



MINISTER FOR TRADE AND INDUSTRY  
SINGAPORE

May 6, 2003

The Honorable  
Robert B. Zoellick  
United States Trade Representative

Dear Ambassador Zoellick:

The Singapore Government is committed to the privatization of SingTel and ST Telemedia and to the objective of reducing its existing stakes in these companies to zero, subject to the state of capital markets and the interests of other shareholders. The Singapore Government will thereafter only hold shares in these companies as part of its portfolio investments. For SingTel, the privatization process began in 1993 with the listing of SingTel on the Singapore Stock Exchange. Since then, the Singapore Government has progressively reduced its stake in SingTel and currently holds 67.56% of its shares. SingTel has also been listed on the Australian Stock Exchange since September 2001.

The Singapore Government will establish a plan to divest its majority share in SingTel and ST Telemedia. The Singapore Government understands the United States' interest in seeing such divestment completed as soon as feasible.

The Singapore Government exercises no control over the commercial policy of SingTel and ST Telemedia and the Singapore Government does not have veto rights over the key decisions of these companies by way of a 'golden share'. Neither SingTel nor ST Telemedia receives any subsidy from the Singapore Government.

Both SingTel and ST Telemedia are fully subject to the independent regulatory oversight and authority of the Info-communications Development Authority of Singapore (IDA), which is empowered under the Info-communications Development Authority of Singapore Act to ensure that they do not engage in anti-competitive behavior.

Sincerely,

A handwritten signature in black ink, appearing to read 'George Yeo'.

George Yeo