

SINGAPORE TELECOMMUNICATIONS LIMITED
(Incorporated in the Republic of Singapore)
Company Registration Number: 199201624D

ANNOUNCEMENT PURSUANT TO
CLAUSE 704 OF THE SGX LISTING MANUAL

TRANSPORT BENEFITS FOR CHAIRMAN

Singapore Telecommunications Limited ("SingTel") is committed to the highest standards of corporate governance and transparency. For example, SingTel provides extensive disclosures on directors and senior management remuneration in its public disclosures. Consistent with our strong governance practice, SingTel is seeking shareholders' approval at its Annual General Meeting on 29 July 2011 for the provision to the Chairman of transport benefits, including the use of a car and driver (Resolution 8).

It is customary for large listed companies to provide the use of a car and driver for their chairman in connection with official duties. A taxable value will be imputed for the transport benefits. The taxable value is not expected to exceed S\$25,000. The actual taxable value of the benefit will also be reported in our annual report from 2012. The recipient will be subject to personal income tax in respect of the benefit. The use of the car and driver is granted only to the office holder of Chairman of SingTel and only applies during the recipient's tenure as the Chairman of SingTel.

Dated: 15 July 2011