

Ref: 2021 - 08

21 June 2021

To: The President of the Stock Exchange of Thailand

Subject: Reporting on the new Loan Agreement of USD 38.35 million with Crédit Agricole Corporate and Investment Bank

We, Precious Shipping Public Company Limited (the “Company”), would like to notify the Stock Exchange of Thailand (“SET”) that on 21 June 2021, certain of the Company’s Singapore subsidiaries, namely Precious Glories Pte. Ltd., Precious Wisdom Pte. Ltd., Precious Bridges Pte. Ltd., Precious Sparks Pte. Ltd., Precious Fragrance Pte. Ltd. and Precious Forests Pte. Ltd. (collectively the “Subsidiaries”) as the Borrowers, and the Company and Precious Shipping (Singapore) Pte. Ltd. (“PSSP”), the Company’s Singapore subsidiary which is the shareholder of the Subsidiaries, as the Guarantors have executed a USD 38,350,000 Senior Secured Amortizing Term Loan Agreement (“Agreement”) with Crédit Agricole Corporate and Investment Bank to reimburse PSSP for the intra-group loans owed by the Subsidiaries in relation to the 6 vessels owned by them, i.e., M.V. Vipha Naree, M.V. Viyada Naree, M.V. Daranee Naree, M.V. Baranee Naree, M.V. Benjamas Naree and M.V. Ananya Naree, respectively, (“Vessels”).

The summary of main terms and conditions of the Agreement is enclosed herewith as an attachment.

Please be informed accordingly.

Yours sincerely,
Precious Shipping Public Company Limited

Khalid Moinuddin Hashim
Managing Director

Gautam Khurana
Executive Director

ATTACHMENT

Summary of main terms and conditions of the USD 38.35 million Loan Agreement

Borrowers:	Precious Glories Pte. Ltd., Precious Wisdom Pte. Ltd., Precious Bridges Pte. Ltd., Precious Sparks Pte. Ltd., Precious Fragrance Pte. Ltd. and Precious Forests Pte. Ltd., Singapore subsidiaries of the Company, (collectively the “Subsidiaries”).		
Guarantors:	Precious Shipping Public Company Limited (the “Company”) and Precious Shipping (Singapore) Pte. Ltd. (“PSSP”), Singapore subsidiary of the Company and the shareholder of the Subsidiaries.		
Lender:	Crédit Agricole Corporate and Investment Bank.		
Purpose:	To reimburse PSSP for the intra-group loans owed by the Subsidiaries in relation to the Vessels.		
Loan Amount:	USD 38.35 million divided into the following six tranches:		
	Tranche	Borrower	Loan Amount (USD)
	A	Precious Glories Pte. Ltd.	8,287,500
	B	Precious Wisdom Pte. Ltd.	8,937,500
	C	Precious Bridges Pte. Ltd.,	6,175,000
	D	Precious Sparks Pte. Ltd.	6,175,000
	E	Precious Fragrance Pte. Ltd.	4,550,000
	F	Precious Forests Pte. Ltd.	4,225,000
Availability Period:	Up to 31 st July 2021.		
Interest Rate:	LIBOR plus Margin.		
Repayment:	The loan under each Tranche shall be repaid over 5 years, in 20 equal quarterly installments beginning three calendar months after the drawdown date together with a balloon (except Tranche F) payable on final maturity of the loan.		
	Tranche	Quarterly Installment Amount (USD)	Balloon Payment Amount (USD)
	A	230,208	3,683,340
	B	223,438	4,468,740
	C	257,292	1,029,160
	D	257,292	1,029,160
	E	189,583	758,340
	F	211,250	Nil

Security:	<ul style="list-style-type: none"> • Guarantee from the Guarantors; • First priority mortgage on the Vessels; • Pledge of shares in the Subsidiaries; • First priority assignment of insurances and requisition compensation, earnings, any charterparties (for a period of 12 months or more) and any charter guarantee in relation to the Vessels; • First priority charge over the Borrowers' Earnings Accounts and Retention Accounts; • First priority charge over the Borrowers' rights under the hedging agreement; • Subordination of any loans given to the Borrowers by PSSP.
Financial Covenants:	<p>The Company shall comply with the following:</p> <ol style="list-style-type: none"> a) Maximum Funded Debt to Total Shareholders' Equity ratio of 2:1; b) Minimum Total Shareholders' Equity of USD 300,000,000; c) Maintain a minimum Free Cash Balance of USD 200,000 per vessel owned by the Company and its subsidiaries.
Vessel Covenant:	<p>The aggregate market value of the Vessels shall be at least 130% of the aggregate outstanding Loan.</p>
Other Covenants:	<ul style="list-style-type: none"> • The Company shall remain listed on the Stock Exchange of Thailand; • The Borrowers are not allowed to pay any dividend or other distribution to its shareholders unless no event of default has occurred and is continuing.