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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”)

NOTICE OF REDEMPTION PURSUANT TO THE CALL OPTION RIGHT

Reference is made to the announcements of the Guarantor dated 8 April 2015, 8 June 2015 and 22 March 2019. Unless otherwise defined here, terms used in this announcement shall have the same meaning given to such terms in the Guarantor’s announcements dated 8 April 2015 and 22 March 2019.

Following the exercise of the Put Option Right by Bondholders pursuant to Condition 8.4 of the terms and conditions of the Bonds, Bonds having an aggregate principal amount of US\$122,216,000 were redeemed on 3 July 2019 at 100% of their principal amount, together with accrued but unpaid interest thereon (the “**Redeemed Bonds**”). The Redeemed Bonds were cancelled and, as at the date of this announcement, the remaining outstanding aggregate principal amount of the Bonds was reduced to US\$2,784,000 (the “**Remaining Bonds**”), which represents 2.23% of the total principal amount of the Bonds originally issued.

As the Remaining Bonds as at the date of this announcement is less than 10% of the aggregate principal amount of the Bonds originally issued, pursuant to Condition 8.2.3 of the terms and conditions of the Bonds, the Issuer has exercised its option to redeem all the Remaining Bonds at 100% of their principal amount, together with accrued but unpaid interest to 2 August 2019, being the date fixed for such redemption (the “**Call Option Right**”).

The redemption of the Remaining Bonds shall take place on 2 August 2019 and the Remaining Bonds will be cancelled upon settlement. Subsequent to the completion of the redemption and cancellation of the Remaining Bonds, the full aggregate principal amount of the Bonds will have been redeemed by the Issuer and fully cancelled accordingly.

This announcement serves as a notification to the Bondholders that the Issuer has exercised the Call Option Right as per the terms and conditions of the Bonds.

Bondholders should refer to the terms and condition of the Bonds and consult their stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser if they are in doubt as to any aspect of this announcement or as to the action to be taken resulting from the exercise of the Call Option Right by the Issuer.

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

Hong Kong, 3 July 2019

As at the date of this announcement, the Paying Agent is Hongkong and Shanghai Banking Corporation Limited ("HSBC") at its specified office at Level 30, HSBC Main Building, 1 Queen's Road Central, Hong Kong, appointed under the Paying and Conversion Agency Agreement dated 8 June 2015 entered into between the Issuer, the Guarantor and HSBC (in its capacity as paying agent, conversion agent, transfer agent, principal agent, registrar and trustee).

The Paying Agent has sent a separate notification to the Bondholders through the Euroclear and Clearstream systems and Bondholders should also refer to such notification for details of the Call Option Right.

As at the date of this announcement, the Directors of the Issuer are Mats Henrik Berglund, Peter Schulz and Mok Kit Ting Kitty.

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

Executive Directors: David Muir Turnbull, Mats Henrik Berglund and Peter Schulz

Independent non-executive Directors: Patrick Blackwell Paul, Robert Charles Nicholson, Alasdair George Morrison, Daniel Rochfort Bradshaw, Irene Waage Basili and Stanley Hutter Ryan