

**ADDITIONAL INVESTMENT IN  
INTELECT TECHNOLOGIES INC.**

Singapore, 29 January 2003 – Singapore Technologies Electronics Limited ("ST Elect") has subscribed for an additional 5,000 new shares in its US subsidiary, Intellect Technologies Inc. ("Intellect") for a cash consideration of US\$1.5 million. The price per share of US\$300 has been agreed by all shareholders taking into consideration current market conditions. With the acquisition, ST Elect's shareholding in Intellect will increase from 66.67% to 78.56% of Intellect's total issued share capital. ST Elect is a wholly-owned subsidiary of public listed Singapore Technologies Engineering Ltd.

Intellect is a manufacturer of OmniLynx, a SDH/Sonet ADM (add-drop multiplexor) capable of handling backbone data traffic up to STM-4 at 622 Mbps over fiber optic cable. Intellect's "Smart SONET (SDH)" technology is able to carry voice, data, video and Ethernet traffic across its networks. The market focus of Intellect is in purpose-built network (PBN) that requires real time communications control systems such as Intelligent Transportation Systems, Rail Control Systems, Pipeline Monitoring Systems and Airport Access Control Systems.

Intellect will use the \$1.5m cash injection to fund a product enhancement and cost reduction programme for its OmniLynx product, as well as to initiate the design of a new next-generation product line.

The new product development plan will position Intellect well in the PBN market that is estimated to be US\$250 million in North America with an annual growth of 10%.

*"Intellect is strategic to ST Elect in terms of its US market access and purpose-built communication products. We have successfully deployed Intellect's OmniLynx product in local and regional MRT projects since investing in the company in August 2001. We continue to be*

*optimistic of the company's long-term prospects. With the planned product enhancement, we intend for Intellect to remain competitive and relevant in an ever-changing marketplace. ”*

***~ SEAH Moon Ming,  
President of ST Elect***

The acquisition 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 broadband RF & microwave communication systems, rail & traffic management systems, real-time command & control systems, training & simulation systems, intelligent building management systems, and information security and m-commerce solutions. ST Elect applies leading edge technologies and design methodologies to meet the 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 Intellect**

Intellect develops fiber optic access products for metro-edge and private enterprise communications networks. Customers worldwide rely on Intellect's technology to carry voice and data in addition to video and Ethernet across their networks. Intellect employs communications experts with an astute knowledge in product research and development along with technical support. Their corporate office is located in Richardson Texas, US.

### **About ST Engg**

*ST Engg is an integrated engineering group specialising in the fields of aerospace, electronics, land systems and marine. A leader in each of its core businesses, ST Engg provides one-stop services for air, land and sea platforms as well as systems-based solutions. Headquartered in Singapore, the Group employs about 11,500 employees worldwide with a revenue of about S\$2.6 billion in FY 2002. ST Engg is one of the ten largest companies listed on the Singapore Exchange with a market capitalisation of about S\$5 billion.*

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