S i2i Limited
(the "**Company**")
(Incorporated in the Republic of Singapore)
(Company Registration No. 199304568R)

ACQUISITION OF ELECTRIC VEHICLES

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1. INTRODUCTION

We refer to the announcements made by the Company (and together with its subsidiaries, the "**Group**") on 25 July 2016, 29 July 2016 and 9 August 2016. The board of directors (the "**Directors**" or the "**Board**") of the Company wishes to announce that its subsidiary, Mellon Technologies Pte Ltd ("**Mellon**") has on 8 August 2016 made an advance payment of 30% of the purchase price for a purchase order signed on 28 July 2016 which was conditional on the aforesaid advance payment (the "**Agreement**") to BYD (Singapore) Pte Ltd ("**BYD**") for the acquisition of 15 BYD e6 all-electric cars, and 15 BYD 40kW charging stations ("**Goods**") for an aggregate purchase price of S$1,123,500 (the "**Consideration**") (the "**Acquisition**").

The relative figure computed under Rule 1006(c) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") in respect of the Acquisition exceeds 5% (but does not exceed 20%). Accordingly, the Acquisition constitutes a discloseable transaction under Rule 1010 of the Listing Manual of the SGX-ST (the "**Listing Manual**"). Please refer to paragraph 6 below for further details on the computation of the Rule 1006 relative figures.

2. INFORMATION ON THE GOODS

The BYD e6 all-electric car ("**e6 Car**") is a compact crossover / Multi-Purpose Vehicle ("**MPV**") with a range of 300 kilometres per full charge. The BYD 40 kW charging station ("**Charger**") is a wall-mounted charging station which may be used for charging the BYD e6 all-electric car.

3. PRINCIPAL TERMS OF THE ACQUISITION OF GOODS

3.1. Consideration

The Consideration for the Acquisition is S$1,123,500, inclusive of goods and services tax, and is based on BYD's unit selling prices for each e6 Car and Charger. The Consideration will be paid in cash and will be funded through internal accruals of the Company.

3.2. Material Conditions in the Agreement

Mellon has paid 30% of the Consideration. Delivery of the Goods is conditional on payment of the remaining 70% of the Consideration, and is expected to take place on or before the end of September 2016.

4. RATIONALE FOR THE ACQUISITION OF GOODS

The Acquisition marks the Group's entry into the electric vehicle industry, and is part of the Group's effort to move its focus from "information to innovation" and to bring about a clean and pollution-free environment. The Group believes that the Acquisition will help position it as a potential lead player in the electric vehicle industry in Singapore as it strives to take the first-mover advantage. The Group is working to provide 100% electric vehicle, distribution, sales (B2B and B2C) and related transport services in Singapore through various direct, indirect channels and web-based public transport companies and partner with leading software, services and application companies for providing transport services using EVs; and providing relevant after-sales services.

5. FINANCIAL EFFECTS OF THE ACQUISITION OF GOODS

5.1. Assumptions

The financial effects of the Acquisition set out below are for illustrative purposes only and should not be taken as an indication of the actual financial performance or position of the Group following the Acquisition nor a projection of the future financial performance or position of the Group after the Acquisition. The financial effects set out below are based on the Company's audited financial statements for the financial year ended 31 December 2015 ("**FY2015**").

5.2. NTA per share of the Company

Assuming the Acquisition had taken place on 31 December 2015, the NTA per share of the Group would be as follows:

	Before the Acquisition	**After the Acquisition**
NTA (S$'000)	57,789	57,789
Number of issued shares ('000)	13,712	13,712
NTA per share (Singapore cents)	421.43	421.43

5.3. Earnings per share ("**EPS**")

Assuming the Acquisition had been effected on 1 January 2015, the EPS of the Group would be as follows:

	Before the Acquisition	**After the Acquisition**
Net profit/(loss) after tax (S$'000)	960	960
Weighted average number of issued shares ('000)	13,712	13,712
EPS (Singapore cents)	7.01	7.01

6. RELATIVE FIGURES PURSUANT TO RULE 1006 OF THE LISTING MANUAL

The relative figures computed on the bases set out in Rule 1006 of the Listing Manual of the SGX-ST are as follows:

Rule	**Bases of computation**	**Size of relative figure (%)**
1006(a)	Net asset value of assets being disposed of, compared with the Group's net asset value	Not applicable as this is not a disposal.
1006(b)	Net profits attributable to the assets acquired, compared with the Group's net profits	Not applicable [(1)]
1006(c)	Aggregate value of consideration given, compared with the Company's market capitalisation based on the total number of issued shares excluding treasury shares	6.33[(2)]

1006(d)	The number of equity securities issued by the Company as consideration for an acquisition, compared with the number of equity securities previously in issue	Not applicable[3]
1006(e)	The aggregate volume or amount of proved and probable reserves to be disposed of, compared with the aggregate of the Group's proved and probable reserves. This basis is applicable to a disposal of mineral, oil or gas assets by a mineral, oil and gas company.	Not applicable as this is not a disposal of mineral, oil or gas assets by a mineral, oil and gas company

Notes:

(1) There is no past profit and loss contribution for the Goods to be acquired.

(2) Based on the Consideration ofS$1,123,500 and the market capitalisation of the Company of approximately S$17,758,000 determined by multiplying the existing number of shares in issue by S$1.295, being the weighted average price of the Company's shares transacted on 4 August 2016.

(3) No equity securities will be issued as consideration for the Acquisition.

Based on the relative figures computed above, the Disposals together constitute a discloseable transaction under Rule 1010 of the Listing Manual of the SGX-ST. As none of the relative figures exceeds 20%, shareholders' approval is not required for the Disposals.

7. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

Save for their respective directorships and/or shareholding interests in the Company, if any, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition.

8. DOCUMENTS FOR INSPECTION

A copy of the Agreement is available for inspection during normal business hours at the registered office of the Company at 152, Ubi Avenue 4, Level 4, Smart Innovation Centre, Singapore 408826 for a period of three (3) months from the date of this announcement.

BY ORDER OF THE BOARD

S i2i Limited

Ms Anitha Reddy Chadha
Director

10 August 2016