

SINGAPORE POST LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199201623M)

INCREASE IN SHAREHOLDING OF SUBSIDIARY

Singapore Post Limited (the “**Company**”) wishes to announce that its indirect subsidiary, TG Acquisition Corp. (“**TGAC**”) has on 16 March 2017 entered into an agreement with TradeGlobal LLC and Mr David Eckley (the “**Agreement**”) relating to Mr Eckley’s cessation of employment as chief executive officer of TradeGlobal LLC for health reasons.

Under the terms of the Agreement, Mr Eckley will be paid an aggregate amount of USD1.7 million (approximately SGD2.5 million)¹ in consideration of (a) the redemption of all 9,692 shares of common stock of TGAC held by Mr Eckley (the “**DE Shares**”) (b) the waiver by Mr Eckley of all claims and benefits he might otherwise be entitled under the terms of his employment with TradeGlobal LLC and (c) Mr Eckley’s agreement to an extended non-compete period. The sum of USD1.7 million is based on the purchase price at the time of the acquisition of TradeGlobal Holdings, Inc. (“**TGH**”) by the Company and the amount previously agreed under a stockholders’ agreement with Mr Eckley for the redemption of the DE Shares.

No valuation was commissioned on the DE Shares. Based on TGAC’s unaudited consolidated financial statements as at 31 December 2016, the book value and net tangible assets value of DE Shares is USD1.6 million (approximately SGD2.3 million)¹ and USD0.14 million (approximately SGD0.20 million)¹ respectively.

The transaction is funded from internal resources and is not expected to have a material effect on the net tangible assets or earnings per share of the Company for the financial year ending 31 March 2017.

Following the redemption of the DE Shares, the DE Shares shall be deemed as authorised but unissued capital stock of TGAC, and the Company’s interest in TGAC will increase from 96.35% to 97.29%.

TradeGlobal LLC is a wholly-owned subsidiary of TGH, which is a wholly-owned subsidiary of TGAC.

Following the abovementioned cessation, the business of TradeGlobal LLC will come under the guidance and supervision of Mr Paul Demirdjian, Interim Chief Executive Officer, US Businesses.

None of the directors or controlling shareholders of the Company has any interest in the above transaction (other than through their shareholdings in the Company).

Issued by Singapore Post Limited on 16 March 2017.

¹ At an exchange rate of USD1 = SGD1.441