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

PROPOSED CAPITAL REDUCTION AND CASH DISTRIBUTION – EFFECTIVE DATE

Reference is made to the Company's announcements dated 29 February 2016, 6 April 2016, and 29 April 2016 (collectively, the "**Announcements**"), the Company's circular to Shareholders dated 6 April 2016 ("**Circular**") relating to the Proposed Capital Reduction and Cash Distribution to Shareholders, and the special resolution to approve the Proposed Capital Reduction (the "**Capital Reduction Resolution**") passed by Shareholders at the extraordinary general meeting of the Company (the "**EGM**") held on 29 April 2016.

Unless otherwise defined herein, all capitalised terms and references used in this announcement shall have the same meanings as ascribed to them in the Circular and the Announcements.

Further to the EGM, the Board of Directors of the Company is pleased to announce that the Company has complied with all the requirements under Section 78C(1)(c) and the solvency requirements under Section 78C(3) of the Companies Act (Cap. 50) of Singapore ("**Companies Act**"), and that no application for the cancellation of the Capital Reduction Resolution has been made during the 6-week period beginning with the date of the Capital Reduction Resolution.

The Company has accordingly lodged a statement made by the Directors pursuant to Section 78E(2) of the Companies Act together with a notice containing the reduction information of the Proposed Capital Reduction with the Accounting and Corporate Regulatory Authority of Singapore on 14 June 2016. Accordingly, the Proposed Capital Reduction has taken effect on 14 June 2016.

The Cash Distribution is expected to be paid to entitled Shareholders on 30 June 2016. Please refer to the Company's separate announcement dated 14 June 2016 for further details on the books closure date and expected payment date for the Cash Distribution.

BY ORDER OF THE BOARD

Maneesh Tripathi
Executive Director and Group CEO
S i2i Limited

14 June 2016