



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" 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\$0.3 million for the three months ended 30 June 2019 ("2Q2019") compared with a net loss of S\$0.2 million for the three months ended 30 June 2018 ("2Q2018"). This was a result of a decrease in revenue from S\$4.3 million in 2Q2018 to S\$20,000 in 2Q2019 due to scaling down of TSL operations and lower revenue from the Construction Logistics segment contributed by PT Indah Perkasa Abadi ("PT IPA") as well as a decrease in other gains arising from a reduction in foreign exchange gains. The Group had net assets of S\$26.6 million as at 30 June 2019 compared to S\$27.5 million as at 31 December 2018. The Group had cash and cash equivalents of S\$4.1 million as at 30 June 2019 compared with S\$7.2 million as at 31 December 2018.

In this respect, please refer to the Company's results announcement for the financial period ended 30 June 2019 released on 13 August 2019 for more details.

Update on Future Direction and other Material Development(s)

The Group has entered into a Global Settlement Agreement dated 10 December 2018 to resolve all outstanding disputes in relation to the Vendors and PT Momentum Indonesia Investama ("PTMII") arising out of and in connection with Agreements which were entered into on behalf of PSL by the former management of the Company. The Group has successfully negotiated to be paid the Insurance Claim in lieu of one of the 7 barges, i.e. Momentum 3007, one of the PSL Escrow Period Vessels, which sunk due to unforeseen adverse weather conditions on 3 August 2018. PSL believes the Global Settlement will put an end to the disputes for PSL to progress and develop its Marine Logistics businesses with eventual acquisition of newer and better Vessels along with sale of any near to obsolete ones as part of ongoing efforts to pursue profitable business opportunities to enhance Shareholders' value. As previously announced, the Global Settlement Agreement is subject to Shareholders' approval. A Circular in this regard will be dispatched to Shareholders following the receipt of SGX-ST's clearance to the Circular which as at the date of this announcement is still pending.

In 2Q2019, the Group's Indonesian subsidiary, PT IPA purchased heavy equipment with the intention to lease along with operations to third parties to generate income. The Group continues to explore other potential business opportunities within Indonesia to develop and acquire profitable businesses through mergers and acquisitions which can generate sustainable returns to our Shareholders.

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

**Stephen Leong, BBM
Vice Chairman and Executive Director**

13 August 2019