

ST Elect Secures S\$192 million Contract for Extension of Railway Systems for Circle Line

Singapore, 18 February 2002 - Singapore Technologies Electronics Limited ("ST Elect"), in consortium with Alstom Transport of France and Alstom Transport (S) Pte Ltd, was awarded the option to supply the Land Transport Authority of Singapore with Electrical and Mechanical Railway Systems for the remaining stages of the Circle Line ("MRT Line"), that will link up to HarbourFront station (at World Trade Centre).

The Consortium's contract value for the remaining stages of Circle Line up to HarbourFront station is S\$663 million of which ST Elect's share is S\$192 million. The Consortium was awarded the contract for Stage 1 of the Circle Line, also known as Marina Line, in December 2000 and for Stage 2 in April 2001. This brings the total value of all the stages awarded to ST Elect to date to S\$345 million, and that to the Consortium to S\$1.174 billion.

The full Circle Line cuts across the existing lines to allow MRT commuters from the eastern and western areas to travel to the northern suburbs directly instead of having to pass through interchange stations at the city centre.

This Electrical and Mechanical Systems Contract requires the Consortium to deliver a world-class, fully automated railway system to the Circle Line.

ST Elect will provide all the electronic systems including supervisory control, communications, security and access control, platform screen doors, passenger information, maintenance management and part of the signalling system to enable the railway to be operated in a safe and efficient manner.

"The award of these stages of the Circle Line to ST Elect will add to our expertise and experience in providing comprehensive integrated rail management system solutions for MRT and LRT projects. We are pleased to have once again been given a chance to support the LTA in its mission to build a sophisticated and comprehensive transportation system in Singapore. We also feel privileged to be able to partner LTA as it continues with its commitment to provide a world-class rail network for Singapore. The solutions we provide for the Circle Line are the most reliable and state-of-the-art. They will enhance the experience of rail travel for commuters," commented Seah Moon Ming, President of ST Elect.

He added that, "ST Elect's established track record in the rail transportation sector in the region demonstrates our leadership in this industry. With our wide range of integrated rail solutions from Railway Control System to Communications and Signalling Systems; Integrated Supervisory Control System to Environmental Control System; Platform Screen Doors and Fare Collection Systems; Cabin Simulators for training train drivers; we are in a unique position to offer a comprehensive range of rail transportation solutions for train operators. ST Elect will continue to grow its rail transportation business in the region, particularly in Taiwan and China where demand for mass transit systems is growing rapidly. "

Alstom will supply 26 units of 3-car Metropolis™ trainsets, the signalling system and related track and power supply infrastructure and will be responsible for the overall management of the project.

Michel Moreau, President of ALSTOM's Transport Sector, said "We are very pleased that LTA has once again chosen ALSTOM for its fully automated metro. In addition to demonstrating LTA's continuing confidence in our technology, this new success reinforces ALSTOM's strategic market positioning in Asia for urban transport systems. This new mode of transport will provide the public of Singapore with a comfortable, safe and effective means of transport to complement its existing metro network."

The contract is not expected to have any material impact on the consolidated net tangible assets per share and earnings per share of ST Engg for the current financial year.

About ST Elect

ST Elect, the electronics arm of ST Engg, is one of the largest electronics system houses in the region. ST Elect prides itself in delivering innovative system solutions to defence, commercial and industrial customers worldwide. It specialises in the design, development and integration of advanced electronics systems, such as communications, m-commerce solutions, microwave, traffic and rail management, real-time command and control system, training & simulation, and intelligent building management. ST Elect applies new technologies and design applications to the demands and stringent requirements of customised electronics systems and solutions. It undertakes continuing research and development to help create cost-effective proprietary products at system and component levels, delivering innovative and quality solutions to customers.

About Alstom

ALSTOM is the global specialist in energy and transport infrastructure. The Company serves the energy market through its activities in the fields of power generation, power transmission and distribution and power conversion and the transport market through its activities in rail and marine. Following the sale of its electrical contracting activity, finalised on 20 July 2001, ALSTOM has annual sales in excess of 22 billion euros and employs 120,000 people in over 70 countries. The Company is listed on the Paris, London and New York stock exchanges ALSTOM's Transport Sector, with annual sales of 4.4 billion euros, is an internationally

leading supplier of rolling stock, information systems, services and complete turnkey systems to the rail industry.

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