

Pacific Basin Shipping Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 2343)

BOARD CHANGES

On 7 August 2007, the Board of the Company announces that with effect from 1 January 2008, (i) Mr. Christopher Richard Buttery, currently an executive director and chairman of the Company, shall stand down from such positions and instead assume the positions of non-executive director and deputy chairman of the Company; (ii) Mr. David Muir Turnbull, currently an independent non-executive director of the Company, shall in addition to such role assume the position of chairman of the Company; and (iii) Mr. Daniel Rochfort Bradshaw, currently a non-executive director and deputy chairman of the Company, shall stand down from the position of deputy chairman but shall continue in his position as a non-executive director of the Company.

Mr. Christopher Richard Buttery to become non-executive director and deputy chairman

The board of directors (the “Board”) of Pacific Basin Shipping Limited (the “Company” or “Pacific Basin”) announces that Mr. Christopher Richard Buttery will stand down from the positions of executive director and chairman of the Company and instead assume the positions of non-executive director and deputy chairman of the Company with effect from 1 January 2008. Mr. Buttery wishes to stand down as an executive director and chairman of the Company to allow him to pursue other personal and business objectives whilst still being able to contribute his significant skills and experience in the shipping industry to the Company through his new position as a non-executive director and deputy chairman of the Company.

Mr. Buttery, aged 57, has over 30 years of experience in the shipping industry. He graduated from University College, Oxford University in 1971 and holds a Masters degree in Modern History. He first joined Jardine, Matheson & Company Limited and progressed through various shipping-related corporate assignments in Hong Kong, Taiwan, and Japan, becoming a director of Jardine Shipping Limited in 1979 after completing the London Business School Executive Programme. He founded the original Pacific Basin business in 1987 and was chairman and chief executive when that business was listed on Nasdaq in New York from 1994 to 1996. The business was acquired by a Malaysian group in September 1996 and, after one year as an advisor to the acquiror, he left the group and was instrumental in re-establishing the current Pacific Basin in 1998. Mr. Buttery became deputy chairman of the Company in 2001 and chairman in March 2004. He has served as a director of Jardine Fleming Japanese Smaller Companies Limited (listed on The London Stock Exchange) and is also a director of The Ton Poh Emerging Thailand Fund, which is a private company.

Mr. Buttery will enter into a new service agreement shortly with the Company, under which he will act as a non-executive director and deputy chairman of the Company for a period of 3 years (subject to retirement by rotation at the annual general meeting of the Company in accordance with the Bye-laws of the Company) commencing on 1 January 2008. As a non-executive director of the Company, Mr. Buttery will receive from the Company an emolument at the rate of HK\$250,000 per annum. In addition, Mr. Buttery will enter into a consultancy agreement shortly with the Company under which he will act as a consultant to the Company on shipping and maritime matters for a period of three years (subject, only whilst he is a director of the Company, to retirement by rotation at the annual general meeting of the Company in accordance with the Bye-laws of the Company) commencing 1 January 2008. Mr. Buttery will receive from the Company an emolument at the rate of US\$367,949 per annum and medical and life insurance benefits. He may also receive a performance bonus at the discretion of the Board. Mr. Buttery's emoluments have been agreed between the Company and Mr. Buttery and were determined by reference to the levels of emolument of other senior executives of the Company and in the market generally. As at the date of this announcement, Mr. Buttery is interested in 1,600,000 share options granted to him under the Long Term Incentive Scheme on 14 July 2004 pursuant to which he is entitled to subscribe for 1,600,000 shares of the Company at the exercise price of HK\$2.50 per share and exercisable from 14 July 2007 to 14 July 2014.

Save as disclosed above, Mr. Buttery does not have any relationship with any other directors or senior management or any substantial or controlling shareholders of the Company, does not hold any other position with the Company or any of its subsidiaries, and has not been a director in any other publicly listed company in the past three years. As at the date of this announcement, Mr. Buttery is a beneficial owner of 12,006,761 shares in the Company and is interested in 1,600,000 share options (as disclosed above) of the Company. Other than these shares and share options, Mr. Buttery 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. Buttery 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.

Mr. Buttery further confirmed that there is no disagreement with the Board and there are no matters with respect to his re-designation as a non-executive director and deputy chairman of the Company that need to be brought to the attention of the shareholders of the Company.

Mr. David Muir Turnbull to become chairman in addition to his role as an independent non-executive director

Mr. David Muir Turnbull, currently an independent non-executive director of the Company, shall in addition to his role as an independent non-executive director of the Company assume the position of chairman of the Company with effect from 1 January 2008.

Mr. Turnbull, aged 52, graduated from Cambridge University with an honours degree in Economics and has been executive chairman of Allco Finance (Asia) Limited, the Hong Kong subsidiary of Allco Finance Group Limited, since March 2006. Allco is a financial group specialising in originating and structuring transactions and funding and managing assets and specialised managed fund vehicles. He has been a director of Allco Finance Group Limited, an Australian investment bank listed on the Australian Stock Exchange since March 2006. In July 2006 he was appointed as an independent non-executive director of Green Dragon Gas Limited, a company listed on the AIM market of the London Stock Exchange. Prior to joining Allco Finance Group, Mr. Turnbull had the following positions in Hong Kong publicly listed companies: chairman of Swire Pacific Ltd. and Cathay Pacific Airways Ltd. from January 2005 until January 2006, chairman of Hong Kong Aircraft Engineering Company Ltd. from September 1995 until August 2006, a non-executive director of the Hongkong and Shanghai Banking Corporation from January 2005 until December 2005, and a director of Hysan Development Co. Ltd. and Air China Ltd. from May 2005 until December 2005. Mr. Turnbull joined the Company on 17 May 2006 when he was appointed as an independent non-executive director of the Company for a term of three years.

Mr. Turnbull entered into a service agreement with the Company dated 17 May 2006 (the “Turnbull Service Agreement”) under which he has agreed to act as an independent non-executive director of the Company 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) until 17 May 2009 or the conclusion of the 2009 annual general meeting, whichever is earlier. The Turnbull Service Agreement will be revised shortly to incorporate Mr. Turnbull’s appointment as chairman of the Company. Mr. Turnbull currently receives from the Company an emolument at the rate of HK\$200,000 per annum for being an independent non-executive director of the Company and a fee of HK\$150,000 per annum for being a member of the Company’s audit, remuneration and nomination committees. In addition, Mr. Turnbull shall receive a fee of HK\$200,000 per annum for acting as chairman of the Company. Mr. Turnbull’s emolument has been agreed between the Company and Mr. Turnbull 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. Turnbull does not have any relationship with any other directors or senior management or any substantial or controlling shareholders of the Company, does not hold any other position with the Company or any of its subsidiaries, and has not been a director in any other publicly listed company in the past three years. As at the date of this announcement, Mr. Turnbull does not have any 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. Turnbull 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 and there are no matters with respect to his re-designation that need to be brought to the attention of the shareholders of the Company.

Mr. Daniel Rochfort Bradshaw to stand down as deputy chairman but will remain on the Board as a non-executive director

Mr. Daniel Rochfort Bradshaw, currently a non-executive director and deputy chairman of the Company, shall stand down as deputy chairman of the Company with effect from 1 January 2008 but shall remain on the Board as a non-executive director of the Company. Mr. Bradshaw has agreed to step down as deputy chairman to allow Mr. Buttery to assume the position but shall continue to contribute his significant skills and experience in maritime business and law to the Company by remaining as a non-executive director of the Company.

Mr. Bradshaw, aged 60, graduated from Victoria University of Wellington (New Zealand) with a Bachelor of Laws (1969) and a Master of Laws (1971) and has been admitted as a solicitor in New Zealand, England and Hong Kong. Since 1978 he has worked at Johnson, Stokes and Master, from 1983 to 2003 as a partner and from 1996 to 2003 as head of the firm's shipping practice and since 2003 as a consultant. He was vice chairman of the Hong Kong Shipowners' Association from 1993 to 2001 and he was a member of the Hong Kong Port and Maritime Board until 2003. He is currently a member of the Maritime Industry Council of Hong Kong and is on the board of Euronav, a Euronext listed tanker company. Mr. Bradshaw joined the Company when he was appointed as a non-executive director and deputy chairman on 7 April 2006.

Mr. Bradshaw entered into a service agreement with the Company dated 1 March 2006 under which he has agreed to act as a non-executive director of the Company 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) until 7 April 2009 or the conclusion of the 2009 annual general meeting, whichever is earlier. Mr. Bradshaw receives from the Company an emolument at the rate of HK\$200,000 per annum for being a non-executive director of the Company. In addition, Mr. Bradshaw is entitled to a fee of HK\$150,000 per annum for being a member of the Company's audit, remuneration and nomination committees. Mr. Bradshaw's emolument has been 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. There will be no new service agreement or revision of Mr. Bradshaw's existing emolument as a result of his resignation as deputy chairman of the Company.

Save as disclosed above, Mr. Bradshaw does not have any relationship with any other directors or senior management or any substantial or controlling shareholders of the Company, does not hold any other position with the Company or any of its subsidiaries, and has not been a director in any other publicly listed company in the past three years. As at the date of this announcement, Mr. Bradshaw is a beneficial owner of 869,417 shares in the Company. Other than these shares, 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.

Mr. Bradshaw further confirmed that there is no disagreement with the Board and there are no matters with respect to his resignation as deputy chairman that need to be brought to the attention of the shareholders of the Company.

By Order of the Board
Andrew T. Broomhead
Company Secretary

Hong Kong, 7 August 2007

As at the date of this announcement, the executive Directors of the Company are Christopher Richard Buttery, Richard Maurice Hext, Klaus Nyborg, Wang Chunlin and Jan Rindbo, the non-executive Directors of the Company are Daniel Rochfort Bradshaw and Dr. Lee Kwok Yin, Simon, and the independent non-executive Directors of the Company are Robert Charles Nicholson, Patrick Blackwell Paul, The Earl of Cromer and David Muir Turnbull.