

SINGAPORE POST LIMITED

ANNOUNCEMENT ON UPU REVISED TERMINAL DUES

In the prospectus for the Initial Public Offering of Singapore Post Limited ("SingPost"), we highlighted the possibility of reclassification of Singapore by the Universal Postal Union (UPU) Congress for the purpose of terminal dues.

At the 23rd UPU Congress held in Bucharest, Romania from 15 September to 5 October 2004, the issue of re-classification was deliberated by the Congress and a new country classification called net contributor countries, NCC, was adopted and will take effect on 1 January 2006.

SingPost would like to inform that, for the purpose of terminal dues, Singapore will be classified under the new NCC category. As a result, SingPost will continue to settle terminal dues at the worldwide standard per kilogram rate.

The Congress also decided to raise the worldwide standard per kilogram rate by 8.75% with effect from 1 January 2006. SingPost does not expect the change in the standard settlement rate to increase the Group's net terminal dues position significantly.

Submitted by Chan Su Shan (Ms), Company Secretary on 06/10/2004 to the SGX