

News Release

ST ENGINEERING'S LAND SYSTEMS ARM INJECTS ADDITIONAL CAPITAL INTO ITS SUBSIDIARIES

Singapore, 16 May 2014 – Singapore Technologies Engineering Ltd (ST Engineering) announced today that its land systems arm, Singapore Technologies Kinetics Ltd (ST Kinetics), has increased its paid-up capital in its wholly-owned subsidiary, Singapore Commuter Private Limited (SCPL), by a cash injection of S\$7.7m.

In turn SCPL has made an equity injection of US\$6.1m (approximately S\$7.7m) into Jiangsu Huatong Kinetics Co., Ltd. (JHK). This capital injection represents the final tranche of SCPL's proportionate investment of US\$28.76m into JHK to fund the construction and relocation of a new plant, as announced on 3 July 2012. The new plant is scheduled for completion by the end of 2014. SCPL's shareholding in JHK remains unchanged at 75.3% after the capital injection.

The injection of capital into SCPL for corresponding injection into JHK is not expected to have any material impact on the consolidated net tangible assets per share and earnings per share of ST Engineering for the current financial year. JHK, a joint venture between ST Kinetics and Jiangsu Huatong Machinery Co., Ltd., manufactures Asphalt Pavers, Milling Machines, Motor Graders and Asphalt Batching Plants.

ST Kinetics (Singapore Technologies Kinetics Ltd) is the land systems and specialty vehicles arm of Singapore Technologies Engineering Ltd. It is one of Asia's leading land systems and specialty vehicles companies, delivering smart engineering solutions since 1967 for the commercial, defence and homeland security markets. With 7,000 employees worldwide and revenue of over S\$1.48b in FY2013, ST Kinetics delivers products and solutions to end users in more than 40 countries around the world; helping to maintain the peace of nations and increasing the productivity of businesses involved in earthmoving, road construction and goods distribution. Please visit www.stengg.com for more information.

ST Engineering (Singapore Technologies Engineering Ltd) is an integrated engineering group providing solutions and services in the aerospace, electronics, land systems and marine sectors. Headquartered in Singapore, the Group reported revenue of \$6.63b in FY2013 and ranks among the largest companies listed on the Singapore Exchange. It is a component stock of the FTSE Straits Times Index, FTSE ASEAN 40 Index, MSCI Singapore and other indices. ST Engineering has more than 23,000 employees worldwide, and over 100 subsidiaries and associated companies in 46 cities across 24 countries. Please visit www.stengg.com for more information.

Media contacts: Lina Poa
 SVP, Corporate Communications
 ST Engineering
 Tel: (65) 6722 1883 / (65) 9696 5453
 Email: linapoa@stengg.com

 Seng Woei Yuan
 Head, Corporate Communications
 ST Kinetics
 Tel: (65) 6660 7449 / (65) 9842 2773
 Email: sengwy@stengg.com