



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” and 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\$1.5 million for the three months ended 30 September 2018 (“3Q2018”) compared with a net loss of S\$0.7 million for the three months ended 30 September 2017 (“3Q2017”). This was a result of a decrease in revenue from S\$1.7 million in 3Q2017 to S\$0.8 million in 3Q2018 mainly due to scaling down of TSL operations, lower revenue from the Construction Logistics segment contributed by PT IPA and unrealised foreign exchange losses. The Group as at 30 September 2018 had net assets of S\$29.6 million compared to S\$32.9 million as at 31 December 2017. The Group has cash and cash equivalents of S\$6.4 million as at 30 September 2018 as compared with S\$11.0 million as at 31 December 2017.

In this respect, please refer to the Company’s results announcement for the financial period ended 30 September 2018 released on 7 November 2018 for more details.

Update on Future Direction and other Material Development(s)

On 19 April 2018, the Group announced that it had entered into a Binding Term Sheet as part of the global settlement to resolve all outstanding disputes with the Vendors of PT Momentum Indonesia Investama (“PTMII”) in consideration to the recovery of the profit guarantee payment and the loan of US\$11.5 million extended by the former management by the Conditional Sale and Purchase Agreement dated 17 March 2015 and the Supplemental Sale and Purchase Agreement dated 3 August 2015. The Group continues to consult its professional advisors on the remedies available following the sinking of Momentum 3007, one of the PSL Escrow Period Vessels, on 3 August 2018.

On 5 July 2018, the Group announced that it had entered into a MOU to acquire 80% shares in PT. Buana Perkasa Sukses, an Indonesian Company which principally carry on coal trading and related businesses. Due diligence on the proposed acquisition continues to progress with the appointment of an independent valuer to conduct a valuation on equity interest in PT. Buana Perkasa Sukses as announced on 15 August 2018.

The Group continues to explore other business opportunities to acquire properties or other assets for long-term investment to build additional revenue sources to deliver long term sustainable values for the shareholders.

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

**Tan Cheang Shiong
Chief Executive Officer**

7 November 2018