

PSC CORPORATION LTD
(Company Registration No. 197400888M)
Incorporated in the Republic of Singapore

**UPDATE ON THE SUBSCRIPTION OF HK\$80,000,000 CONVERTIBLE NOTE IN
JOLLIFY LIMITED BY WHOLLY-OWNED SUBSIDIARY PSC INVESTMENT PTE LTD**

All capitalised terms used herein shall bear the same meanings as in the previous announcement dated 23 January 2009, 3 February 2009 and 9 February 2009, unless otherwise defined.

Further to the announcement dated 23 January 2009, 3 February 2009 and 9 February 2009, the Board of Directors of PSC Corporation Ltd (the "**Company**") wishes to announce that the Company's wholly-owned subsidiary, PSC Investment Pte Ltd ("**PSCI**") has agreed with Jollify Limited ("**JL**") and Mr Chung Kwok Cheung ("**Mr Chung**") to vary the Terms of the Convertible Note as follows:-

- (i) upon maturity of the Convertible Note, JL will repay PSCI (a) HK\$104,000,000 or (b) the principal sum of HK\$80,000,000 plus 30% of the actual profit of the Jollify project (the "**Jollify Project**"), whichever is higher, without requiring PSCI to convert the Convertible Note to equity; and
- (ii) the maturity of the Convertible Note be extended from 22 January 2010 to 30 September 2010 or the completion of the Jollify Project, whichever is earlier.

Mr Chung, who is the guarantor, has confirmed that he is agreeable to the variations to the Terms of the Convertible Note proposed by JL and further confirmed that he is agreeable to continue standing as guarantor for the principal sum and all such amounts due and payable to PSCI.

The financial effect of the Transaction on the net tangible assets and earnings for the financial year ending 31 December 2010 will depend on the profit of the Jollify Project.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Transaction.

By Order of the Board

Annie Wong Sook Cheng
Company Secretary
18 January 2010