

SINGAPORE TELECOMMUNICATIONS LIMITED
(Incorporated in the Republic of Singapore)
Company Registration Number: 199201624D

**ANNOUNCEMENT PURSUANT TO
RULE 706A OF THE SGX LISTING MANUAL**

Pursuant to Rule 706A of the Listing Manual of Singapore Exchange Securities Trading Limited, Singapore Telecommunications Limited (“**Singtel**”) wishes to announce the following transactions that occurred during the fourth quarter ended 31 March 2020:

1. Incorporation of a Subsidiary

Singtel’s wholly-owned subsidiary, Singtel FinGroup Investment Pte. Ltd., has incorporated a wholly-owned subsidiary in Singapore known as SFG Digibank Investment Pte. Ltd. (“**SFG Digibank**”). SFG Digibank has an issued and paid-up capital of S\$2 and its principal activity is investment holding. The directors of SFG Digibank are Jeann Low Ngiap Jong and Lang Tao Yih, Arthur.

An announcement on the incorporation was made on 16 March 2020.

2. Cessation of Subsidiary

Singtel’s wholly-owned subsidiary, Digital Gaming Investments Pte. Ltd. (“**DGI**”), had on 24 March 2020 subscribed (“**Subscription**”) for 31 ordinary shares and 9,999,967 preference shares (“**Shares**”) in the capital of Digital Games International Pte. Ltd. (“**Digital GameCo**”), for an aggregate cash consideration of S\$9,999,998. The consideration was funded by way of internal cash resources, and was arrived at taking into account, *inter alia*, the working capital and capital expenditure requirements of Digital GameCo. Following the Subscription by DGI and subscription of shares by other parties¹, Singtel’s shareholding percentage in Digital GameCo was reduced from 100.00% to 33.33% and Digital GameCo ceased to be a subsidiary of Singtel with effect from 24 March 2020.

As at 24 March 2020, the unaudited net asset value attributable to the Shares was S\$10 million.

The cessation of Digital GameCo as a subsidiary of Singtel is not expected to have a material impact on the earnings per share or net tangible asset per share of Singtel and its subsidiaries for the financial year ended 31 March 2020.

¹ See News Release by Singtel, AIS and SK Telecom on 9 March 2020

3. Increase in Share Capital of a Subsidiary

Singtel's subsidiary, HOOQ Digital Pte. Ltd. (in creditors' voluntary liquidation) ("HOOQ") had, on 25 March 2020, increased its share capital from US\$95,200,020 to US\$130,200,020 via the allotment and issue of 46,844,444 preference shares ("Preference Shares") to HOOQ Digital Holdings Pte. Ltd. ("HDHPL"), a wholly-owned subsidiary of Singtel, pursuant to the exercise of HDHPL's right to convert loans of a total amount of US\$35 million into the Preference Shares under the terms of a convertible loan facility made available by HDHPL to HOOQ.

As at 25 March 2020, the unaudited net asset value attributable to the Preference Shares was negative US\$38.4 million.

Issued by Singapore Telecommunications Limited on 28 May 2020.