

SINGAPORE AIRPORT TERMINAL SERVICES LIMITED

S\$500, 000, 000 MEDIUM TERM NOTE PROGRAMME (THE "MTN PROGRAMME") - AMENDMENT OF TRUST DEED AND PROPOSED ISSUE OF S\$200, 000, 000 3.00% UNSECURED FIXED RATE NOTES DUE 2009

Pursuant to Rule 747(3) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), Singapore Airport Terminal Services Limited (the "Company") wishes to announce that certain amendments have been made to the trust deed entered into between the Company and DBS Trustee Limited (the "Trustee") dated 26 March 2001 (the "Trust Deed"), constituting the notes to be issued from time to time by the Company pursuant to the MTN Programme.

The Company and the Trustee have entered into a supplemental trust deed dated 5 August 2004 (the "Supplemental Trust Deed") to update and amend certain terms of the Trust Deed pursuant to which the Company and the Trustee have agreed to, *inter alia*, the following principal amendments, a summary of which is set out below:

(1) the negative pledge covenant found in Clause 15(gg) of the Trust Deed and Condition 3(a) of the Notes (as defined in the Trust Deed) has been revised such that it will apply to the Company and its principal subsidiaries (instead of all of the Company's subsidiaries). Certain exemptions from the negative pledge covenant have also been included;

(2) the non-disposal covenant found in Clause 15(hh) of the Trust Deed has been revised such that additional exemptions to the non-disposal covenant have been included; and

(3) several financial covenants and shareholding covenants have been amended.

Copies of the Trust Deed and the Supplemental Trust Deed are available for inspection at the registered office of the Company at 20 Airport Boulevard, SATS Inflight Catering Centre 1, Singapore 819659 for a period up to and including 5 February 2005.

The Company proposes to enter into a fund-raising exercise by issuing S\$200,000,000 in principal amount of Unsecured Fixed Rate Notes due 2009 pursuant to the MTN Programme (the "Fixed Rate Notes"). The Company has appointed Citicorp Investment Bank (Singapore) Limited and The Hongkong and Shanghai Banking Corporation Limited as joint lead managers for the Fixed Rate Notes. The Fixed Rate Notes will bear a coupon of 3.00% per annum payable semi-annually in arrear. The Fixed Rate Notes will be issued in the denomination of S\$250,000 and cleared through The Central Depository (Pte) Limited.

Subject to market conditions and regulatory approvals, the Fixed Rate Notes will be issued upon finalisation of documentation. The Notes are expected to be listed and quoted on the SGX-ST. Approval in-principle has been obtained from the SGX-ST for the listing of the Fixed Rate Notes on the Official List of the SGX-ST. The approval in-principle is not to be taken as an indication of the merits of the Notes, the Company or its subsidiaries. Funds raised under the MTN Programme will be used for general corporate or working capital purposes of the Company and its subsidiaries.

Submitted by Annabelle Yip, Company Secretary on 20/08/2004 to the SGX