



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 on the watch-list under the Financial Entry Criteria pursuant to Rule 1311(1) of the SGX-ST Listing Manual and Minimum Trading Price ("MTP") Entry Criteria pursuant to Rule 1311(2) of the SGX-ST Listing Manual on 5 June 2017 and 6 June 2019, respectively.

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 after tax of S\$0.3 million for the three months ended 31 March 2021 ("1Q2021") compared to a net profit after tax of S\$0.3 million for the three months ended 31 March 2020 ("1Q2020"). This was mainly due to an increase in other losses arising from an increase in foreign exchange losses and income taxes recorded for 1Q2021. This is partially offset by higher gross profit contributed by revenue from PT MII following its consolidation, coupled with an increase in other operating income arising from an increase in fair value changes on the USD denominated profit guarantee due from the Vendors of PT MII.

The Group had net assets of S\$24.4 million as at 31 March 2021 as compared to S\$24.6 million as at 31 December 2020. The Group has cash and cash equivalents of S\$11.4 million as at 31 March 2021 as compared to S\$10.4 million as at 31 December 2020.

In relation to the above, please refer to the Company's results announcement for the financial period ended 31 March 2021 released on 14 May 2021 for more details.

Update on Future Direction and other Material Development(s)

The Company continues to work closely with its professional advisers on its proposed Selective Capital Reduction exercise announced on 12 January 2021 to cancel all the issued ordinary shares in the capital of the Company ("Shares") held by the Eligible Shareholders and return the share capital in cash to the Eligible Shareholders (the "**Selective Capital Reduction**").

The Company is in the process of arranging the documentation and expert reports as well as obtaining the necessary regulatory approvals for this exercise and will update shareholders of further developments.

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

**Kee Siang Hui
Executive Director**

14 May 2021