



SMRT CORPORATION LTD
(Incorporated in the Republic of Singapore)
(Company Registration Number 200001855H)

CLARIFICATION OF MACQUARIE RESEARCH REPORT

SMRT Corporation Ltd (the "Company") refers to Macquarie Research's report on the Company entitled "CFO charts the course for turnaround" dated 27 August 2014 (the "Report").

The independent views stated in the Report relating to the New Financing Framework ("NFF"), valuation of assets, asset transfers, and state of negotiations are entirely Macquarie Research's, and the Company wishes to clarify that they should not be attributed to the Company or any of its officers.

In relation to the NFF, other than what was previously announced by the Company, there has been no further progress which warrants any announcement by the Company. To date, no agreement has been reached on the matter with the Land Transport Authority.

In respect of the statement that "... the government is willing to pay book value of its (the Company's) bus ... assets which are S\$800m ..", the Company wishes to clarify that no such arrangement is intended nor is the value attributed to the bus assets correct.

The Company has not committed to paying any special dividend under any circumstance. The Company will continue to optimize its capital structure and to prioritize investments in an effort to strengthen engineering capabilities and to support its business growth plans in the long term interests of its shareholders.

The Company will, in compliance with the SGX-ST listing rules, make the appropriate announcements if and when there are any material developments.

Submitted by Jacquelin Tay Gek Poh, Company Secretary, on 29/08/2014 to the SGX-ST