

S i2i Limited
(the “Company”)
(Incorporated in the Republic of Singapore)
(Company Registration No. 199304568R)

Partial Divestment of PT Metrotech Makmur Sejahtera

1. Introduction

1.1 The Company wishes to announce that its indirect subsidiary, PT Metrotech Jaya Komunika Indonesia (“MJKI”), has executed a share transfer instrument to dispose of 210 shares (the “Sale Shares”), representing part of its interest in PT Metrotech Makmur Sejahtera (“MMS”), a subsidiary of MJKI to Mr. Anil Panjwani, for a total consideration of IDR 2.1 million (or approximately US\$172.20) (the “Sale”).

1.2 MJKI holds 700 shares in MMS representing 70% of the issued share capital of MMS. Upon completion of the Sale, the Company will hold 490 shares in MMS representing 49% of the issued share capital of MMS.

Accordingly, on completion of the Sale, MMS will cease to be a subsidiary of MJKI.

1.3 MMS is an indirect subsidiary of the Company in Indonesia and its business does not form a significant part of the business of the Company and its subsidiaries (the “Group”) but it is the content provider behind the Group’s Nexian-branded products such as Nexian Messenger, Nexian Social, Nexian Music Box, Slank Phone etc.

2. Consideration for the Sale

The consideration of the Sale was arrived at on a willing-buyer, willing-seller basis after taking into consideration, amongst others, the negative book value of the Sale Shares and is fully satisfied in cash.

3. Rationale for the Sale

The Sale is carried out in order to comply with foreign ownership limits under the laws and regulations of Indonesia.

4. Other Financial Information

Based on the latest announced unaudited consolidated financial statements of the Group for the 15 month period ended 30 September 2013, certain financial information relating to the Sale Shares is as follows:

	Value (US\$)
Book value of the Sale Shares ⁽¹⁾	(41,926)
Net (loss) attributable to the Sale Shares	(42,483)
Excess of net proceeds from the Sale Shares over the book value of the Sale Shares ⁽²⁾	42,098
Gain on disposal of Sale Shares ⁽²⁾	42,693

Notes:

- (1) MMS has a negative book value.
- (2) This figure is attributed to the negative book value of the Sale Shares. The consideration received by the Company for the Sale is an amount of IDR 2.1 million as stated above.

5. Financial effects

As noted above, MMS does not form a significant part of the business of the Group. Accordingly, the Sale is not expected to have any significant impact on the financial performance of the Company for the financial year ending 31 December 2014.

6. Interests of directors and controlling shareholders

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the Sale.

BY ORDER OF THE BOARD

Maneesh Tripathi
Chief Executive Officer
S i2i Limited

8 January 2014