PSL HOLDINGS LIMITED
Company Registration Number: 199707022K
(Incorporated in the Republic of Singapore)

NON-BINDING MEMORANDUM OF UNDERSTANDING FOR A PROPOSED INVESTMENT IN LONGMEN GROUP LIMITED – EXPIRY OF EXCLUSIVITY PERIOD

The board of directors ("**Board**") of PSL Holdings Limited (the "**Company**") refers to:

(a) the Company's announcements dated 14 May 2014 (the "**14 May Announcement**") and 23 May 2014 in relation to the non-binding memorandum of understanding ("**MOU**") entered into between the Company and Longmen Group Limited (the "**Target**") in relation to the proposed investment by the Company in the Target (the "**Proposed Transaction**"); and

(b) the Company's announcement dated 15 September 2014 in relation to the extension of the Exclusivity Period to 13 October 2014.

All capitalised terms used and not defined herein shall have the same meanings given to them in the 14 May Announcement.

The Board wishes to announce that the Company and the Target have mutually agreed not to extend the Exclusivity Period, and that the Exclusivity Period will therefore expire today, 13 October 2014. Upon the expiry of the Exclusivity Period, as contemplated in the MOU, arrangements will be made for the refund of the Deposit in full by the Target to the Company.

Notwithstanding the expiry of the Exclusivity Period, the Company is continuing discussions with the Target to explore possibilities in respect of the Proposed Transaction. At the same time, the Company will also explore other available options/opportunities as appropriate. The Board will make further announcements as and when appropriate in due course and on any material developments as and when necessary.

Shareholders and potential investors are advised to exercise caution when dealing or trading in the shares of the Company. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Yip Kean Mun
Executive Director
13 October 2014