

UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2014

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 2014 (IN \$ MILLION)**

	The Group	
	1st Quarter 2014-15	1st Quarter 2013-14
REVENUE	294.1	289.4
EXPENDITURE		
Staff costs	126.6	128.7
Material costs	51.3	56.1
Depreciation	10.1	8.4
Amortisation of intangibles	0.3	0.3
Company accommodation	14.3	12.4
Subcontract costs	43.6	32.7
Other operating expenses	27.2	23.1
	273.4	261.7
OPERATING PROFIT	20.7	27.7
Interest income	0.4	0.4
Interest on external borrowings	(0.1)	*
(Loss)/Surplus on disposal of property, plant and equipment	(0.1)	0.3
Surplus on disposal of a subsidiary company	5.8	-
Dividend from a long-term investment	2.3	4.6
Share of profits of associated companies, net of tax	14.3	16.0
Share of profits of joint venture companies, net of tax	16.3	27.0
PROFIT BEFORE TAXATION	59.6	76.0
TAXATION	(4.9)	(5.6)
PROFIT FOR THE PERIOD	54.7	70.4
PROFIT ATTRIBUTABLE TO:		
OWNERS OF THE PARENT	53.5	69.0
NON-CONTROLLING INTERESTS	1.2	1.4
	54.7	70.4
BASIC EARNINGS PER SHARE (CENTS)	4.79	6.22
DILUTED EARNINGS PER SHARE (CENTS)	4.76	6.16

* Amount less than \$0.1M

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

	The Group	
	1st Quarter 2014-15	1st Quarter 2013-14
	\$M	\$M
Provision/(Writeback of provision) for impairment of trade debtors, net	0.5	(0.5)
Exchange loss, net	0.5	0.2
Overprovision of tax in respect of prior year	-	(0.1)
Provision for stock obsolescence, net	1.8	1.9

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

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED 30 JUNE 2014 (IN \$ MILLION)**

	The Group	
	1st Quarter 2014-15	1st Quarter 2013-14
PROFIT FOR THE PERIOD	54.7	70.4
OTHER COMPREHENSIVE INCOME		
<u>Items that will not be reclassified to profit or loss:</u>		
Actuarial gain on remeasurement of defined benefit plan	*	-
	*	-
<u>Items that may be reclassified subsequently to profit or loss:</u>		
Foreign currency translation	(4.9)	8.5
Net fair value adjustment on cash flow hedges	0.8	(1.5)
Share of other comprehensive income of associated and joint venture companies	0.8	(1.5)
	(3.3)	5.5
OTHER COMPREHENSIVE INCOME, NET OF TAX	(3.3)	5.5
TOTAL COMPREHENSIVE INCOME	51.4	75.9
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:		
OWNERS OF THE PARENT	50.3	74.4
NON-CONTROLLING INTERESTS	1.1	1.5
	51.4	75.9

* Amount less than \$0.1M

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE 1ST QUARTER ENDED 30 JUNE 2014 (IN \$ MILLION)**

	The Company	
	1st Quarter 2014-15	1st Quarter 2013-14
PROFIT FOR THE PERIOD	54.4	65.7
OTHER COMPREHENSIVE INCOME		
<u>Items that may be reclassified subsequently to profit or loss:</u>		
Net fair value adjustment on cash flow hedges	0.8	(1.5)
Other comprehensive income, net of tax	0.8	(1.5)
TOTAL COMPREHENSIVE INCOME	55.2	64.2

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 2014	31 Mar 2014	30 Jun 2014	31 Mar 2014
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT				
Share capital	400.1	387.3	400.1	387.3
Share-based compensation reserve	21.8	23.9	21.8	23.9
Foreign currency translation reserve	(132.5)	(127.7)	-	-
Fair value reserve	1.0	(0.6)	1.1	0.3
Equity transaction reserve	(2.4)	-	-	-
General reserve	1,131.5	1,078.0	802.4	748.0
	<u>1,419.5</u>	<u>1,360.9</u>	<u>1,225.4</u>	<u>1,159.5</u>
NON-CONTROLLING INTERESTS	24.8	29.6	-	-
TOTAL EQUITY	<u>1,444.3</u>	<u>1,390.5</u>	<u>1,225.4</u>	<u>1,159.5</u>
NON-CURRENT LIABILITIES				
Deferred taxation	26.7	26.8	24.4	24.4
Long-term bank loan	16.6	13.6	-	-
	<u>43.3</u>	<u>40.4</u>	<u>24.4</u>	<u>24.4</u>
	<u>1,487.6</u>	<u>1,430.9</u>	<u>1,249.8</u>	<u>1,183.9</u>
Represented by :				
PROPERTY, PLANT AND EQUIPMENT	340.9	337.2	291.3	286.0
INTANGIBLES	55.6	54.3	4.2	3.9
SUBSIDIARY COMPANIES	-	-	100.8	95.4
ASSOCIATED COMPANIES	315.5	309.4	181.0	179.8
JOINT VENTURE COMPANIES	124.7	126.5	56.6	56.6
LONG-TERM INVESTMENT	14.6	14.6	14.6	14.6
CURRENT ASSETS				
Trade debtors	85.8	97.4	60.5	67.1
Prepayments and other debtors	15.0	19.1	9.9	13.3
Immediate holding company	61.2	57.2	59.7	55.0
Amount owing by related parties	48.2	48.8	50.0	50.9
Inventories	39.6	44.3	31.3	32.5
Work-in-progress	76.0	62.6	75.5	60.6
Short-term deposits	544.7	484.9	541.0	481.7
Cash and bank balances	60.9	50.8	43.5	35.5
	<u>931.4</u>	<u>865.1</u>	<u>871.4</u>	<u>796.6</u>
Less:				
CURRENT LIABILITIES				
Trade and other creditors	256.5	242.0	224.1	208.9
Amount owing to related parties	3.5	4.1	23.3	20.8
Bank loans	8.4	8.2	-	-
Tax payable	26.7	21.9	22.7	19.3
	<u>295.1</u>	<u>276.2</u>	<u>270.1</u>	<u>249.0</u>
NET CURRENT ASSETS	<u>636.3</u>	<u>588.9</u>	<u>601.3</u>	<u>547.6</u>
	<u>1,487.6</u>	<u>1,430.9</u>	<u>1,249.8</u>	<u>1,183.9</u>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.
(in \$ Million)**

Amount repayable in one year or less, or on demand

As at 30/06/2014		As at 31/03/2014	
Secured	Unsecured	Secured	Unsecured
-	8.4	-	8.2

Amount repayable after one year

As at 30/06/2014		As at 31/03/2014	
Secured	Unsecured	Secured	Unsecured
-	16.6	-	13.6

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 STATEMENT
FOR THE FIRST QUARTER ENDED 30 JUNE 2014 (IN \$ MILLION)**

The Group	
1st Quarter 2014-15	1st Quarter 2013-14

CASH FLOW FROM OPERATING ACTIVITIES

Profit before taxation	59.6	76.0
Adjustments for:		
Depreciation	10.1	8.4
Amortisation of intangibles	0.3	0.3
Share-based compensation expense	0.5	0.7
Loss/(Surplus) on disposal of property, plant and equipment	0.1	(0.3)
Surplus on disposal of a subsidiary company	(5.8)	-
Interest income	(0.4)	(0.4)
Interest on external borrowings	0.1	*
Share of profits of associated and joint venture companies, net of tax	(30.6)	(43.0)
Exchange differences	0.5	0.2
Dividend received from a long-term investment	(2.3)	(4.6)
Operating profit before working capital changes	32.1	37.3
Decrease/(Increase) in debtors	12.8	(8.1)
Increase in inventories and work-in-progress	(13.9)	(13.9)
Increase in creditors	18.0	16.8
(Increase)/Decrease in amounts owing by immediate holding company	(5.0)	11.3
(Increase)/Decrease in amounts owing by related parties, net	(0.4)	12.3
Cash generated from operations	43.6	55.7
Income taxes paid	(0.1)	*
NET CASH PROVIDED BY OPERATING ACTIVITIES	43.5	55.7

CASH FLOW FROM INVESTING ACTIVITIES

Capital expenditure	(19.0)	(9.7)
Purchase of intangible assets	(2.2)	(3.1)
Proceeds from disposal of property, plant and equipment	0.1	0.8
Proceeds from disposal of a subsidiary company, net of cash disposed	8.9	-
Interest received from deposits	0.6	0.5
Payments for acquisition of additional interest in a subsidiary company	(3.4)	-
Dividends received from associated and joint venture companies	27.0	39.4
Dividend received from a long-term investment	2.3	4.6
NET CASH PROVIDED BY INVESTING ACTIVITIES	14.3	32.5

* Amount less than \$0.1M

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED 30 JUNE 2014 (IN \$ MILLION)**

	The Group	
	1st Quarter 2014-15	1st Quarter 2013-14
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from exercise of share options	10.2	14.5
Proceeds from issuance of share capital by a subsidiary company to non-controlling interests	*	-
Proceeds from borrowings	3.4	3.6
Interest paid	(0.1)	*
Dividends paid by a subsidiary company to non-controlling interests	(1.1)	(1.1)
NET CASH PROVIDED BY FINANCING ACTIVITIES	12.4	17.0
NET CASH INFLOW	70.2	105.2
CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD	535.7	522.9
Effect of exchange rate changes	(0.3)	0.6
CASH AND CASH EQUIVALENTS AT END PERIOD	605.6	628.7
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Short-term deposits	544.7	571.2
Cash and bank balances	60.9	57.5
CASH AND CASH EQUIVALENTS AT END PERIOD	605.6	628.7

* 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.

**STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2014 (IN \$ MILLION)**

The Group	Attributable to Owners of the Parent							Non-controlling interests	Total equity
	Share capital	Share-based compensation reserve	Foreign currency translation reserve	Fair value reserve	Equity transaction reserve	General reserve	Total		
Balance at 1 April 2014	387.3	23.9	(127.7)	(0.6)	-	1,078.0	1,360.9	29.6	1,390.5
Profit for the period	-	-	-	-	-	53.5	53.5	1.2	54.7
Actuarial gain on remeasurement of defined benefit plan	-	-	-	-	-	*	*	*	*
Foreign currency translation	-	-	(4.8)	-	-	-	(4.8)	(0.1)	(4.9)
Net fair value adjustment on cash flow hedges	-	-	-	0.8	-	-	0.8	-	0.8
Share of other comprehensive income of associated / joint venture companies	-	-	*	0.8	-	-	0.8	-	0.8
Other comprehensive income, net of tax	-	-	(4.8)	1.6	-	*	(3.2)	(0.1)	(3.3)
Total comprehensive income for the period	-	-	(4.8)	1.6	-	53.5	50.3	1.1	51.4
Share-based compensation expense	-	0.5	-	-	-	-	0.5	-	0.5
Share options exercised	12.8	(2.6)	-	-	-	-	10.2	-	10.2
Share options lapsed	-	*	-	-	-	*	-	-	-
Dividends	-	-	-	-	-	-	-	(1.1)	(1.1)
Total contributions by and distributions to owners	12.8	(2.1)	-	-	-	*	10.7	(1.1)	9.6
Disposal of a subsidiary company	-	-	-	-	-	-	-	(3.8)	(3.8)
Acquisition of non-controlling interests without a change in control	-	-	-	-	(2.4)	-	(2.4)	(1.0)	(3.4)
Total changes in ownership interests in subsidiaries	-	-	-	-	(2.4)	-	(2.4)	(4.8)	(7.2)
Balance at 30 June 2014	400.1	21.8	(132.5)	1.0	(2.4)	1,131.5	1,419.5	24.8	1,444.3

* Amount less than \$0.1M

**STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2013 (IN \$ MILLION)**

The Group	Attributable to Owners of the Parent						Non-controlling interests	Total equity
	Share capital	Share-based compensation reserve	Foreign currency translation reserve	Fair value reserve	General reserve	Total		
Balance at 1 April 2013	348.1	31.9	(134.5)	(0.6)	1,057.0	1,301.9	27.3	1,329.2
Profit for the period	-	-	-	-	69.0	69.0	1.4	70.4
Foreign currency translation	-	-	8.4	-	-	8.4	0.1	8.5
Net fair value adjustment on cash flow hedges	-	-	-	(1.5)	-	(1.5)	-	(1.5)
Share of other comprehensive income of associated / joint venture companies	-	-	*	(1.5)	-	(1.5)	-	(1.5)
Other comprehensive income, net of tax	-	-	8.4	(3.0)	-	5.4	0.1	5.5
Total comprehensive income for the period	-	-	8.4	(3.0)	69.0	74.4	1.5	75.9
Share-based compensation expense	-	0.7	-	-	-	0.7	-	0.7
Share options exercised	17.9	(3.4)	-	-	-	14.5	-	14.5
Share options lapsed	-	(0.1)	-	-	0.1	-	-	-
Dividends	-	-	-	-	-	-	(1.1)	(1.1)
Total contributions by and distributions to owners	17.9	(2.8)	-	-	0.1	15.2	(1.1)	14.1
Balance at 30 June 2013	366.0	29.1	(126.1)	(3.6)	1,126.1	1,391.5	27.7	1,419.2

* Amount less than \$0.1M

**STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2014 (IN \$ MILLION)**

The Company	Share capital	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2014	387.3	23.9	0.3	748.0	1,159.5
Profit for the period	-	-	-	54.4	54.4
Actuarial loss on remeasurement of defined benefit plan	-	-	-	-	-
Net fair value adjustment on cash flow hedges	-	-	0.8	-	0.8
Other comprehensive income, net of tax	-	-	0.8	-	0.8
Total comprehensive income for the period	-	-	0.8	54.4	55.2
Share-based compensation expense	-	0.5	-	-	0.5
Share options exercised	12.8	(2.6)	-	-	10.2
Share options lapsed	-	*	-	*	-
Total contributions by and distributions to owners	12.8	(2.1)	-	*	10.7
Balance at 30 June 2014	400.1	21.8	1.1	802.4	1,225.4

* Amount less than \$0.1M

**STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2013 (IN \$ MILLION)**

The Company	Share capital	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2013	348.1	31.9	(0.6)	735.7	1,115.1
Profit for the period	-	-	-	65.7	65.7
Other comprehensive income, net of tax:					
Net fair value adjustment on cash flow hedges	-	-	(1.5)	-	(1.5)
Total comprehensive income for the period	-	-	(1.5)	65.7	64.2
Share-based compensation expense	-	0.7	-	-	0.7
Share options exercised	17.9	(3.4)	-	-	14.5
Share options lapsed	-	(0.1)	-	0.1	-
Total contributions by and distributions to owners	17.9	(2.8)	-	0.1	15.2
Balance at 30 June 2013	366.0	29.1	(2.1)	801.5	1,194.5

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

As at 30 June 2014, the Company has an issued share capital of 1,118,876,057 ordinary shares (31 March 2014: 1,115,561,658 ordinary shares).

The Company does not hold any treasury shares.

The movement of the Company's issued share capital during the first quarter from 1 April 2014 to 30 June 2014 is as follows:

Group and Company	Number of Shares	Share Capital (\$ Million)
Issued and fully paid share capital <u>Ordinary Shares</u>		
Balance at 1 April 2014	1,115,561,658	387.3
Share options exercised during the period April to June 2014	3,314,399	12.8
Balance at 30 June 2014	1,118,876,057	400.1

(B) Employee Share Option Plan

- (i) During the period 1 April 2014 to 30 June 2014, options over 3,314,399 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 2014 to 30 June 2014 is as follows:

Date of grant	Balance at 01.04.2014	Cancelled	Exercised	Balance at 30.06.2014	Exercise Price*	Exercisable period
01.07.2004	846,400	-	(846,400)	-	\$1.59	01.07.2005-30.06.2014
01.07.2005	2,438,075	-	(518,350)	1,919,725	\$2.15	01.07.2006-30.06.2015
03.07.2006	4,997,497	-	(548,649)	4,448,848	\$3.34	03.07.2007-02.07.2016
02.07.2007	10,364,444	(24,000)	(852,700)	9,487,744	\$4.57	02.07.2008-01.07.2017
01.07.2008	5,909,896	-	(548,300)	5,361,596	\$3.64	01.07.2010-30.06.2018
Total	24,556,312	(24,000)	(3,314,399)	21,217,913		

* 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 and 21 July 2006 and \$0.10 in 22 July 2011, the said Committee approved a reduction of \$0.20 in the exercise prices of all share options outstanding on 28 July 2004 and on 25 July 2006 respectively, and \$0.10 on the outstanding share options on 29 July 2011. The exercise prices reflected here are the exercise prices after such adjustments.

- (iii) As at 30 June 2014, the number of share options of the Company outstanding was 21,217,913 (30 June 2013: 29,172,462).

(C) Restricted Share Plan and Performance Share Plan

- (i) In addition to the Employee Share Option Plan ("ESOP"), senior management staff are eligible to participate in two share-based incentive plans, the Restricted Share Plan ("RSP") and Performance Share Plan ("PSP"), which were approved by the shareholders of the Company on 25 July 2005.
- (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 2014 the number of outstanding shares granted under the Company's RSP and PSP were 1,924,724 (30 June 2013: 2,214,856) and 398,271 (30 June 2013: 468,866) respectively. The movement of these share awards during the quarter from 1 April 2014 to 30 June 2014 is as follows:

RSP

Date of grant	Balance at 01.04.2014	Adjustment *	Cancelled	Released	Balance at 30.06.2014
01.07.2010	157,796	-	-	-	157,796
01.07.2011	153,528	-	-	-	153,528
02.07.2012	819,000	-	(4,200)	-	814,800
08.07.2013	802,300	-	(3,700)	-	798,600
Total	1,932,624	-	(7,900)	-	1,924,724

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

PSP

Date of grant	Balance at 01.04.2014	Adjustment *	Cancelled	Released	Balance at 30.06.2014
01.07.2011	139,171	-	-	-	139,171
02.07.2012	122,800	-	-	-	122,800
08.07.2013	136,300	-	-	-	136,300
Total	398,271	-	-	-	398,271

* 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 2014 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 2014. 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.

Please refer to paragraph 4.

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 2014-15	1st Quarter 2013-14
Earnings per share (cents)		
- Basic *	4.79	6.22
- Diluted #	4.76	6.16

* 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 14	As at 31 Mar 14	As at 30 Jun 14	As at 31 Mar 14
Net asset value per share (cents)	126.9	122.0	109.5	103.9

- 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 \$53.5 million for the first quarter ended 30 June 2014.

Revenue increased \$4.7 million or 1.6%, primarily due to higher fleet management revenue, offset by a reduction in airframe and component overhaul revenue. The lower airframe and component overhaul revenue was caused by fewer than planned heavy checks. Expenditure increased at a higher rate of 4.5% mainly due to a higher subcontract work content. The resulting operating profit for the quarter was \$20.7 million, \$7.0 million lower than the same quarter last year.

Share of profits of associated and joint venture companies was \$30.6 million, a drop of \$12.4 million or 28.8% from a year ago. This was mainly due to a \$11.6 million or 37.8% decrease in contribution from the engine repair and overhaul centers.

Basic earnings per share was 4.79 cents for the first quarter of FY2014-15.

GROUP FINANCIAL POSITION

As at 30 June 2014, equity attributable to owners of the parent amounted to \$1,419.5 million, \$58.6 million or 4.3% higher than at 31 March 2014.

Total assets increased by \$75.6 million or 4.4% to \$1,782.7 million. Net asset value per share of 126.9 cents was 4.9 cents or 4.0% higher than at 31 March 2014.

The cash balance of the Group as at 30 June 2014 was \$605.6 million, an increase of \$69.9 million or 13.0% compared to 31 March 2014.

- 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

The outlook for the SIAEC Group has become more challenging with the decline in heavy checks and reduction in engine shop visits.

Rising business costs will exert increasing pressure on margins. Efforts to manage costs and to strengthen our competitiveness across core businesses remain a priority.

The Group will continue to pursue collaborations with strategic partners, such as the recently announced partnership with Boeing, which will position us well to take advantage of long-term growth opportunities in the region.

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/recommendeded, a statement to that effect.

No dividend has been declared/recommendeded for the quarter ended 30 June 2014.

13. Interested Person Transactions

(In \$ Million)

The aggregate value of all Interested Person Transactions (“IPTs”) entered into during the first quarter of Financial Year 2014-15 are as follows:

Name of Interested Person	Non-Mandated Aggregate value of all IPTs (excluding all mandated transactions pursuant to Rule 920 of the SGX Listing Manual and transactions less than \$100,000)	Mandated 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 Limited Group - SilkAir (Singapore) Pte Ltd	-	0.2
Singapore Technologies Engineering Limited Group - ST Aerospace Supplies Pte Ltd	-	0.4
SembCorp Industries Limited Group - SembCorp Power Pte Ltd	-	2.5
Tiger Airways Holdings Limited Group - Tiger Airways Singapore Pte Ltd	-	0.9
Total	-	4.0

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
25 July 2014

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 FY2014-15 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

25 July 2014