

UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2011

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED INCOME STATEMENT
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (IN \$ MILLION)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
REVENUE	277.6	288.3
EXPENDITURE		
Staff costs	117.0	113.7
Material costs	54.3	65.6
Depreciation	9.4	9.3
Amortisation of intangibles	0.3	0.3
Company accommodation	12.1	11.5
Subcontract costs	30.4	28.0
Other operating expenses	19.4	23.7
	242.9	252.1
OPERATING PROFIT	34.7	36.2
Interest income	0.5	0.4
Interest on external borrowings	*	*
Surplus on disposal of property, plant and equipment	1.3	*
Other non-operating items	-	2.6
Dividend from long-term investment	3.5	4.1
Share of profits of joint venture companies	16.5	19.0
Share of profits of associated companies	20.7	20.2
PROFIT BEFORE TAXATION	77.2	82.5
TAXATION	(8.5)	(10.8)
PROFIT FOR THE PERIOD	68.7	71.7
PROFIT ATTRIBUTABLE TO:		
OWNERS OF THE PARENT	68.1	70.8
Non-controlling interests	0.6	0.9
	68.7	71.7
Basic earnings per share (cents)	6.23	6.54
Diluted earnings per share (cents)	6.17	6.48

* Amount less than \$0.1M

Notes - Profit for the period is arrived at after charging/(crediting) the following:

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
	\$M	\$M
Provision for impairment of trade debtors, net	0.3	1.2
Exchange (gain)/ loss, net	(1.5)	0.3
Underprovision of tax in respect of prior year	*	0.4
Provision for stock obsolescence	0.6	0.6

* Amount less than \$0.1M

1(a)(i) Consolidated Statement of Comprehensive Income

STATEMENTS OF COMPREHENSIVE INCOME FOR THE 1ST QUARTER ENDED 30 JUNE 2011 (IN \$ MILLION)

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
PROFIT FOR THE PERIOD	68.7	71.7
OTHER COMPREHENSIVE INCOME		
Foreign currency translation	(11.2)	(0.5)
Net fair value adjustment on cash flow hedges	0.2	*
Share of other comprehensive income of associated and joint venture companies	0.2	-
Other comprehensive income, net of tax	(10.8)	(0.5)
TOTAL COMPREHENSIVE INCOME	57.9	71.2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
OWNERS OF THE PARENT	57.8	70.4
Non-controlling interests	0.1	0.8
	57.9	71.2

* Amount less than \$0.1M

	The Company	
	1st Quarter 2011-12	1st Quarter 2010-11
PROFIT FOR THE PERIOD	65.6	86.3
OTHER COMPREHENSIVE INCOME		
Net fair value adjustment on cash flow hedges	0.2	*
TOTAL COMPREHENSIVE INCOME	65.8	86.3

* Amount less than \$0.1M

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

BALANCE SHEETS AT 30 JUNE (IN \$ MILLION)

	The Group		The Company	
	30 Jun 2011	31 Mar 2011	30 Jun 2011	31 Mar 2011
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT				
Share capital	305.5	297.8	305.5	297.8
Share-based compensation reserve	40.1	40.7	40.1	40.7
Foreign currency translation reserve	(139.1)	(128.6)	-	-
Fair value reserve	4.6	4.4	4.0	3.8
General reserve	1,156.5	1,088.4	870.1	804.5
	<u>1,367.6</u>	<u>1,302.7</u>	<u>1,219.7</u>	<u>1,146.8</u>
NON-CONTROLLING INTERESTS	25.6	25.5	-	-
TOTAL EQUITY	<u>1,393.2</u>	<u>1,328.2</u>	<u>1,219.7</u>	<u>1,146.8</u>
DEFERRED TAXATION	31.2	31.1	25.9	26.4
	<u>1,424.4</u>	<u>1,359.3</u>	<u>1,245.6</u>	<u>1,173.2</u>
Represented by :				
PROPERTY, PLANT AND EQUIPMENT	316.6	318.7	282.6	283.8
INTANGIBLES	36.9	25.1	2.1	2.1
SUBSIDIARY COMPANIES	-	-	79.8	67.4
ASSOCIATED COMPANIES	292.2	296.0	181.9	179.3
JOINT VENTURE COMPANIES	102.6	102.8	56.6	56.6
LONG-TERM INVESTMENTS	14.6	14.6	14.6	14.6
CURRENT ASSETS				
Trade and other debtors	107.0	105.5	88.8	89.2
Immediate holding company	56.4	44.3	55.1	43.1
Related parties	29.0	26.1	22.7	17.8
Inventories	54.2	53.0	43.2	41.8
Work-in-progress	76.3	54.0	73.7	52.7
Short-term deposits	608.4	529.8	606.7	528.1
Cash and bank balances	36.6	51.6	22.9	40.4
	<u>967.9</u>	<u>864.3</u>	<u>913.1</u>	<u>813.1</u>
Less:				
CURRENT LIABILITIES				
Trade and other creditors	273.6	235.4	255.4	219.4
Finance lease commitments				
– repayable within one year	*	*	-	-
Bank loans	1.7	1.7	-	-
Tax payable	31.1	25.1	29.7	24.3
	<u>306.4</u>	<u>262.2</u>	<u>285.1</u>	<u>243.7</u>
NET CURRENT ASSETS	<u>661.5</u>	<u>602.1</u>	<u>628.0</u>	<u>569.4</u>
	<u>1,424.4</u>	<u>1,359.3</u>	<u>1,245.6</u>	<u>1,173.2</u>

* Amount less than \$0.1M

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30/06/2011		As at 31/03/2011	
Secured	Unsecured	Secured	Unsecured
*	1.7	*	1.7

* Amount less than \$0.1M

Amount repayable after one year

As at 30/06/2011		As at 31/03/2011	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

The secured borrowings as at 30 June 2011 and 31 March 2011 pertain to finance leases of equipment and vehicles.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (IN \$ MILLION)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	77.2	82.5
Adjustments for:		
Depreciation	9.4	9.3
Amortisation of intangibles	0.3	0.3
Share-based compensation expense	0.7	1.7
Surplus on disposal of property, plant and equipment	(1.3)	*
Interest income	(0.5)	(0.4)
Interest on external borrowings	*	*
Share of profits of associated and joint venture companies	(37.2)	(39.2)
Exchange differences	(1.5)	0.3
Dividend received from long-term investment	(3.5)	(4.1)
Operating profit before working capital changes	43.6	50.4
Decrease/ (Increase) in debtors	1.1	(2.3)
Increase in inventories and work-in-progress	(23.5)	(18.7)
Increase in creditors	38.7	26.7
(Increase)/ Decrease in amounts owing by immediate holding company	(12.0)	30.8
Increase in amounts owing by related parties	(2.9)	(11.3)
Cash generated from operations	45.0	75.6
Income taxes paid	*	(3.9)
NET CASH PROVIDED BY OPERATING ACTIVITIES	45.0	71.7
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(8.0)	(11.9)
Purchase of intangible assets	(12.6)	(11.6)
Proceeds from disposal of property, plant and equipment	0.4	*
Interest received from deposits	0.4	0.3
Investment in an associated company	(2.7)	(1.1)
Dividends received from associated and joint venture companies	32.3	50.8
Dividend received from long-term investment	3.5	4.1
NET CASH PROVIDED BY INVESTING ACTIVITIES	13.3	30.6

* Amount less than \$0.1M

**CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (IN \$ MILLION)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from exercise of share options	6.3	3.6
Interest paid	*	*
Repayment of finance lease obligations	*	*
NET CASH PROVIDED BY FINANCING ACTIVITIES	6.3	3.6
NET CASH INFLOW	64.6	105.9
CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD	581.4	425.8
Effect of exchange rate changes	(1.0)	(0.7)
CASH AND CASH EQUIVALENTS AT END PERIOD	645.0	531.0
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Short-term deposits	608.4	465.4
Cash and bank balances	36.6	65.6
CASH AND CASH EQUIVALENTS AT END PERIOD	645.0	531.0

* Amount less than \$0.1M

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (IN \$ MILLION)**

The Group	Attributable to Equity Holders of the Company						Non-controlling interests	Total equity
	Share capital	Fair value reserve	Share-based compensation reserve	Foreign currency translation reserve	General reserve	Total		
Balance at 1 April 2011	297.8	4.4	40.7	(128.6)	1,088.4	1,302.7	25.5	1,328.2
Total comprehensive income for the period April – June 2011	-	0.2	-	(10.5)	68.1	57.8	0.1	57.9
Share-based compensation expense	-	-	0.7	-	-	0.7	-	0.7
Share options exercised	7.7	-	(1.3)	-	-	6.4	-	6.4
Share options lapsed	-	-	*	-	*	-	-	-
Balance at 30 June 2011	<u>305.5</u>	<u>4.6</u>	<u>40.1</u>	<u>(139.1)</u>	<u>1,156.5</u>	<u>1,367.6</u>	<u>25.6</u>	<u>1,393.2</u>

FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (IN \$ MILLION)

Balance at 1 April 2010	262.9	0.2	45.4	(79.8)	1,036.1	1,264.8	26.9	1,291.7
Total comprehensive income for the period April – June 2010	-	*	-	(0.4)	70.8	70.4	0.8	71.2
Share-based compensation expense	-	-	1.7	-	-	1.7	-	1.7
Share options exercised	4.4	-	(0.8)	-	-	3.6	-	3.6
Share options lapsed	-	-	(0.1)	-	0.1	-	-	-
Balance at 30 June 2010	<u>267.3</u>	<u>0.2</u>	<u>46.2</u>	<u>(80.2)</u>	<u>1,107.0</u>	<u>1,340.5</u>	<u>27.7</u>	<u>1,368.2</u>

* Amount less than \$0.1M

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (IN \$ MILLION)**

The Company	Share capital	Fair value reserve	Share-based compensation reserve	General reserve	Total
Balance at 1 April 2011	297.8	3.8	40.7	804.5	1,146.8
Total comprehensive income for the period April – June 2011	-	0.2	-	65.6	65.8
Share-based compensation expense	-	-	0.7	-	0.7
Share options exercised	7.7	-	(1.3)	-	6.4
Share options lapsed	-	-	*	*	-
Balance at 30 June 2011	305.5	4.0	40.1	870.1	1,219.7

FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (IN \$ MILLION)

Balance at 1 April 2010	262.9	0.2	45.4	722.0	1,030.5
Total comprehensive income for the period April – June 2010	-	*	-	86.3	86.3
Share-based compensation expense	-	-	1.7	-	1.7
Share options exercised	4.4	-	(0.8)	-	3.6
Share options lapsed	-	-	(0.1)	0.1	-
Balance at 30 June 2010	267.3	0.2	46.2	808.4	1,122.1

* Amount less than \$0.1M

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

SHARE CAPITAL AND SHARE PLANS IN THE COMPANY

(A) Share Capital

- (i) The number of ordinary shares in issue, excluding treasury shares, as at the end of the current financial period and as at the end of immediately preceding year, was as follows:

As at 30 June 2011	As at 31 March 2011
1,093,823,417	1,091,429,317

- (ii) A statement showing all sales, transfer, transfer, disposal, cancellation and/or use of treasury shares as at the end of current financial period reported on.

Not applicable

(B) Employee Share Option Plan

- (i) During the period from April 2011 to June 2011, 2,394,100 shares were exercised under the SIA Engineering Company Limited Employee Share Option Plan, which comprises the Senior Executive Share Option Scheme for senior executives and the Employee Share Option Scheme for all other employees.

- (ii) The movement of share options of the Company during the first quarter from 1 April 2011 to 30 June 2011 is as follows:

Date of grant	Balance at 01.04.2011	Cancelled	Exercised	Balance at 30.06.2011	Exercise Price*	Exercisable period
02.07.2001	220,000	(4,400)	(192,400)	23,200	\$1.01	02.07.2002-01.07.2011
01.07.2002	2,398,600	(4,400)	(517,800)	1,876,400	\$1.98	01.07.2003-30.06.2012
01.07.2003	581,925	(2,200)	(60,400)	519,325	\$1.35	01.07.2004-30.06.2013
01.07.2004	2,499,925	(7,900)	(195,900)	2,296,125	\$1.69	01.07.2005-30.06.2014
01.07.2005	5,239,525	(11,400)	(321,750)	4,906,375	\$2.25	01.07.2006-30.06.2015
03.07.2006	10,203,125	(5,250)	(583,250)	9,614,625	\$3.44	03.07.2007-02.07.2016
02.07.2007	14,587,250	(11,600)	-	14,575,650	\$4.67	02.07.2008-01.07.2017
01.07.2008	11,191,000	-	(522,600)	10,668,400	\$3.74	01.07.2010-30.06.2018
Total	46,921,350	(47,150)	(2,394,100)	44,480,100		

* At the extraordinary general meeting of the Company held on 26 July 2004, the Company's shareholders approved an amendment to the Plan to allow for adjustment to the exercise prices of the existing options by the Committee administering the Plan, in the event of the declaration of a special dividend. Following approval by the Company's shareholders of the declaration of a special dividend of \$0.20 on 26 July 2004, the said Committee approved a reduction of \$0.20 in the exercise prices of the share options outstanding on 28 July 2004. The said Committee approved another \$0.20 reduction in the exercise prices of the share options outstanding on 25 July 2006 following approval by the Company's shareholders of the declaration of a special dividend of \$0.20 on 21 July 2006. The exercise prices reflected here are the exercise prices after such adjustments.

- (iii) As at 30 June 2011, the number of share options of the Company outstanding was 44,480,100 (30 June 2010: 54,790,300).

(C) Restricted Share Plan and Performance Share Plan

- (i) At the extraordinary general meeting of the Company held on 25 July 2005, the Company's shareholders approved the adoption of two new share plans, namely the Restricted Share Plan ("RSP") and Performance Share Plan ("PSP"), in addition to the Employee Share Option Plan.
- (ii) Depending on the achievement of pre-determined targets over a two-year period for the RSP and a three-year period for the PSP, the final number of restricted shares and performance shares awarded could range between 0% to 150% of the initial grant of the restricted shares and between 0% to 200% of the initial grant of the performance shares.

- (iii) As at 30 June 2011, the number of outstanding shares granted under the Company's RSP and PSP were 2,037,642 (30 June 2010 : 1,835,137) and 402,300 (30 June 2010 : 292,500) respectively. The movement of these share awards during the quarter from April to June 2011 is as follows:

RSP

Date of grant	Balance at 01.04.2011	Adjustment *	Cancelled	Released	Balance at 30.06.2011
02.07.2007	66,072	-	(420)	-	65,652
01.07.2008	469,190	-	-	-	469,190
01.07.2009	702,800	-	-	-	702,800
13.07.2009	98,000	-	-	-	98,000
01.07.2010	702,000	-	-	-	702,000
Total	2,038,062	-	(420)	-	2,037,642

* Adjustment at the end of the two-year performance period upon meeting stated performance targets.

PSP

Date of grant	Balance at 01.04.2011	Adjustment *	Cancelled	Released	Balance at 30.06.2011
01.07.2008	128,500	-	-	-	128,500
13.07.2009	102,800	-	-	-	102,800
01.07.2010	171,000	-	-	-	171,000
Total	402,300	-	-	-	402,300

* Adjustment at the end of the three-year performance period upon meeting stated performance targets.

- 2. Whether the figures have been audited or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

The figures have not been audited nor reviewed by the auditors.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared to the audited financial statements as at 31 March 2011 except for the adoption of the Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are mandatory for financial year beginning on or after 1 April 2011. The adoption of these FRS and INT FRS has no significant impact to the Group.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	1st Quarter 2011-12	1st Quarter 2010-11
Earnings per share (cents)		
- Basic *	6.23	6.54
- Diluted #	6.17	6.48

* Based on the weighted average number of ordinary shares in issue.

Based on the weighted average number of ordinary shares in issue, after adjusting for the dilutive effect of options.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-
 (a) current financial period reported on; and
 (b) immediately preceding financial year.

	Group		Company	
	As at 30 Jun 11	As at 31 Mar 11	As at 30 Jun 11	As at 31 Mar 11
Net asset value per share (cents)	125.0	119.4	111.5	105.1

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

GROUP EARNINGS

SIAEC Group posted a profit attributable to owners of the parent of \$68.1 million, a decrease of \$2.7 million or 3.8% compared to the same quarter last year. Performance in the corresponding quarter last year had the benefit of jobs credit and higher non-operating income. Excluding these items, profit attributable to owners of the parent in this quarter would have been \$0.5 million or 0.7% lower.

Revenue fell by \$10.7 million or 3.7% to \$277.6 million over the same period last year, mainly due to lower revenue from materials. Expenditure, at \$242.9 million, was \$9.2 million or 3.6% lower as a consequence of lower material costs from reduced usage.

The resulting operating profit for the quarter was \$34.7 million, a decrease of \$1.5 million or 4.1%.

Share of profits of associated and joint venture companies, which contributed 48.2% of the Group's pre-tax profits, decreased by \$2.0 million or 5.1% to \$37.2 million.

Basic earnings per share of 6.23 cents was 4.7% lower than the corresponding period last year.

GROUP FINANCIAL POSITION

As at 30 June 2011, equity attributable to owners of the parent amounted to \$1,367.6 million, \$64.9 million or 5.0% higher than at 31 March 2011.

Total assets increased by \$109.3 million or 6.7% to \$1,730.8 million. Net asset value per share of 125.0 cents was 5.6 cents or 4.7% higher than at 31 March 2011. The total number of shares issued was 1,093.8 million as at 30 June 2011.

The Company has no borrowings and the cash balance of the Group as at 30 June 2011 was \$645.0 million, an increase of \$63.6 million or 10.9% compared to 31 March 2011.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

OUTLOOK

Prevailing global economic uncertainties and oil price volatility continue to impact the aviation industry. However, we expect demand for the Group's maintenance, repair and overhaul services to be sustained. Productivity improvements and cost management will continue to receive close attention.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommendedd, a statement to that effect.

No dividend has been declared/recommendedd for the quarter ended 30 June 2011.

13. Additional Information

Interested Person Transactions

(In \$ Million)

The aggregate value of interested person transactions ("IPTs") entered into during the quarter under review are as follows:

Name of interested person	1st Quarter FY11/12	
	Aggregate value of all IPTs (excluding transactions less than \$100,000 and transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual)	Aggregate value of all IPTs conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)
Singapore Airlines Cargo Pte Ltd	–	370.0
Singapore Airlines Limited	–	5.6
SilkAir (Singapore) Pte Ltd	–	0.2
Tiger Airways Singapore Pte Ltd	–	0.2
Total	–	376.0

Notes:

1. All the transactions set out in the above are based on records from the Company's Register of Interested Person Transactions for the financial period under review, and include transactions whose durations exceed the financial period under review and/or multiple transactions with the same interested person. The transactions were based on actual or estimated values of the transactions for the entire duration of the relevant transactions in the case of fixed term contracts or annual/periodic values of the transactions in the case of open-ended contracts, taking into account agreed rates.
2. All the above interested person transactions were done on normal commercial terms.

BY ORDER OF THE BOARD

Devika Rani Davar
Company Secretary
26 July 2011

Singapore Co. Regn. No.: 198201025C

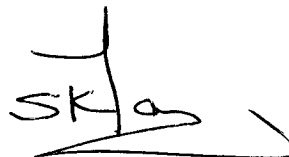
CONFIRMATION BY THE BOARD

We, Stephen Lee Ching Yen and William Tan Seng Koon, being two directors of SIA Engineering Company Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the first quarter FY2011/12 financial results to be false or misleading in any material respect.

On behalf of the Board,



STEPHEN LEE CHING YEN
Chairman



WILLIAM TAN SENG KOON
Chief Executive Officer

26 July 2011