

SINGAPORE POST LIMITED

**ANNOUNCEMENT PURSUANT TO CLAUSE 704 OF THE SGX LISTING MANUAL -
SALE OF SHARES IN S-NET FREIGHT (HOLDINGS) PTE LTD**

Singapore Post Limited ("SingPost") wishes to announce that Singapore Post Enterprise Private Limited ("SPE"), a wholly-owned subsidiary of SingPost, has entered into an agreement for the sale of SPE's entire 36.8% stake comprising 3,272,820 shares (the "Shares") of par value S\$1.00 each for a total cash consideration of S\$3,681,922.50 (the "Consideration") in S-Net Freight (Holdings) Pte Ltd (the "Company") to other shareholders in the Company. Payment for the Shares will be by way of an initial payment of S\$552,288.37 followed by installment payments over 14 months.

The Consideration was arrived at based on the net tangible asset value of the Company plus a premium. The latest available unaudited net tangible asset value per share of the Company as at end April 2003 was S\$0.68.

The principal activity of the Company is the provision of freight forwarding, logistics and distribution services.

By Order of the Board

Chan Su Shan (Ms)
Company Secretary

Dated: 1 July 2003