



TELECHOICE INTERNATIONAL LIMITED
(REG. NO. 199802072R)

FOR IMMEDIATE RELEASE

TeleChoice forays into information and communications technology (“ICT”) space with \$18 million acquisition

- **Proposed acquisition of 90% stake in integrated information technology solutions provider S & I Systems Pte Ltd**
- **Acquisition will enable Group to diversify into new growth segments and regional markets**

SINGAPORE – 11 October 2010 – Main-Board listed TeleChoice International Limited (“TeleChoice”), a subsidiary of leading info-communications group, Singapore Technologies Telemedia Pte Ltd, announced today that it has entered into a conditional sale and purchase agreement with the shareholders of S & I Systems Pte Ltd (“S&I”). Under the terms of the agreement, TeleChoice will acquire 471,694 ordinary shares in the share capital of S&I, which represents 90% of the total number of issued shares of S&I excluding treasury shares, for an aggregate consideration of up to \$18 million, subject to certain adjustments.

Incorporated in 1998, S&I is an integrated information technology solutions provider of enterprise infrastructure systems and business applications solutions. Recognised amongst Singapore’s 50 most enterprising privately held companies and winning the Enterprise 50 Award for five consecutive years, S&I has built a significant clientele from a wide spectrum of industries across Asia. S&I’s current major shareholder is Sunway Systems (S) Pte. Ltd. (“Sunway Systems”), which holds approximately 52.27% of its shares.

Mr Andrew Loh, President of TeleChoice said, “This investment in S&I is part of our long term strategy to diversify our growth segments and position ourselves as a leading integrated information and communications technology (“ICT”) solutions provider. We intend to group S&I with our existing Telecommunications Services business unit to form a new unit, Info-Comm Technology Services, to fully exploit the opportunities arising from the convergence of IT and Telecoms which has been facilitated by the increasing adoption of cloud computing.”

According to International Data Corporation (IDC) Asia Pacific, a leading provider of data-driven research and analysis in the region, cloud services in the Asia-Pacific excluding Japan (APEJ) region will be worth US\$1.28 billion this year, rising to US\$4.59 billion in 2014.¹

Mr Steven Ng, Senior Vice President of the new Info-Comm Technology Services unit added, “TeleChoice currently offers a full suite of “Cloud Computing” solutions with our voice/data network. S&I’s expertise and extensive IT and system integration capabilities will complement well and enhance our overall market position.”

Mr Ng further iterated, “It is also timely to broaden and strengthen our capabilities in the emerging technology areas. Gartner, Inc., through a survey of 1,600 CIOs, had found that virtualisation, cloud computing, networking, voice and data communications and business intelligence, are among their top 10 strategic technology priorities moving forward.² With our acquisition of S&I, we now have all these areas covered.”

¹ <http://www.asiaone.com/Business/Tech%2BSense/Story/A1Story20100413-210043.html>

² <http://www.gartner.com/it/page.jsp?id=1283413>



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Said Mr Eric Sng, CEO of S&I, "We are excited to be part of TeleChoice's growth initiative in the ICT and cloud computing space. I am confident that S&I's areas of expertise will be a strong asset that will pave the way for further expansion in both infrastructure solutions and services offerings as well as geographical markets. Being a unit within the Temasek-owned Singapore Technologies Telemedia Group will further enhance S&I's positioning with key partners and customers."

The deal is targeted to be completed by 30 November 2010. The investment will be funded from internal sources. The proposed acquisition is not expected to have any impact on the current share capital of TeleChoice.

About TeleChoice International Limited (Regn No. 199802072R)

TeleChoice International Limited ("TeleChoice") is a regional diversified provider and enabler of innovative communications. Incorporated in Singapore on 28 April 1998 and listed on the Main-Board of the Singapore Exchange Securities Trading Limited ("SGX-ST") on 25 June 2004, TeleChoice is a subsidiary of leading info-communications group, Singapore Technologies Telemedia Pte Ltd, which operates in the Asia Pacific, the Americas and Europe.

TeleChoice's three business divisions collectively offer a comprehensive suite of services and solutions for the telecommunications industry:

Personal Communications Solutions Services division provides distribution, fulfillment and supply chain management services relating to mobile handsets and accessories. Its spectrum of services include forecasting, purchasing, financing, logistics, warehousing and inventory support to roadshow management, retail customer premises equipment ("CPE") stocks management, and after sales service. It also manages retail distribution through its Planet Telecoms subsidiary.

Info-Comm Technology Services division offers an extensive suite of integrated ICT solutions and services. It's wholly-owned subsidiaries, Nexwave Telecoms Pte Ltd and Sunpage Communications Pte Ltd, provides next generation voice services, data, network, communications and cloud computing solutions. And through S&I System Pte Ltd, an integrated information technology solutions provider, the unit provides best-of-breed Enterprises Infrastructure, Business Solutions & Integration and Managed Services solutions.

Network Engineering Services division, through wholly-owned subsidiary, Nexwave Technologies Pte Ltd, is a regional value-add product aggregator and total solutions provider to mobile and fixed network operators, equipment vendors and service providers in the Asia-Pacific. Its network engineering solutions and services encompass radio network planning and optimisation, transmission network planning, network implementation, testing and commissioning, indoor coverage design and implementation, network benchmarking and audit, operations, maintenance and project management.

Some of TeleChoice's major customers and principals include StarHub Ltd and PT Indosat Tbk; and IBM, Oracle, HP, SUN, SAP, Avaya, Aruba, Ericsson, L.G, Motorola, Nokia, Samsung and Sony Ericsson respectively.

For more information, please visit our website at www.telechoice.com.sg

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Note to Editor:

About S & I Systems Pte Ltd

S & I Systems Pte Ltd is an integrated IT solutions provider of enterprise infrastructure systems and business application solutions, incorporated in 1998 and headquartered in Singapore. It was recognised amongst Singapore's 50 most enterprising privately held companies and awarded the Enterprise 50 Award for five consecutive years (2003, 2004, 2005, 2006 and 2007). With offices in Malaysia and Thailand, it has a significant client base from a wide spectrum of industries across Asia.