

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

*This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities.*

**PB ISSUER (NO.4) LIMITED (the “Issuer”)**  
*(incorporated in the British Virgin Islands with limited liability)*

**US\$125,000,000**  
**3.25% Guaranteed Convertible Bonds due 2021**  
**(the “Bonds”)**  
**(Stock Code: 5525)**  
**convertible into ordinary shares of, and**  
**unconditionally and irrevocably guaranteed by**

 **Pacific Basin Shipping Limited**

*(incorporated in Bermuda with limited liability)*  
**(Stock Code: 2343)**

**(the “Guarantor”)**

#### **ADJUSTMENT TO CONVERSION PRICE**

**The Issuer and the Guarantor jointly announce that the Conversion Price of the Bonds will be adjusted from HK\$4.08 per Share to HK\$3.07 per Share with effect from 30 May 2016.**

Reference is made to the announcements of the Guarantor dated 8 April 2015 and 8 June 2015 for the issuance of the Bonds. Unless otherwise defined here, terms used in this announcement shall have the meaning given to such terms in the Guarantor’s announcement dated 8 April 2015.

The Issuer and the Guarantor jointly announce that the Conversion Price of the Bonds will be adjusted from HK\$4.08 per Share to HK\$3.07 per Share with effect from 30 May 2016. Such adjustment is the result of the issue of Shares by way of rights as approved at the adjourned special general meeting of the Guarantor held on 27 May 2016 which is regarded as a conversion price adjustment event under the terms and conditions of the Bonds.

The above adjustment to the Conversion Price shall become effective on the first date on which the Shares are traded ex-right. The above adjustment has been computed in accordance with the terms and conditions of the Bonds. Apart from the above adjustment, all other terms of the Bonds remain unchanged.

In the case of conversion of the Bonds, the Guarantor will utilise the specific mandate obtained from Shareholders at the special general meeting of the Guarantor held on 22 May 2015 to satisfy the issue of the Conversion Shares.

This announcement also serves as a notification to the Bondholders in respect of the adjustment to the Conversion Price as per the terms and conditions of the Bonds.

By order of the Board of  
**Pacific Basin Shipping Limited**  
**MOK Kit Ting, Kitty**  
*Company Secretary*

Hong Kong, 30 May 2016

*As at the date of this announcement, the Directors of the Issuer are Mats Henrik Berglund, Andrew Thomas Broomhead, Mok Kit Ting Kitty and Kong Hoi Yan Karen.*

*As at the date of this announcement, the Directors of the Guarantor are:*

*Executive Directors: David Muir Turnbull, Mats Henrik Berglund, Andrew Thomas Broomhead and Chanakya Kocherla*

*Independent Non-executive Directors: Robert Charles Nicholson, Patrick Blackwell Paul, Alasdair George Morrison, Daniel Rochfort Bradshaw and Irene Waage Basili*