SGXNet Announcement

8 February 2021

SGX, Trumid and Hillhouse form joint venture to launch new Asian bond trading platform

1. INTRODUCTION

Singapore Exchange Limited (the "**Company**" or "**SGX**") refers to the announcement dated 1 February 2021 in relation to a proposed joint venture that will operate an Asian bond trading platform. The Company wishes to inform that the Company and its wholly owned subsidiary, Asian Gateway Investments Pte. Ltd. ("**AGI**") had, on 8 February 2021, entered into an agreement (the "**Shareholders' Agreement**") with, among others, Trumid Holdings LLC ("**Trumid**"), and HH THL Holdings LLC (an affiliate of Hillhouse Capital) ("**Hillhouse**") pursuant to which the parties agreed to incorporate a joint venture company in Singapore which will be named XinTru Pte. Ltd. (the "**JV Company**").

2. RATIONALE FOR THE JOINT VENTURE

The JV Company will launch and operate Trumid XT, an electronic bond trading platform aimed at enhancing liquidity and execution in the Asian bond market for global clients. This joint venture combines Trumid's technology and fixed income expertise, SGX's experience in Asian financial market infrastructure and electronic trading, and Hillhouse's expertise and network in Asia and the financial services sector.

3. SUBSCRIPTION BY AGI

The consideration to be paid by AGI for approximately a one-third interest in the JV Company will comprise 100% of the shares in SGX's wholly owned subsidiary, SGX Bond Trading Pte. Ltd. ("**SGX-BT**"), cash and the provision of certain support services, including general counterparty services, and other intangibles.

The book value of SGX-BT as at 30 June 2020 is S$31.4 million.

The transaction is not expected to have any material impact on the net asset value and underlying earnings per share of the SGX Group for the financial year ending 30 June 2021.

4. STATUS OF SGX-BT AND THE JV COMPANY

Upon completion of the transaction as described above:

(a) SGX-BT will cease to be a subsidiary of the Company; and

(b) the JV Company will become an associated company of the Company.

The completion of the transaction contemplated by the Shareholders' Agreement is conditional on, among other things, certain regulatory approvals being obtained.

Issued By:

Singapore Exchange Limited