

SAMUDERA SHIPPING LINE LTD
(Company Registration No: 199308462C)
(Incorporated in Singapore)

DISCLOSEABLE TRANSACTION – ETHYLENE GAS VESSELS PURCHASE

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Samudera Shipping Line Ltd. (the “**Company**” together with its subsidiaries, the “**Group**”) wishes to announce that PT Samudera Shipping Indonesia, a subsidiary of the Company, has entered into memorandums of agreement for the acquisition of 2 ethylene gas carriers from unrelated parties (collectively, the “**Vessels**”).

The acquisition of the Vessels is a discloseable transaction pursuant to Chapter 10 of the SGX-ST Listing Manual (the “**Listing Manual**”). The relative figures for the purchase of the Vessel Purchase computed on the bases set out in Rule 1006 of the Listing Manual and based on the audited consolidated financial statements of the Group for the financial year ended 31 December 2022 are as set out in Annex 1.

2. INFORMATION ABOUT THE VESSELS

The Vessels are both Bahama flagged ethylene gas vessels that were built in 2010 and 2009 respectively. The Company will determine the flag of these vessels closer to deliveries.

The Vessels will be renamed as Sinar Ternate and Sinar Tidore when the deliveries are completed.

3. TERMS OF THE VESSEL PURCHASE

The memorandums of agreement for the Vessels were based on the SALEFORM 2012 (revised 1966, 1983 and 1986/87, 1993 and 2012) prescribed by the Norwegian Shipbrokers’ Association for sale and purchase of vessels and adopted by the Baltic and International Maritime Council in 1956 with modification to cater for the specific purchase of the vessels. The memorandums of agreement did not contain any unusual requirements and was consistent with usual market conditions for the sale and purchase of vessel. The acquisition of the Vessels are conditional on each other.

4. PURCHASE PRICE AND BOOK VALUE

The aggregate acquisition price for the vessels is US\$12,600,000. The book value of the Vessels will be equal to the acquisition price of the Vessels. The purchase considerations were arrived at on a willing-buyer willing-seller basis after taking into account various factors including the price range of comparable vessels provided by the ship broker as well as the age and proposed usage of the vessels.

The acquisition will be financed through a combination of internal resources and bank borrowings.

5. FINANCIAL INFORMATION AND EFFECTS

(a) For illustration purposes, the financial effect of the purchase of the Vessels on the:

- (i) net tangible assets (“NTA”) per share; and
- (ii) earnings per share (“EPS”)

based on the audited consolidated financial statement of the Group for financial year ended 31 December 2022 is set out below:

(b) NTA

Assuming that the purchase of the Vessels has been completed on 31 December 2022, the purchase of the Vessels would have no impact on the NTA per share as at 31 December 2022.

	Before the Vessel Purchase	After the Vessel Purchase
Consolidated NTA (US\$'000)	559,400	559,400
Consolidated NTA per share (US cents)	103.97	103.97

(c) EPS

	Before the Vessel Purchase	After the Vessel Purchase
EPS (US cents)	59.85	59.85*

* The Group has yet to enter into any time charter contract in respect of the Vessels and is in negotiation with potential charterer to secure vessel employment. Hence, it will not be possible to determine the earnings of the vessels at this stage and the impact on earnings per share.

6. RATIONALE FOR THE VESSEL PURCHASE

The purchase of the Vessels will enable the Group to expand its fleet of vessels. With increased vessel on its fleet, the Group will be able to enter into more charter contract(s).

In addition, the Group will be able to enter into the growing Ethylene market in Indonesia which is mainly used as a feedstock of various petrochemical plants in Indonesia & globally.

7. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the directors or controlling shareholders of the Company has any interest in the Vessel Purchase.

8. OTHER INFORMATION

- (a) No person has been or is proposed to be appointed as director of the Company in connection with the Vessel Purchase. Accordingly, no service contract has been or is proposed to be entered into between the Company and any such person.
- (b) Copies of the memorandums of agreement for the Vessel Purchase is available for inspection at the Company's registered office at 6 Raffles Quay #25-01 Singapore 048580 for a period of three (3) months from the date of this announcement.

By order of the Board,

Bani Maulana Mulia
Executive Director, Group Chief Executive Officer
27 December 2023

ANNEX 1

RELATIVE FIGURES

Rule 1006	Bases	Relative figures (%)
(a)	The net asset value of the assets to be disposed of, compared with the group's net asset value. This basis is not applicable to an acquisition of asset.	N/A
(b)	the net profits attributable to the assets acquired or disposed of, compared with the Group's net profits as at 30 June 2023*	N/A
(c)	The aggregate value of the consideration given or received, compared with the issuer's market capitalisation based on the total number of issued shares excluding treasury shares as at 17 November 2023	5.2%
(d)	The number of equity securities issued by the Company as consideration for an acquisition, compared with the number of equity securities previously in issue	N/A
(e)	The aggregate volume or amount of proved and probable reserved to be disposed of, compared with the aggregate of the Group's proved and probable reserves.	N/A

*As the vessels have not been delivered and started operation, it is not possible to determine the net profits of the vessels.