

Our Ref: TR/05/01/ST/ICS

12 April 2005

Singapore Telecommunications Limited
31 Exeter Road
#18-00 Comcentre
Singapore 239732

Attn: Mr Lee Hsien Yang
Chief Executive Officer

Dear Sir,

**DIRECTION OF THE INFO-COMMUNICATIONS DEVELOPMENT AUTHORITY
OF SINGAPORE: REQUIREMENTS IN CONNECTION WITH OFFER OF NEW
TELECOMMUNICATION SERVICES AND PRODUCT OFFERINGS THAT ARE
WITHIN THE EXEMPTED MARKETS UNDER IDA'S 12 APRIL 2005 DECISION
ON INTERNATIONAL CAPACITY SERVICES**

1. Please refer to IDA's letter dated 12 April 2005 ("IDA Letter"), granting exemption to Singapore Telecommunications Limited ("SingTel") from certain Dominant Licensee obligations specified in the Telecom Competition Code 2005 (G.N. No. S87/2005) in relation to SingTel's provision of telecommunication services in the following eight markets: International IP Transit, Leased Satellite Bandwidth, Very Small Aperture Terminal, Digital Video Broadcast-IP, Satellite TV Uplink, Satellite TV Downlink, Satellite International Private Leased Circuits and International Managed Data Services markets.
2. Unless otherwise defined, all capitalised terms used in this Direction shall have the meaning ascribed to them in the IDA Letter.
3. With reference to paragraph 5.3.4 of the IDA Letter, IDA issues this Direction to secure SingTel's compliance with the requirements specified in paragraphs 5.3.1 to 5.3.3 of the IDA Letter.

4. Pursuant to the Info-communications Development Authority of Singapore Act (Chapter 137A), Section 27(1) of the Telecommunications Act (Chapter 323) and Condition 34.1 of the Licence to Provide Facilities-Based Operations granted by IDA to SingTel on 1 April 1992 (the "Licence"), IDA hereby directs SingTel as follows:

4.1 In relation to:

- (a) any telecommunication service or product offering that is currently offered by SingTel after 2 March 2004 that is within any of the Exempted Market; and
- (b) any new telecommunication service or product offering that SingTel offers after the Effective Date that is within any of the Exempted Market,

the Exemption granted by IDA in respect of that relevant Exempted Market shall apply to such telecommunication service or product offering **Provided** that both the following conditions are satisfied in relation to such telecommunication service or product offering:

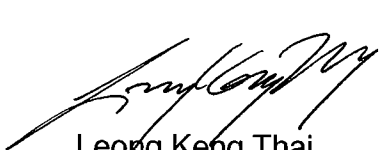
- (i) SingTel must provide a written notification to IDA that it requests the Exemption to apply to such telecommunication service or product offering, including a clear and complete description of such telecommunication service or product offering and an explanation as to why SingTel believes that such telecommunication service or product offering is within the relevant Exempted Market; and
- (ii) Upon considering the written notice under sub-paragraph (i) above, IDA gives written confirmation to SingTel that such telecommunication service or product offering is within the relevant Exempted Market and therefore subject to the applicable Exemption.

4.2 For the avoidance of doubt, if the Conditions are not satisfied in relation to a telecommunication service or product offering falling within paragraph 4.1(a) or (b) above, the relevant Exemption will not apply to such telecommunication service or product offering and SingTel must continue to comply with the applicable Dominant Licensee obligations specified in the Code in relation to such telecommunication service or product offering.

5. This Direction shall come into effect on the date of publication of the notice of IDA's granting of exemption to SingTel in the *Government Gazette*.

6. Please note that IDA will take enforcement action under Section 8 of the Telecommunications Act for any contravention of this Direction.
7. If you should require any clarification on this Direction, please direct your written queries to Mr Andrew J Haire, Senior Director (Policy & Competition Development), facsimile number (65) 6211 2116. Please note that any query directed to IDA for clarification shall not affect SingTel's obligation to comply with this Direction.

Yours faithfully,



Leong Keng Thai
Deputy CEO/Director-General (Telecoms)
for Info-communications Development Authority of Singapore

cc: Mr Sean Slattery, Director (Regulatory & Interconnect Strategy), SingTel