

PSL HOLDINGS LIMITED

Company Registration Number: 199707022K

(Incorporated in the Republic of Singapore)



PROFIT GUIDANCE ON THE FINANCIAL RESULTS OF THE GROUP FOR THE FOURTH QUARTER AND FULL YEAR ENDED 31 DECEMBER 2014

The Board of Directors (the “**Board**”) of PSL Holdings Limited (the “**Company**”) wishes to issue a profit guidance regarding the financial results of the Company and its subsidiaries (the “**Group**”) for the fourth quarter (“**4Q2014**”) and full year ended 31 December 2014 (“**FY2014**”).

Based on the preliminary review of the unaudited financial results of the Group, the Group is expected to report a substantial loss for 4Q2014 and FY2014 mainly attributable to the following factors :-

- (i) A significant drop in revenue for 4Q2014 and FY2014 as compared to previous year. The Group had also recorded a loss incurred at the gross margin level in 4Q2014;
- (ii) Inventory writedown and impairment provisions for doubtful debts and for deposit paid in September 2013 for a proposed investment;
- (iii) Expenses for the proposed investment in Longmen Group Limited; and
- (iv) As announced on 19 January 2015, a) write off of \$231,000 arising from settlement of balance of consideration of the divestment of subsidiaries pursuant to the Sale & Purchase Agreement with KH Foges Pte Ltd dated 30 August 2013 and b) impairment provision of \$700,000 on outstanding debts due to divested subsidiaries assigned to the Company.

Further details of the Group’s performance will be disclosed when it announces its unaudited financial results for 4Q2014 and FY2014.

In the meanwhile, the Board wishes to advise shareholders and investors to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD
PSL HOLDINGS LIMITED

Mark Zhou You Chuan
Executive Director
16 February 2015