

For Immediate Release

SingPost launches Initial Public Offering of 1.14 billion shares

IPO set to raise up to S\$684 million (excluding over-allotment)

*Anticipated net dividend yield of about 7% based on
maximum offering price and intended dividend payout
of S\$0.042 per share
for the year ended 31 March 2003*

Singapore, 21 April 2003 - Singapore Post Limited ("SingPost"), Singapore's leading provider of postal services and one of the world's most efficient and profitable postal operators, will launch the initial public offering ("IPO") of its shares ("Offering Shares") tomorrow, 22 April 2003. A prospectus, dated 19 April 2003, relating to the offering (the "Prospectus") has been registered with the Monetary Authority of Singapore.

The offering of 1.14 billion shares consists of:

- an international placement to investors, including institutional and other investors in Singapore, and
- an offering to the public in Singapore (the "Public Offer"), including up to approximately 19.4 million Reserved Shares that have been reserved for purchase by the Directors, permanent employees of SingPost and its subsidiaries, and others as set out in eligibility criteria in the Prospectus. The minimum size of the Public Offer is 50 million shares.

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The international placement and the Public Offer will commence on 22 April 2003 and is expected to close on 6 May 2003. Trading of the SingPost shares on the Mainboard of the Singapore Exchange Securities Trading Limited ("SGX-ST") on a "ready" basis is expected to commence on 14 May 2003, subject to the SGX-ST being satisfied that all conditions necessary for the commencement of trading in the shares on a "ready" basis have been fulfilled.

The Offering Shares are being sold by Singapore Telecommunications Limited ("SingTel") at the maximum offering price of S\$0.60 per share and the offering is subject to pricing. The offering price will be determined following a book-building process by agreement between the Joint Global Coordinators and SingTel on a date currently expected to be 7 May 2003.

Based on the maximum offering price, SingTel will raise gross proceeds of up to S\$684 million from the offering (excluding the over-allotment option as defined in the Prospectus). After the offering, SingTel will retain a shareholding of 40% in SingPost (excluding the over-allotment). If the offering price is less than the maximum offering price, the proceeds will be reduced accordingly.

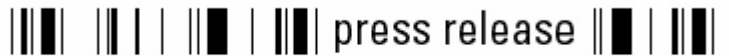
Subject to certain factors set out in the Prospectus, the Directors of SingPost currently intend to recommend a net annual dividend of S\$80 million for each of the financial years ended 31 March 2003 and ending 31 March 2004. This is equivalent to approximately S\$0.042 per share based on SingPost's existing issued share capital. Based on the maximum offering price of S\$0.60 per share, the intended dividend payout of approximately S\$0.042 per share for the financial

year ended 31 March 2003 translates into an anticipated net dividend yield of approximately 7.0% per share.

Mr Lim Ho Kee, Chairman of SingPost, said, "The launch of the SingPost IPO offers investors an opportunity to invest in a postal operator which we believe is one of the most efficient and profitable in the world. With a heritage dating back to 1819 and a brand that's a household name in Singapore, SingPost touches the lives of virtually all Singaporeans every day. Now, investors in Singapore and around the world can invest in a company with a strong business, world-class operations and an attractive dividend yield."

Mr William Tan Soo Hock, Chief Executive Officer of SingPost, added, "With an estimated market share of 95% in domestic mail, SingPost holds a dominant position in the attractive Singapore market that continues to grow. SingPost has a proven track record of innovation and best in class operations. The management team is focussed on capitalizing on new opportunities, such as the growth of direct mail, and opportunities for international expansion through our Spring joint venture, which we believe is a market leader in global private cross-border business mail solutions. The result is a company that has delivered in more ways than one."

Mr Lee Hsien Yang, President & CEO of SingTel, said, "SingTel is selling a portion of its stake in SingPost as part of its on-going strategy of divesting non-core businesses in order to focus on our core telecommunications business. In the current market environment, investors have shown a keen interest in companies, like SingPost, that are profitable with stable performance and an attractive dividend yield. We believe that a



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With a highly efficient mail delivery services utilising a sophisticated distribution infrastructure and advanced mail processing technology, SingPost estimates that it has achieved domestic mail market share of greater than 95 per cent. It believes that its Spring joint venture is a market leader in private cross-border business mail solutions.

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Visit the SingPost IPO website at [www.singpost.com/ipo](http://www.singpost.com/ipo) for more details.

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