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Pacific Basin Shipping Limited

(incorporated in Bermuda with limited liability)

(Stock Code: 2343)

SUPPLEMENTAL ANNOUNCEMENT

Reference is made to the Company's announcement dated 14 May 2018 in relation to the proposed acquisition of four modern dry bulk vessels and proposed issue of new shares under the general mandate as partial consideration (the "**Announcement**"). Unless otherwise stated, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcement.

As stated previously in the Announcement, the secondhand Handysize vessel to be acquired from Seller C ("**Vessel C**") is currently chartered by the Group under a long-term time charter commencing in 2015 and expiring in 2022 (the "**Time Charter**"). Between 1 January 2016 and 31 December 2017 (the "**Relevant Period**"), the charter cost of the Group under the Time Charter was approximately US\$7.5 million in total, which is comprised of approximately US\$3.8 million in 2016 and approximately US\$3.7 million in 2017.

This historical information is provided for reference purposes only, and does not represent, and should not be taken to represent, under any circumstances (i) a profit forecast or a profit estimate of any nature; (ii) the intended use of Vessel C by the Group after its acquisition; (iii) any indication of the profits generated by Vessel C during the Relevant Period; or (iv) the charter cost of any other vessels of the Group.

The supplementary information set out in this announcement does not affect any other information contained in the Announcement and, save as disclosed in this announcement, the contents of the Announcement remain unchanged.

By Order of the Board
Pacific Basin Shipping Limited
Mok Kit Ting Kitty
Company Secretary

Hong Kong, 23 May 2018

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

Executive Directors: David Muir Turnbull and Mats Henrik Berglund

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