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B Pacific Basin Shipping Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 2343)

BOARD CHANGES

The Board of the Company is pleased to announce that (i) Mr. Daniel Rochfort Bradshaw, currently a non-executive Director, has been re-designated as an independent non-executive Director and; (ii) Mr. Andrew Thomas Broomhead, currently the Chief Financial Officer and Company Secretary of the Company, has, in addition to such roles, been appointed as an executive Director. All of the above Board changes have been taken effect from 1 September 2010.

The Board of Directors (the “**Board**”) of Pacific Basin Shipping Limited (the “**Company**”) is pleased to announce that (i) Mr. Daniel Rochfort Bradshaw, currently a non-executive Director, has been re-designated as an independent non-executive Director and; (ii) Mr. Andrew Thomas Broomhead, currently the Chief Financial Officer and Company Secretary of the Company, has, in addition to such roles, been appointed as an executive Director. All of the above Board changes have been taken effect from 1 September 2010.

RE-DESIGNATION OF MR. DANIEL ROCHFORT BRADSHAW

As Mr. Bradshaw’s re-designation from a non-executive Director to an independent non-executive Director is considered a change in the Company’s directorate under the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong (the “**Listing Rules**”), information regarding Mr. Bradshaw and other relevant disclosures prescribed under Rule 13.51 of the Listing Rules is set out below.

Mr. Bradshaw, aged 63, graduated from Victoria University of Wellington (New Zealand) with a Bachelor of Laws and a Master of Laws and has been admitted as a solicitor in New Zealand, England and Hong Kong. Between 1978 and 2003 he has worked at Johnson, Stokes and Master (now Mayer Brown JSM) (“**JSM**”), as a solicitor, a partner and the head of the firm’s shipping practice. With effect from 31 March 2003, Mr. Bradshaw retired as a partner of JSM and took up the position as a senior consultant of JSM. He was vice chairman of the Hong Kong Shipowners Association, a member of the Hong Kong Port and Maritime Board and the Hong Kong Maritime Industry Council. He is currently on the board of Euronav, a Euronext listed tanker company.

Mr. Bradshaw joined the Board as a non-executive Director and Deputy Chairman in April 2006. He stood down from the position of Deputy Chairman on 1 January 2008 and continued his position as a non-executive Director of the Company.

Mr. Bradshaw will enter into a new service agreement with the Company under which he will agree to act as an independent non-executive Director commencing from 1 September 2010 for a period of three years (subject to retirement by rotation at the annual general meeting of the Company in accordance with the Bye-laws of the Company).

There is no change in the remuneration of Mr. Bradshaw arising from his re-designation. Mr. Bradshaw will receive from the Company an emolument at the rate of HK\$250,000 per annum for being an independent non-executive Director and a fee of HK\$400,000 per annum for being a member of the Company's audit, remuneration and nomination committees respectively. His total remuneration of HK\$650,000 per annum will be payable in arrears in quarterly installments on 31 March, 30 June, 30 September and 31 December. Mr. Bradshaw's emolument was agreed between the Company and Mr. Bradshaw and was determined by reference to the levels of emolument of other senior executives of the Company and in the market generally.

Although Mr. Bradshaw was appointed as a non-executive Director with effect from April 2006, the Board is satisfied and has demonstrated to the satisfaction of The Stock Exchange of Hong Kong Limited (the "**Exchange**") that the re-designation of Mr. Bradshaw as an independent non-executive Director is justified due to the following reasons:

- (a) since the listing of the Company in 2004, Mr. Bradshaw has not had and does not have any executive or management role or functions in the Company and its subsidiaries, nor has he been involved in the Company's day-to-day management and operations or employed by any member of the Pacific Basin group;
- (b) Mr. Bradshaw does not have any familial or contractual relationships with any directors, senior management or substantial or controlling shareholder of the Company, or any of their respective associates, nor does he hold any other position with the Company or its connected persons, or any of their respective holding company or subsidiaries;
- (c) Mr. Bradshaw himself is not a substantial shareholder of the Company;
- (d) since the listing of the Company in 2004, Mr. Bradshaw personally has not been directly or indirectly retained in the provision of any legal advice or services to the Company and any of its subsidiaries;
- (e) Mr. Bradshaw personally has not been involved in the provision of any legal advice or services to the Company's connected persons, its holding company and its subsidiaries;

- (f) Mr. Bradshaw has not received any income, commission or other monetary compensation which is directly or indirectly related to the payments made by the Company to JSM in respect of the legal services provided by JSM;
- (g) Mr. Bradshaw has over 40 years of experience and knowledge of the shipping industry. The Company believes that Mr. Bradshaw is able to exercise his professional judgment and draw upon his extensive shipping knowledge for the benefit of the Company and its shareholders as a whole, in particular, the independent shareholders; and
- (h) Mr. Bradshaw is able to confirm his independence to the Exchange in respect of each of the factors set out in Rule 3.13 of the Listing Rules that the Exchange takes into account in assessing the independence of a non-executive Director, other than Rule 3.13(7) of the Listing Rules which considers whether an individual is independent if he has served as a director (other than an independent non-executive director) of a listed issuer during the two years immediately prior to the date of his proposed appointment.

In light of the above, notwithstanding Mr. Bradshaw's relationship with the Company as a non-executive Director prior to his re-designation as an independent non-executive Director, the Company is in the opinion that his current connection with the Company is remote, insignificant and immaterial for assessing his independence as an independent non-executive Director. In addition, in view of his extensive expertise in the shipping industry and his long and upstanding professional legal background, Mr. Bradshaw will be able to carry out his duties as an independent non-executive Director impartially and independently.

Save as disclosed above, Mr. Bradshaw does not have any relationship with any directors, senior management or substantial or controlling shareholder of the Company, nor does he hold any other position with the Company or any of its subsidiaries.

As of the date of this announcement, Mr. Bradshaw is a beneficial owner of 386,417 shares in the Company. Other than that, Mr. Bradshaw does not have any other interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Save for the information disclosed above, Mr. Bradshaw has indicated that there is no other information to be disclosed pursuant to any of the requirements under Rule 13.51(2)(h) to (v) of the Listing Rules.

The Board and Mr. Bradshaw are not aware of any other matters that need to be brought to the attention of holders of securities of the Company in relation to his re-designation as an independent non-executive Director.

APPOINTMENT OF MR. ANDREW THOMAS BROOMHEAD AS AN EXECUTIVE DIRECTOR

Mr. Broomhead, aged 49, graduated from Emmanuel College, Cambridge University in 1982 with a Bachelor of Arts (subsequently Master of Arts) degree in Natural Sciences. He is a fellow of both the Hong Kong Institute of Certified Public Accountants and the Institute of Chartered Accountants in England and Wales. His experience covers company and project financing with emphasis on the infrastructure sector through his work with Deloitte, Haskins & Sells, Samuel Montagu & Co., International Finance Corporation, Bakrie Investindo and Sanwa International Finance. Mr. Broomhead has been based in the United Kingdom, North America, Singapore, Indonesia and Hong Kong, and has worked in Asia for over 17 years. Mr. Broomhead joined Pacific Basin in April 2003 as the Group's Chief Financial Officer and Company Secretary. He is also a director of 35 directly or indirectly held, wholly-owned subsidiaries of the Company.

Mr. Broomhead has entered into a variation letter to his current employment agreement, under which he has agreed to hold office for a period of three years (subject to retirement by rotation at the annual general meeting of the Company in accordance with the Bye-laws of the Company) commencing from 1 September 2010. In addition, Mr. Broomhead will continue to be a member of the Company's Executive Committee.

There is no change to the remuneration of Mr. Broomhead arising from his appointment as an executive Director. Mr. Broomhead will receive from the Company an emolument at the rate of US\$359,350 per annum, which is inclusive of salary, rental reimbursement and retirement scheme contribution. He is also eligible to receive a bonus which will be paid at the discretion of the Board. In addition, an aggregate of 1,163,000 shares in the Company in the form of restricted share awards have previously been granted to Mr. Broomhead pursuant to the Long Term Incentive Scheme ("LTIS") since May 2007, of which (i) 560,000 shares have vested; (ii) 70,000 shares will vest on 14 July 2011; (iii) 229,000 shares will vest on 14 July 2012; and (iv) 304,000 shares will vest on 14 July 2013. Mr. Broomhead's emolument will be payable in arrears in monthly installments at the rate of US\$29,946 per month. Such emolument was agreed between the Company and Mr. Broomhead and was determined by reference to the levels of emolument of other senior executives of the Company and in the market generally.

Save as disclosed above, Mr. Broomhead does not have any relationship with any directors, senior management or substantial or controlling shareholder of the Company, nor does he hold any other position with the Company or any of its subsidiaries.

As of the date of this announcement, Mr. Broomhead is a beneficial owner of 2,160,855 shares in the Company, of which (i) 999,704 shares are held in the form of ordinary shares (inclusive of an aggregate of 603,000 shares granted under the LTIS which will vest on 14 July 2011, 14 July 2012 and 14 July 2013 respectively); (ii) 912,028 shares are held in the form of 225 units of the Pacific Basin Group's convertible bonds due 2013 at face value of US\$10,000 per unit; and (iii) 249,123 shares are held in the form of 25 units of the Pacific Basin Group's convertible bonds due 2016 at face value of US\$10,000 per unit. Other than that, Mr. Broomhead does not have any other interests in the shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance.

Save for the information disclosed above, Mr. Broomhead has indicated that there is no other information to be disclosed pursuant to any of the requirements under Rule 13.51(2)(h) to (v) of the Listing Rules.

The Board and Mr. Broomhead are not aware of any other matters that need to be brought to the attention of holders of securities of the Company in relation to his appointment as an executive Director.

The Board warmly welcomes Mr. Bradshaw and Mr. Broomhead to their new roles in the Company.

By Order of the Board
Klaus Nyborg
Chief Executive Officer

Hong Kong, 1 September 2010

As at the date of this announcement, the executive Directors of the Company are David Muir Turnbull, Klaus Nyborg, Wang Chunlin, Jan Rindbo and Andrew Thomas Broomhead, the non-executive Director of the Company is Richard Maurice Hext, and the independent non-executive Directors of the Company are Robert Charles Nicholson, Patrick Blackwell Paul, Alasdair George Morrison and Daniel Rochfort Bradshaw.