SGXNet Announcement

22 January 2021

Entry Into Joint Venture

1. INTRODUCTION

Singapore Exchange (the "**Company**" or "**SGX**") wishes to inform that it has, through its wholly-owned subsidiary, Asian Gateway Investments Pte. Ltd. ("**AGI**"), entered into a subscription and shareholders' agreement ("**SSA**") with Artz Fund Investments Pte. Ltd. ("**AF**") an indirect wholly-owned subsidiary of Temasek Holdings (Private) Limited ("**Temasek**") on 22 January 2021. Under the SSA, AGI and AF intend to establish a joint venture company ("**JV Company**") as a digital asset venture focused on capital markets workflows through smart contracts, ledger and tokenisation technologies (the "**Joint Venture**").

2. RATIONALE FOR THE JOINT VENTURE

The Board believes that the proposed Joint Venture combines SGX group's multi-asset experience and strengths in operating market infrastructure to the highest regulatory standards, together with Temasek's expertise in blockchain technology and ecosystem connectivity.

The Joint Venture aims to look to partner with fixed income issuance platforms to connect to its post-trade and asset servicing infrastructure, providing issuers, arranger banks, lawyers, investors and paying agents with a comprehensive, issuance-to-settlement network for Asia bonds. Concurrently, the Joint Venture aims focus on other existing and emerging asset classes that have seen growing market demand, including funds and sustainable finance. Through the Joint Venture, SGX seeks to capitalize on digitalisation trends and advance the development of capital markets infrastructure in Asia.

3. FINANCIAL EFFECTS OF AGI'S PARTICIPATION IN THE PROPOSED JOINT VENTURE

The proposed participation in the Joint Venture by AGI will be funded by internal resources and at present is not expected to have any material impact on the net tangible assets and earnings per share of the Group for the financial year ending 30 June 2021.

4. INTERESTS OF DIRECTORS, CONTROLLING SHAREHOLDERS AND SUBSTANTIAL SHAREHOLDERS

None of the directors, controlling shareholders or substantial shareholders of the Company has any interest, direct or indirect, in the proposed Joint Venture, other than through their respective shareholdings in the Company.

Issued By:

Singapore Exchange Limited