

ACQUISITIONS AND DISPOSALS :: NON-MANDATORY DISCLOSURE :: PROPOSED ACQUISITION OF THE ENTIRE 100 PER CENT. STAKE IN NOVATION SOLUTIONS LIMITED

Like

\* Asterisks denote mandatory information

<b>Name of Announcer *</b>	SINGAPORE POST LIMITED
<b>Company Registration No.</b>	199201623M
<b>Announcement submitted on behalf of</b>	SINGAPORE POST LIMITED
<b>Announcement is submitted with respect to *</b>	SINGAPORE POST LIMITED
<b>Announcement is submitted by *</b>	Genevieve Tan McCully (Mrs)
<b>Designation *</b>	Company Secretary
<b>Date &amp; Time of Broadcast</b>	20-Jan-2012 17:07:05
<b>Announcement No.</b>	00037

>> ANNOUNCEMENT DETAILS

*The details of the announcement start here ...*

<b>Announcement Title *</b>	Proposed Acquisition of the entire 100 per cent. stake in Novation Solutions Limited
<b>Description</b>	
<b>Attachments</b>	 SGXNETAnn-Novation.pdf  NewRelease-Novation.pdf Total size = <b>164K</b> (2048K size limit recommended)

**SINGAPORE POST LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration Number: 199201623M)

**PROPOSED ACQUISITION OF THE ENTIRE 100 PER CENT. STAKE  
IN NOVATION SOLUTIONS LIMITED**

The Board of Directors of Singapore Post Limited (the "**Company**") wishes to announce that the Company has on 20 January 2012 through its wholly-owned subsidiary, DataPost Pte Ltd ("**DataPost**"), entered into a share purchase agreement (the "**Agreement**") with Secured Financial Services Limited (the "**Seller**"), pursuant to which the Seller has agreed to sell and DataPost has agreed to purchase the entire 100 per cent. stake in Novation Solutions Limited ("**Novation**") (the "**Proposed Acquisition**").

Novation, a company incorporated in Hong Kong, is a full-service security printing and transaction mail provider. Its core services include security and commercial printing and print-related services which comprises variable-data print and electronic direct marketing services.

The consideration for the Proposed Acquisition is US\$9,800,000 (equivalent to approximately S\$12,740,000, based on the exchange rate of US\$1 to S\$1.3) (the "**Acquisition Consideration**") and was arrived at after arm's length negotiations on a willing buyer, willing seller basis, taking into consideration, *inter alia*, various factors such as the existing assets, financial position and business prospects of Novation. The Acquisition Consideration will be satisfied wholly in cash upon completion under the Agreement, and this will be funded from the Company's internal resources.

The completion date of the Proposed Acquisition is expected to take place on or around 29 February 2012 (or such other date as may be agreed in writing between the Seller and the Company). Upon completion of the Proposed Acquisition, Novation will become a wholly-owned subsidiary of the Company.

Based on the audited consolidated accounts of Novation as at 31 December 2010, the net tangible asset value of Novation was HK\$ 94,334,000 (equivalent to approximately S\$ 15,725,000, based on the exchange rate of HK\$1 : S\$0.1667). The Proposed Acquisition will be on a debt-free basis as Novation has not incurred any debt according to its audited consolidated accounts as at 31 December 2010 and its unaudited consolidated accounts as at 31 July 2011.

None of the directors of the Company has any interest, direct or indirect, in the Proposed Acquisition.

**BY ORDER OF THE BOARD**

Genevieve Tan McCully (Mrs)  
Company Secretary

20 January 2012