

RESPONSE TO SGX-ST QUERY ON ANNOUNCEMENTS DATED 25 AND 29 JULY 2016

S i2i Limited (the “**Company**”) wishes to provide the following information in response to the query received from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 2 August 2016 in relation to the Company’s announcements dated 25 and 29 July 2016 on the Company’s plans to provide electric vehicle transport services in Singapore through its subsidiary, Mellon Technology Pte. Ltd. (“**Mellon**”):

SGX-ST’s Query:

We refer to the announcements dated 25 and 29 July 2016 in relation to a collaboration with an electric vehicle manufacturer based in China. As the identity of this collaborator has not been disclosed, please disclose the identity of this manufacturer and whether the company’s directors, substantial shareholders or their respective associates have any relationships, directly or indirectly with the manufacturer. If applicable, please disclose the relationship and the procedures that are in place to address any potential conflicts of interest.

The Company’s Response:

The manufacturer with whom the Company has entered into discussions and negotiations with is BYD Company Limited, a company registered in the People’s Republic of China, Headquarter address No.3009, BYD Road, Pingshan, Shenzhen, 518118, People’s Republic of China (“**BYD**”).

As at the date of this announcement, none of the directors or substantial shareholders of the Company or their respective associates have any relationship, direct or indirect, with BYD, save for a distribution agreement between BYD and Smart EV Pte. Ltd. (“**Smart EV**”), a company incorporated in Singapore, which came into effect on 5 February 2016 and terminated on 13 July 2016, (the “**Distribution Agreement**”).

Smart EV is indirectly-owned by the chairman of the Company’s board of directors - Dr Bhupendra Kumar Modi (“**Dr Modi**”). As at the date of this announcement, Chada Anitha Reddy, who is a member of the Company’s board of directors, also sits on the board of Smart EV. The Distribution Agreement was terminated so as to avoid competition with Mellon in its coming plans to venture into the EV industry in Singapore.

Independent Businesses and arm’s length process

The business relationships (a) between the Smart Group and BYD (the “**Smart-BYD Relationship**”), and (b) between the Company (through its subsidiary, Mellon) and BYD (the “**Company-BYD Relationship**”) are independent of each other. The Company wishes to highlight the following key points:

- (a) The BYD Distribution Agreement was entered into before any transactions have been entered into between the Company/Mellon and BYD
- (b) There are no transactions between Smart EV Pte Ltd and the Company/Mellon relating to the BYD Distribution Agreement as at the date of this announcement.
- (c) The Board believes that the Company-BYD Relationship is in the best interests of the Company and will help position the Company as a potential lead player in the EV industry in

Singapore. Furthermore, the Company has the opportunity to participate in the EV industry without having to incur substantial get-up expenses and efforts.

By Order of the Board

Maneesh Tripathi
Group CEO

10 August 2016