



**PROPOSED ACQUISITION OF ALL THE SHARES IN THE CAPITAL OF
SINGAPORE CRUISE CENTRE PTE LTD – TERMINATION OF THE SALE AND
PURCHASE AGREEMENT DATED 26 SEPTEMBER 2013**

1. INTRODUCTION

The Board of Directors of SATS Ltd. (“**SATS**”) refers to the announcement dated 26 September 2013 relating to the proposed acquisition of all of the shares in the capital of Singapore Cruise Centre Pte Ltd (“**Acquisition**”) by SATS’ subsidiaries, SATS Airport Services Pte Ltd (“**SAS**”) and SATS-Creuers Cruise Services Pte. Ltd. (“**SCCS**”) together with SAS, the “**Purchasers**”) from Hazeltree Holdings Private Limited (the “**Vendor**”) pursuant to the Sale and Purchase Agreement between the Purchasers and Vendor dated 26 September 2013 (the “**SPA**”).

2. TERMINATION OF THE SPA

The Purchasers and the Vendor have agreed not to proceed with the Acquisition and to terminate the SPA due to market developments in Asia. The non-completion of the Acquisition is not expected to have a material financial impact on SATS.

Said Mr Alex Hungate, President and CEO of SATS: “This announcement does not in any way alter SATS’ commitment to grow our successful operations at the Marina Bay Cruise Centre and to promote Singapore as a homeport, nor our ambition to pursue regional cruise opportunities. We remain confident about the prospects for the Asian cruise market and will continue to actively pursue value-creating opportunities to implement our strategy of growing scale and enhancing connectivity.”

BY ORDER OF THE BOARD

Prema d/o K. Subramaniam
Company Secretary

12 May 2014