

Press Release

PSL Holdings executed New Settlement Agreement (“Agreement”) to recover about USD 18 million in relation to the claims disputed since November 2016

- Company expects to recover approximately USD 18 million in total upon full settlement
- Company resolved litigation claims since November 2016 which have diverted significant resources and time
- Company will focus its energy and resources to harness business developments in Indonesia

As announced on 21 February 2020, PSL Holdings Limited (the “Company”) has settled its outstanding disputed claims with the other relevant Parties. Under the Agreement, all the Parties have agreed to honour the obligations to settle an amount in the region of USD 18 million to the Company. Expectation of the Company to recover USD 18 million includes (a) the entirety of the Shareholder’s Loan of US\$11.5 million owing by PTMII to the Company, (b) the insurance proceeds of US\$0.61 million (Rp 8.35 Billion) in respect of the sunken barge known as Momentum 3007, (c) 50% of the proceeds from the agreed sale of the barge known as Pacific 3002, in the sum of US\$0.31 million (Rp 4.25 Billion), and (d) the Profit Guarantee plus accrued interest of US\$5.57 million. To date and in accordance with the Agreement announced on 21 February 2020, the Company received a sum of approximately US\$3.16 million, constituting partial repayment of the Shareholder’s Loan of US\$3 million and US\$0.16 million relating to the first monthly instalment for the Profit Guarantee.

Under the Agreement, the Company and Sudirman Group mutually agreed to break up their business partnership in PTMII. The Company, the Sudirman Group and PT MII (collectively the “Parties”) have mutually agreed to dispose the vessels which are owned by PTMII, and distribute equally any remaining cash balance in PT MII to the Company and Sudirman Group.

The Company sees the Agreement as positive development as it resolves the outstanding claims disputes which, if prolonged, will require the Company to incur significant resources and professional fees in Singapore and in other countries.

Apart from the above, the Company's liquidity will be complimented by the sum recoveries for developing its businesses for revenues to be generated for Shareholders' value to be enhanced.

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About PSL Holdings Limited

PSL Holdings Limited ("PSL") is an investment holding company. It was incorporated in Singapore as PSL Holdings Pte Ltd on 9 October 1997 and changed its name to PSL Holdings Limited on 5 August 1998.

Through its operating subsidiaries, PSL is primarily engaged in businesses relating to:

- Provision of land logistics and support services;
- Provision of marine logistics through acquisitions of Supermax vessels;
- Trade and supply of construction materials and related equipment; and
- Eventual properties development along with related activities.

PSL is looking to expand its operations through the acquisition of synergy-related businesses principally in Indonesia, Malaysia and the ASEAN Regions to develop revenue streams for improvement of its financial performance to generate sustainable long term returns to the Shareholders.

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