



Company Registration Number: 199707022K
(Incorporated in the Republic of Singapore)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF SGX-ST LISTING MANUAL

PSL Holdings Limited (the “Company” together with its subsidiaries, the “Group”) was placed from 5 June 2017 on the watch-list under the Financial Entry Criteria pursuant to Rule 1311(1) of the SGX-ST Listing Manual.

Pursuant to Rule 1313(2) of the SGX-ST Listing Manual, the Board of Directors of the Company (the “Board”) wishes to provide the following updates:

Update on Unaudited Financial Performance and Financial Position

The Company recorded a net loss of S\$0.5 million for the three months ended 31 March 2019 (“1Q2019”) compared with a net loss of S\$1.4 million for the three months ended 31 March 2018 (“1Q2018”). This was a result of a decrease in general and administrative expenses arising from a series of cost cutting measures implemented by the Management to emerge from the SGX Watchlist, coupled with an increase in other gains arising from a reduction in foreign exchange losses in 1Q2019. The Group as at 31 March 2019 had net assets of S\$27.0 million compared to S\$27.5 million as at 31 December 2018. The Group has cash and cash equivalents of S\$5.6 million as at 31 March 2019 as compared with S\$7.2 million as at 31 December 2018.

In this respect, please refer to the Company’s results announcement for the financial period ended 31 March 2019 released on 141 May 2019 for more details.

Update on Future Direction and other Material Development(s)

The Group has entered into a Global Settlement Agreement dated 10 December 2018 to resolve all outstanding disputes in relation to the Vendors and PT Momentum Indonesia Investama (“PTMII”) arising out of and in connection with Agreements which were entered into on behalf of PSL by the former management of the Company. The Group has successfully negotiated to be paid the Insurance Claim in lieu of one of the 7 barges, i.e. Momentum 3007, one of the PSL Escrow Period Vessels, which sunk due to unforeseen adverse weather conditions on 3 August 2018. PSL believes the Global Settlement will put an end to the disputes for PSL to progress and develop its Marine Logistics businesses with eventual acquisition of newer and better Vessels along with sale of any near to obsolete ones as part of ongoing efforts to pursue profitable business opportunities to enhance Shareholders’ value.

The Group continues to explore other potential business opportunities within Indonesia to develop and acquire profitable businesses through mergers and acquisitions which can generate sustainable returns to our Shareholders.

**BY ORDER OF THE BOARD
PSL HOLDINGS LIMITED**

**Stephen Leong, BBM
Vice Chairman and Executive Director**

14 May 2019