SINGAPORE POST LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 199201623M)

(1) FORMATION OF A SUBSIDIARY
(2) PROPOSED ACQUISITION OF AN EQUITY INTEREST IN TRADEGLOBAL HOLDINGS, INC.

1. FORMATION OF SUBSIDIARY

The Board of Directors (the "**Board**") of Singapore Post Limited (the "**Company**") wishes to announce that on 15 October 2015, it has, through its wholly-owned subsidiary, Singapore Post Enterprise Private Limited ("**SPE**"), subscribed for one share at US$0.0001 in TG Acquisition Corp., a corporation incorporated under the laws of the State of Delaware, the United States of America (the "**Subscription**"). Following the Subscription, TG Acquisition Corporation ("**TG AC**") has thereby become a wholly-owned indirect subsidiary of the Company.

The Subscription is funded from internal resources and will not have a material impact on the net tangible assets ("**NTA**") of the Group for the financial year ending 31 March 2016.

2. PROPOSED ACQUISITION OF EQUITY INTEREST IN TRADEGLOBAL HOLDINGS, INC.

The Board also wishes to announce that TG AC has on 15 October 2015 entered into:

(i) a conditional stock purchase agreement (the "**Stock Purchase Agreement**") with TradeGlobal Parent LLC (the "**Seller**"), TradeGlobal Holdings, Inc. ("**TradeGlobal**"), Mr David Eckley and Mr David Cook (together, the "**Rollover Equityholders**"), the Company and all of the members of the Seller, for the acquisition by TG AC of 100 per cent. of the total issued and outstanding shares of capital stock of TradeGlobal (the "**Seller's Shares**") from the Seller (the "**Acquisition**"); and

(ii) a conditional rollover contribution and exchange agreement with the Rollover Equityholders, setting out the terms and conditions for them to acquire an equity interest in TG AC based on the total issued and outstanding shares of capital stock of TG AC, immediately prior to completion of the Acquisition (the "**Rollover Contribution and Exchange**")

(the "**Acquisition**" and the "**Rollover Contribution and Exchange**" collectively, the "**Transactions**").

Following completion of the Transactions ("**Completion**"), TG AC will own 100 per cent. of TradeGlobal and it is envisaged that SPE and the Rollover Equityholders will, through TG AC, own an estimated 96.3% and 3.7% respectively of TradeGlobal.

Acquisition Consideration

The aggregate consideration payable by TG AC for the Seller's Shares is, subject to the adjustments set out in the Stock Purchase Agreement (including an agreed formula for adjusting for working capital), approximately US$168.6[1] million (the "**Acquisition Consideration**"). The Acquisition Consideration will be satisfied wholly in cash from the Company's internal resources, and was arrived at on an arm's length and willing-buyer and willing-seller basis.

Completion is subject to certain conditions, including the expiration of all applicable waiting periods relating to the Hart-Scott-Rodino Antitrust Improvements Act of 1976, as amended, of the United States of America.

The effective equity interest of SPE and the Rollover Equityholders in TradeGlobal through TG AC will be determined and confirmed at Acquisition Completion using an agreed formula referencing the Acquisition Consideration. The Company will provide an update following Completion.

Rationale for the Transactions

TradeGlobal is a provider of integrated eCommerce enablement solutions, including fulfillment, customer care, logistics, web development, software and marketing services for the fashion retail industry. TradeGlobal is headquartered in Cincinnati, Ohio, and maintains fulfillment warehouses in Cincinnati and Shanghai, China.

The Transactions represent an expansion of the Company's eCommerce and eCommerce logistics businesses which are integral parts of the Company's key business pillars. The Transactions will enable the Group to offer an integrated US and Asia eCommerce logistics solution for both the Group's and TradeGlobal's customers.

Financial Impact

Based on the unaudited financial statements of TradeGlobal for the financial year ended 31 December 2014, the financial impact of the Transactions on the Group's NTA based on the audited financial statements of the Group for the financial year ended 31 March 2015 is estimated as follows:

	Before the Transactions	After Completion[2]
NTA (S$'000)	1,164,844	946,308
NTA per share (S$)	0.54	0.44

[1] Equivalent to approximately, S$236 million based on the exchange rate of US$1.00 to S$1.40.
[2] The fall in NTA per share from S$0.54 to S$0.44 is due to the acquisition of intangible assets.

The Company will provide an update on the full effects of the financial impact of the Transactions on the NTA of the Group following Completion.

BY ORDER OF THE BOARD

Jocelyn Ng
Group Company Secretary

15 October 2015