

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.

2. DESPATCH OF CIRCULAR AND NOTICE OF EGM

- 2.1 Circular.** The Board wishes to announce that the Company has today dispatched 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.

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

BY ORDER OF THE BOARD

Shireena Woon (Ms)
Company Secretary
5 January 2009
Singapore

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.

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
and Malaysia Investment Banking Division

Harmeet Singh Bedi

Director and Co-Head South East Asia
Corporate Finance

Tel: (65) 6330 7167

Tel: (65) 6330 7085

Fax: (65) 6330 7130

Address: 1 Temasek Avenue #28-01 Millenia Tower Singapore 039192

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.