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**RESPONSES TO SINGAPORE EXCHANGE SECURITIES TRADING LIMITED'S QUERIES ON THE COMPANY'S FIRST QUARTER UNAUDITED FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2017**

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The Board of Directors of PSL Holdings Limited (the "**Company**" or "**PSL**") refers to the following queries raised by the Singapore Exchange Securities Trading Limited ("**SGX**") in its email dated 6 June 2017 and would like to provide further information in relation to the Company's first quarter unaudited financial statements announcement for the financial period ended 31 March 2017.

**SGX Queries:**

1. We note that out of the net loss of S\$123,000 in the Company's 1Q2017 results, profit attributable to non-controlling interest amounted to S\$204,000 while loss attributable to equity holders of the Company amounted to (S\$327,000). Please elaborate why a loss was attributable to equity holders of the Company while a profit was attributable to non-controlling interest.
2. On Page 4 of the Company's 1Q2017 results, Profit guarantee due from vendors amounted to S\$5,890,000 as at 31 March 2017. Please provide further details of this guarantee and disclose whether the Company will be exercising the profit guarantee.

**Company's Responses:**

1. For the first quarter ended 31 March 2017, the Marine Logistics segment (i.e. PT MII) recorded a profit whereas the Construction Logistics and Corporate segments incurred losses.

Profit attributable to non-controlling interest of S\$204,000 mainly represents profit allocated to the non-controlling interest of PT MII. While the net losses attributable to equity holders of the Company represent losses incurred by the Construction Logistics and Corporate segments, which were partially offset by the profit allocated from Marine Logistics segment.

2. In accordance to the Conditional Sale and Purchase Agreement dated 17 March 2015 and the Supplemental Sale and Purchase Agreement dated 3 August 2015 entered into between Sudirman Kurniawan and Angelo Fernandus (hereinafter referred to as "**Vendors**") and the Company for the acquisition by the Company of approximately 49% of the entire issued and paid-up capital of PTMII, the Vendors guaranteed that PT MII will achieve an aggregate profit of approximately S\$17,300,000 (US\$12,245,000) net profit after tax ("**NPAT**") over a 24-month period, commencing from November 2015 following the completion of the acquisition.

Based on the actual NPAT achieved, the guaranteed profit from November 2015 to November 2017, financial forecasts and targeted NPAT of PT MII for the remaining periods within the guaranteed period, the estimated fair value of the profit guaranteed is amounted to S\$5,890,000.

As at date of announcement, the Company's lawyers have demanded for profit of approximately S\$4,070,000 for settlement by the Vendors.

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

**Tan Cheang Shiong**  
Chief Executive Officer  
8 June 2017