



PT PELAYARAN NASIONAL

BINA BUANA RAYA Tbk

Jakarta, October 15, 2020

No. Ref: 007/BBR-JKT/X/2020

Dear,
Dewan Komisiner Otoritas Jasa Keuangan (OJK)

Gedung Sumitro Djohadikusumo
Kompleks Perkantoran Kemenkeu RI
Jl. Lapangan Banteng Timur No. 2-4
Jakarta 10710

Up. : Chief Executive Officer for the Capital Market

Perihal : Post Final Inter Creditor Agreement (FICA) Deed and Debt Purchase Agreement

With respect,

We hereby for and on behalf of the Company submit the following Information or Material Facts as below:

Name of Issuer : PT Pelayaran Nasional Bina Buana Raya Tbk
Business Field : Shipping
Telephone : 021 - 29529461
Fax : 021 - 29529462
Email Address : corpsec@bbr.co.id

1	Date of Occurrence	October 13, 2020
2	Type of Information or Material Facts	Post Final Inter Creditor Agreement (FICA) Deed and Debt Purchase Agreement
3	Description of Information or Material Facts	<p>On 24 August 2020, the Company received a letter from United Overseas Bank (UOB) dated 18 August 2020, where UOB has notified the Company that it requires to reinstate, with effect 1 July 2020 (or such later date to which UOB may approve in writing), all UOB's rights as mortgagee and the security interests relating to the vessel named "MP Veloce", which has been mortgaged to secure the Company's obligations.</p> <p>UOB also notified the Company to sell and assign the Company's rights, title and interest relating to UOB mortgaged vessel, which is named "MP Prevail" to Marco Polo Marine Ltd. (ultimate shareholder of the Company, hereinafter referred to as "Marcopolo") on the terms and conditions set out in a debt purchase agreement to be entered.</p> <p>On October 13, 2020, Marcopolo signed a Debt Purchase Agreement with UOB to take part of the Company's debt amounting to USD7.4 million. The terms and conditions in the agreement are remain the same.</p>





PT PELAYARAN NASIONAL

BINA BUANA RAYA Tbk

		<p>In addition, at the same date, the Company signed a Post FICA Deed with UOB to extend the transfer date of the vessel "MP Veloce" to "by 31 October 2020", and UOB agrees that it shall give written notice to the Borrower if it requires the Borrower to transfer all the rights, title and interest in "MP Veloce" to Astro Offshore, a company headquartered in Dubai. And on the date on which the full purchase price for MP Veloce is received by UOB from the buyer, all monies outstanding under this Facility shall be deemed to be repaid in full.</p>
4	<p>The impact of such occurrence, information or material facts on the operations, laws, financial condition, or business continuity of the issuer</p>	<p>Impact of Operational Activities If the vessel "MP Veloce" is towed or delivered to UOB or a buyer appointed by UOB, this will result in a decrease in the Company's charter income. On the other hand, the Company's direct expenses will also be reduced, especially depreciation costs, and interest expenses due to loans to UOB will be reduced.</p> <p>Impact of Financial Condition The net book value of the "MP Veloce" vessel as of August 31, 2020 was approximately USD5.9 million. If the vessel is handed over to UOB or another party, and the debt for the vessel, which is USD3.4 million as of August 31, 2020, is recognized as paid off, the Company will record a loss on the disposal of assets of USD2.5 million.</p> <p>As UOB and Marcopolo have signed a debt sale and purchase agreement, then the portion of UOB's debt on the "MP Prevail" vessel of around USD7.4 million as of August 31, 2020, will turn into the Company's debt to Marcopolo.</p> <p>Impact of Laws There is no impact on the laws currently. However if the transfer of vessels while they are working, there is a potential claim from the charterer.</p> <p>Impact of Business Continuity There is no significant impact on the Company's business continuity. If the mortgaged vessel "MP Veloce" been transferred, the Company's asset will reduce by around 8%. However, on the other hand, the Company's debt will also be reduced by around 6% if the debt to UOB for the vessel is recognized as paid off.</p>
5	<p>Other information</p>	<p>-</p>





PT PELAYARAN NASIONAL
BINA BUANA RAYA Tbk

Thus to be informed accordingly. Thank you for your kind attention.

Best regards,
PT Pelayaran Nasional Bina Buana Raya Tbk



Sufisan
Corporate Secretary