



DIVESTMENT OF SEMBCORP BOURNEMOUTH WATER INVESTMENT

SINGAPORE, April 16, 2015 – Sembcorp Industries (the Group) announces that its wholly-owned UK subsidiary, Sembcorp Holdings Limited, has completed the sale of its 100% stake in Sembcorp Bournemouth Water Investment (SBWI) to the Pennon Group PLC (Pennon) for an enterprise value of £191.5 million (approximately S\$393 million), with cash proceeds from the sale of £104.5 million (approximately S\$214 million).

SBWI is an investment holding entity which owns Sembcorp Bournemouth Water (SBW), whose principal activities involve the operation of a regulated municipal water business based in Bournemouth, UK. SBWI also owns two smaller unregulated businesses which offer water supply, leakage detection and water hygiene services to companies. Pennon is a UK-based environmental utility infrastructure company and the parent company of South West Water Limited, which provides water and sewerage services for Devon, Cornwall and parts of Dorset and Somerset in the UK. With the completion of the divestment, SBWI and SBW cease to be subsidiaries of Sembcorp Industries.

The transaction is expected to generate a net gain of £25 million (approximately S\$50 million) for the Group for the financial year ending December 31, 2015.