

15 December 2016

## **SINGAPORE SPECTRUM AUCTION OUTCOME**

TPG Telecom Limited (ASX: TPM) ('TPG' or 'the Company') is delighted to advise that it was the successful bidder at the New Entrant Spectrum Auction in Singapore.

TPG acquired all of the spectrum available at the auction (being 2 lots of 2x5MHz of 900MHz spectrum and 8 lots of 5MHz of 2.3GHz spectrum) for a total purchase price of S\$105m, payable within 20 business days.

In addition to the cost of the spectrum, TPG anticipates incurring capital investment in the range of S\$200m to S\$300m to establish a mobile network with nationwide coverage by September 2018.

The payment for the spectrum and the cost of the network rollout are expected to be funded through the Group's existing debt facilities and cash generated from its Australian operations.

This rare opportunity will enable TPG to expand its business into Singapore, bringing tremendous value to Singaporean consumers whilst generating excellent long-term returns for TPG shareholders.

The Company expects to start delivering services to customers in 2018 and forecasts that it will become EBITDA positive when it reaches a market share of between 5% and 6% which it believes should be achievable within a short period of time due to the excellent value of the offerings that it will bring to the market.

TPG congratulates the Singapore Infocomm Media Development Authority for conducting a fair and rigorous process and for its initiative in encouraging a fourth entrant into the Singapore mobile market.

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