

PAN OCEAN CO., LTD.

NEW FACILITIES INVESTMENT, ETC.

Pan Ocean Co., Ltd. ("the Company") wishes to announce the following:-

1. Type of Investment		New Facilities Investment
- Specific Object of Investment		Shipbuilding contract of five woodpulp carriers (Open Hatch Type)
2. Details of Investment	Amount to be invested(KRW)	165,496,038,500
	Equity Capital (KRW)	2,431,439,312,920
	Ratio to Equity Capital(%)	6.81
	If Classified as a Large-scale Corporation	Yes
3. Purpose of Investment		In order to secure vessels for cargo contracts
4. Investment Period	From	31 December, 2018
	To	11 September, 2020
5. Date of Board Resolution (Decision Date)		28 February, 2017
- Attendance of Outside Directors	Present(No.)	3
	Absent(No.)	1
- Attendance of Auditors(members of Audit Committee)		-
6. Other references useful for making investment decisions		<p>1. The amount in the above item 2 was converted into Korean won(KRW) with the initial exchange rate of date of Board Resolution.</p> <p>2. Equity Capital (KRW) in the above item 2 of Details of Investment is the one as of 31 December 2015.</p> <p>3. The investment period in the above item 4 means the time when the vessel is to be delivered.</p> <p>4. The above amount and period might be changed depending on the proceeding of the shipbuilding contract.</p>

BY ORDER OF THE COMPANY

Lotus Isabella Lim Mei Hua
Company Secretary

Date: 28 February 2017