

CANCELLATION OF PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE

1. INTRODUCTION

The board of directors ("**Board**") of PSL Holdings Limited ("**Company**", and together with its subsidiaries, collectively the "**Group**") refers to the announcement of the Company dated 24 August 2018 (the "**Announcement**") in relation to the proposed renounceable non-underwritten rights issue of up to 27,843,498 new ordinary shares in the capital of the Company (the "**Rights Shares**") at an issue price of S\$0.193 for each Rights Share ("**Issue Price**"), on the basis of one (1) Rights Share for every two (2) existing ordinary shares in the share capital of the Company ("**Shares**") held by entitled shareholders as at the books closure date to be determined, fractional entitlements to be disregarded (the "**Proposed Rights Issue**").

All capitalised terms used herein, unless otherwise defined or the context otherwise requires, shall have the meaning ascribed to them in the Announcement.

2. CANCELLATION OF THE PROPOSED RIGHTS ISSUE

There has been a continuous decline in the market price of the Shares since the Announcement and it is currently below the Issue Price of the Rights Shares in the Proposed Rights Issue. Further the Company has not been able to obtain any assured support of the Proposed Rights Issue by way of irrevocable undertakings from the substantial shareholders of the Company. In view of the aforesaid, the Board has decided not to proceed with the Proposed Rights Issue.

The Board will re-consider, taking into account the prevailing circumstances, other fund-raising options and plans for the Group and will keep shareholders updated on any developments in this regard and make such further announcements as and when appropriate.

Shareholders are advised to exercise caution in trading their shares. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board
PSL Holdings Limited

Tan Cheang Shiong
Chief Executive Officer
18 October 2018