

FOR IMMEDIATE RELEASE

**ST ELECTRONICS AWARDED S\$50 MILLION CONTRACT
BY KAOHSIUNG RAPID TRANSIT CORPORATION**

Singapore, 5 December 2002 – Singapore Technologies Electronics Limited ("ST Elect"), the electronics sector of Singapore Technologies Engineering ("ST Engg"), was today awarded a contract of approximately S\$50 million by Kaohsiung Rapid Transit Corporation ("KRTC") to provide Platform Screen Doors System for the Kaohsiung MRT Red and Orange Lines in the Kaohsiung Metropolitan Area, Taiwan.

Under the contract which is scheduled to be completed in 2007, ST Elect will supply, install and commission platform screen door systems at 28 underground stations of the Kaohsiung Red and Orange MRT Lines. In addition to the 28 underground stations, these two MRT Lines consist of nine aboveground stations, three depots and a control center.

The platform screen doors will feature a strong structure and an aesthetic architectural design with flush glass panels and hidden frames. Based on state-of-the-art controller technology, the doors will provide the highest level of passenger safety and reliability in operation. The door design will also maximise energy conservation by optimising the insulation provided by the doors between the cool air in the stations and the warm air in the tunnels.

"The award of this contract is a show of high confidence of the Kaohsiung Rapid Transit Corporation in the ability of ST Elect to deliver quality and cost-effective rail systems. ST Elect has implemented several contracts in Taipei starting from the first award of the Communications Systems contract for the Taipei Blue Line by the Taipei Department of Rapid Transit Systems in

1992. With this contract award for the Kaohsiung Red and Orange Lines, we have strengthened our presence in Taiwan in the area of intelligent rail solutions."

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

The contract award 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 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 11,000 employees worldwide with a revenue of about S\$2.5 billion in FY 2001. 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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