

TELEDATA (SINGAPORE) LIMITED
(Company Registration No. 197600922M)
(Incorporated in the Republic of Singapore)

**UPDATE ON APPLICATION FOR A FURTHER EXTENSION OF TIME TO MEET THE
REQUIREMENTS UNDER RULE 1314 OF THE LISTING MANUAL FROM THE
REMOVAL OF THE COMPANY FROM THE WATCHLIST**

**Appeal Submitted for Further Extension of Time to Meet the
Requirements of Listing Rule 1314 via A Revised Capitalisation Plan**

PLEASE READ THIS ANNOUNCEMENT CAREFULLY AS IT CONTAINS IMPORTANT INFORMATION AND UPDATES ON MATTERS THAT COULD MATERIALLY AFFECT THE TRADING PRICE OF THE SHARES OF THE COMPANY AND YOUR RIGHTS AS SHAREHOLDERS OF THE COMPANY. SHAREHOLDERS ARE ADVISED TO EXERCISE CAUTION WHEN DEALING IN THE SECURITIES OF THE COMPANY AND IF, IN DOUBT, TO SEEK APPROPRIATE ADVICE FROM THEIR BANKERS, BROKERS, SOLICITORS OR OTHER PROFESSIONAL ADVISERS.

IT IS IMPORTANT TO NOTE THAT WHILE THE REVISED CAPITALISATION PLAN AS DESCRIBED BELOW HAS BEEN SUBMITTED TO THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”) AS PART OF THE APPEAL AGAINST THE DELISTING DECISION, THE REVISED CAPITALISATION PLAN IS SUBJECT TO, AMONG OTHERS, REGULATORY AND SHAREHOLDERS’ APPROVALS AND MAY NOT BE PROCEEDED WITH. IF PROCEEDED WITH, THERE IS ALSO NO ASSURANCE THAT THE IMPLEMENTATION OF THE REVISED CAPITALISATION PLAN WILL ENABLE THE COMPANY TO MEET THE REQUIREMENTS OF LISTING RULE 1314.

The Board of Directors (the “**Board**”) of Teledata (Singapore) Limited (the “**Company**”) refers to the announcement dated 23 May 2014 (the “**23 May Announcement**”).

Unless otherwise defined, all capitalized terms used in this announcement shall bear the same meanings as in the 23 May Announcement.

The Board wishes to announce that the Company has received a letter from the SGX-ST on 30 May 2014 (the “**Notification Letter**”) informing the Company that the SGX-ST is unable to grant the Company a further extension of time to comply with Listing Rule 1314 of the Listing Manual (“**Listing Rule 1314**”) and that the SGX-ST will proceed to delist the Company, as it is uncertain as to whether the proposed Placement (as described in the 23 May Announcement) is able to meet the requirements of Listing Rule 1314 for the removal of the Company from the SGX-ST Watchlist.

Following receipt of the Notification Letter, the Company (with the support of a group of Shareholders holding a majority of the voting rights of the Company) put together a revised capitalization plan in the form of a 5-for-1 rights issue (“**Revised Plan**”) that the Company believes has a much higher certainty of meeting the requirements of Listing Rule 1314, and made a final appeal on 2 June 2014 to the SGX-ST against delisting and for further extension of time to meet the requirements of Listing Rule 1314 for the removal of the Company from the SGX-ST Watchlist (“**Appeal**”). **Shareholders should note that the outcome of the Appeal is pending and that there is no assurance that the Appeal will be successful and/or accompanied by conditions that are acceptable to the Company.**

In line with the requirements of Chapter 7 of the Listing Manual (in particular, Listing Rule 703(1)) and in order to ensure that there is no selective disclosure of material information to only a select group of Shareholders (namely, those who have been approached and/or given their support and commitment to subscribe for the rights shares under the Revised Plan) while the trading of the shares is allowed to resume, the Company would like to inform Shareholders of the key features of the Revised Plan as follows:

CAUTIONARY NOTE: Shareholders should note that the implementation of the Revised Plan (which consists of a 5-for-1 rights issue) is subject to, among others, the Appeal being successful and on conditions that are acceptable to the Company. There can be no assurance that the Revised Plan will be proceeded with and if proceeded with will be successful in meeting its objectives. Shareholders are advised to exercise caution when dealing in the securities of the Company on the basis of the information set out herein and to seek advice from their bankers, stockbrokers, solicitors or other professional advisers as appropriate.

- Nature of Revised Plan : Renounceable underwritten rights issue of up to 17,933.65 million new ordinary shares on the basis of five (5) rights shares for every one (1) existing ordinary share in the capital of the Company held by Shareholders as at a books closure date to be determined, fractional entitlements to be disregarded (“Rights Issue”)

- Issue Price per rights share : S\$0.001

- Rationale : To increase the capitalisation of the Company primarily to meet the market capitalization requirement under Listing Rule 1314(1) with the secondary objective of funding the operating needs and future growth of the Company, including those relating to the recently completed data hosting centre businesses of IP2S Korea

- Gross Proceeds : Approximately S\$17.8 million

- Use of Proceeds : Net proceeds (after deducting expenses) of approximately S\$16.8 million will be used for the following purposes:
 - (a) Expansion of data : 50% - 60% hosting centre business
 - (b) Expansion of existing : 20% - 30% businesses
 - (c) Working capital : 10% - 30%

- Shareholder Support : Shareholders holding a majority of the voting rights of the Company have given their respective undertakings to vote in favour of the Rights Issue

- Underwriting : To be fully underwritten by Lim & Tan Securities Pte Ltd

- Conditions : The Rights Issue is subject to, *inter alia*, the following:
 - (a) the Appeal being successful, and if subject to conditions, such conditions being acceptable to the Company;
 - (b) receipt of in-principle approval of the SGX-ST for the listing and quotation of the rights shares on the Official List of the SGX-ST;
 - (c) approval of the Shareholders at an extraordinary general meeting to be convened in connection with the Rights Issue; and
 - (d) lodgement of an offer information statement with the Monetary Authority of Singapore in connection with the Rights Issue
- Listing & Quotation : An application will be made to the SGX-ST for the listing and quotation of the rights shares on the Official List of the SGX-ST if the Appeal is successful

Shareholders should also be aware that in the event the SGX-ST declines to grant any further extension of time notwithstanding the Appeal and pursuant to Listing Rule 1306 of the Listing Manual, the Company or its controlling shareholder(s), if any, must comply with Listing Rule 1309 which requires the Company or its controlling shareholder(s), if any, to provide a reasonable exit offer to Shareholders. Further, and if the Appeal is not successful, trading in the Company's securities will continue until 5pm, 30 June 2014 and thereafter, trading will remain suspended until completion of the exit offer.

The Company will make announcements on further developments in due course (especially with regards to the outcome of the Appeal).

BY ORDER OF THE BOARD

Irene Valencia Goutama
Chairman and Chief Executive Officer

4 June 2014

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