 2016 entered into share purchase agreement (the “**SPA**”) with Controladora Axis, S.A. de C.V. (“**Axis**”) to transfer shareholding interests of 2,606,800 Series 1 shares and 22,619,930 series 2 ordinary shares in CR Offshore S.A.P.I. de C.V. (“**CRO**”), representing 49.0% equity interests in CRO to Axis for 100 Mexican Peso (the “**Proposed Disposal**”).

Upon completion of the Proposed Disposal CRO will cease to be an indirect joint venture of the Group.

INFORMATION ON CR OFFSHORE S.A.P.I. DE C.V.

CRO is a company incorporated in United Mexican States (the “**Mexico**”), the principal business activity of CRO are ship management and ship chartering. Based on the latest management accounts for the financial period ended on 30 September 2016, CRO was in a net liabilities position of US\$8,280,741.

CONSIDERATION

The consideration for the Proposed Disposal of 100 Mexican Peso will be satisfied entirely in cash and payable in full upon completion. The consideration is a nominal amount after considering the fact of CRO’s net liabilities position.

By Order of the Board of
Pacific Radiance Ltd.

Pang Yoke Min
Executive Chairman
22 December 2016