

SINGAPORE AIRPORT TERMINAL SERVICES LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 197201770G)

PROPOSED ACQUISITION OF ALL THE SHARES IN THE CAPITAL OF SINGAPORE FOOD INDUSTRIES LIMITED

1. INTRODUCTION

- 1.1 Acquisition.** The Board of Directors (the “**Board**”) of Singapore Airport Terminal Services Limited (the “**Company**”) refers to the announcement (the “**Acquisition Announcement**”) made by the Company on 2 December 2008 (the “**Acquisition Announcement Date**”) that the Company and Ambrosia Investment Pte. Ltd. have, on the Acquisition Announcement Date, entered into a conditional sale and purchase agreement (the “**Sale and Purchase Agreement**”) relating to the sale and purchase of 359,731,154 ordinary shares (the “**SFI Shares**”) in the capital of Singapore Food Industries Limited (“**SFI**”), representing approximately 69.62 per cent. of all the issued shares¹ in the capital of SFI (the “**Acquisition**”), for a cash consideration of S\$0.93 per SFI Share.

All capitalised terms used and not defined herein shall have the same meanings given to them in the Acquisition Announcement.

- 1.2 Condition Precedent.** Completion of the Acquisition will occur upon the Acquisition, the Offer and the Options Proposal (collectively, the “**Transactions**”) being approved by the shareholders of the Company (“**Shareholders**”) at a general meeting (the “**EGM**”) to be convened for that purpose by the Company.

- 1.3 Despatch of Circular and Notice of EGM.** Further to the Acquisition Announcement, the Company also made an announcement on 5 January 2009 that the Company had despatched a Circular to Shareholders (the “**Circular**”), setting out relevant information in relation to the Transactions, together with the notice of the EGM to be convened for the purpose of obtaining Shareholder’s approval for the Transactions.

All proxy forms must be deposited at the office of the Company’s Share Registrar, M&C Services Private Limited, 138 Robinson Road #17-00 The Corporate Office Singapore 068906, not less than 48 hours before the time appointed for the EGM.

In particular, please note that the proxy forms may be deposited on:

17 January 2009, Saturday - at any time from 8.30 a.m. to 5.30 p.m.

18 January 2009, Sunday - at any time from 8.30 a.m. to 9.30 a.m.

A soft copy of the Circular is available on the website of the Singapore Exchange Securities Trading Limited at www.sgx.com.

¹ In this Announcement, for the purpose of computation, the number of SFI Shares is 516,734,500 as at 29 December 2008, as provided by SFI to the Company.

2. THE COMPANY'S RESPONSES TO QUERIES RAISED THROUGH THE DEDICATED WEBSITE

2.1 Announcement. The Board wishes to announce that the Company has today posted responses to queries raised through the dedicated website that has been specifically set up by the Company to provide information in relation to the Transactions to Shareholders.

Shareholders may access such responses at the following link:
<http://sats1.listedcompany.com/qa.html>.

BY ORDER OF THE BOARD

Shireena Woon (Ms)
Company Secretary
15 January 2009
Singapore

Any inquiries relating to this Announcement or the Transactions should be directed to:

Merrill Lynch (Singapore) Pte. Ltd.

Keith Magnus

Managing Director and Head of Singapore
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The directors of the Company (including any who may have delegated detailed supervision of this Announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this Announcement are fair and accurate and that no material facts have been omitted from this Announcement, and they jointly and severally accept responsibility accordingly. Where any information has been extracted or reproduced from published or otherwise publicly available sources or obtained from SFI, the sole responsibility of the directors of the Company has been to ensure through reasonable enquiries that such information is accurately and correctly extracted from such sources or, as the case may be, accurately reflected or reproduced in this Announcement.