



### NetLink NBN Trust

(a business trust constituted on 19 June 2017 under the laws of the Republic of Singapore and registered under the Business Trusts Act, Chapter 31A of Singapore (Registration Number: 2017002))  
(Managed by NetLink NBN Management Pte. Ltd.)

### MUTUAL DISCHARGE OF PROJECT CONTRACT IN RELATION TO IT PROJECT

The board of directors of NetLink NBN Management Pte. Ltd., the trustee-manager of NetLink NBN Trust (the “**Trustee-Manager**”), wishes to announce that NetLink Management Pte Ltd (in its capacity as trustee of NetLink Trust) (“**NLT**”), a wholly-owned subsidiary of NetLink NBN Trust, has on 27 February 2020 reached an agreement with a vendor to mutually discharge (“**Mutual Discharge**”) the Master Supply Agreement in respect of the corresponding Statement of Work and Variation Letter (collectively, the “**Project Contract**”) in relation to the design and implementation of a new generation business support systems and operation support systems for NLT (“**IT Project**”) referred to in NetLink NBN Trust’s Prospectus dated 10 July 2017<sup>1</sup>.

The Mutual Discharge, the specific terms of which are confidential, resolves the differences between the parties in respect of the IT Project.

The Mutual Discharge is the culmination of the parties taking all appropriate steps to resolve the differences between the parties, including multiple and extensive discussions and communications between NLT and vendor on the Project Contract.

NLT has decided that it would be in its commercial interests to agree to the Mutual Discharge to focus on its core business and operations. Further, the Mutual Discharge provides for NLT to continue to use any and all third-party software it acquired in connection with the IT Project.

The majority of costs incurred by NLT under the Project Contract were paid and capitalised in periods prior to and during the financial year ended 31 March 2019. As such, the Trustee-Manager does not expect the Mutual Discharge to have a material impact on the distribution of NetLink NBN Trust for the financial year ending 31 March 2020. Notwithstanding, after taking into account the ability of NLT to continue with the use of certain software licences, capitalised project costs amounting to approximately S\$15.4 million as at 31 December 2019 (consisting of capitalised internal staff cost of S\$6.1 million and third party costs of S\$9.3 million) are expected to be written off.

NLT will continue to explore options for the upgrade and/or enhancement of NLT’s business support systems and operation support systems.

By Order of the Board

**NetLink NBN Management Pte. Ltd.**  
**(as trustee-manager of NetLink NBN Trust)**  
(Registration Number: 201704783K)

Tan Lay Hong  
Company Secretary  
27 February 2020

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<sup>1</sup> A copy of NetLink NBN Trust’s Prospectus dated 10 July 2017 can be found at:  
<http://www.netlinknbn.com/misc/NetLink-NBN-Trust-Prospectus.pdf>