

**UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2018**

**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 2018 (IN \$ MILLION)**

|   | <b>The Group</b>               |   |
|---|--------------------------------|---|
|   | <b>1st Quarter<br/>2018-19</b> | <b>1st Quarter<br/>2017-18<br/>(Restated)</b> |
| <b>REVENUE</b>  | <b>257.7</b>                   | <b>272.8</b>                                  |
| <b>EXPENDITURE</b>  |                                |   |
| Staff costs   | 126.2                          | 127.7   |
| Material costs  | 41.4                           | 43.0  |
| Depreciation of property, plant and equipment               | 12.3                           | 11.8  |
| Amortisation of intangible assets                           | 1.4                            | 1.4   |
| Company accommodation                                       | 12.8                           | 12.8  |
| Subcontract costs   | 31.6                           | 35.6  |
| Other operating expenses                                    | 21.8                           | 21.8  |
|   | 247.5                          | 254.1   |
| <b>OPERATING PROFIT</b>                                     | <b>10.2</b>                    | <b>18.7</b>                                   |
| Interest income   | 1.7                            | 1.3   |
| Interest on external borrowings                             | (0.2)                          | (0.2)   |
| Surplus/(Loss) on disposal of property, plant and equipment | *                              | *   |
| Share of profits of associated companies, net of tax        | 22.0                           | 16.8  |
| Share of profits of joint venture company, net of tax       | 10.4                           | 4.3   |
| <b>PROFIT BEFORE TAXATION</b>                               | <b>44.1</b>                    | <b>40.9</b>                                   |
| Taxation expense  | (3.5)                          | (4.2)   |
| <b>PROFIT FOR THE PERIOD</b>                                | <b>40.6</b>                    | <b>36.7</b>                                   |
| <b>PROFIT ATTRIBUTABLE TO:<br/>OWNERS OF THE PARENT</b>     | <b>40.5</b>                    | <b>36.7</b>                                   |
| Non-controlling interests                                   | 0.1                            | *   |
|   | <b>40.6</b>                    | <b>36.7</b>                                   |
| BASIC EARNINGS PER SHARE (CENTS)                            | 3.62                           | 3.28  |
| DILUTED EARNINGS PER SHARE (CENTS)                          | 3.62                           | 3.28  |

\* Amount less than \$0.1M

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

|  | <b>The Group</b>               |                                |
|--|--------------------------------|--------------------------------|
|  | <b>1st Quarter<br/>2018-19</b> | <b>1st Quarter<br/>2017-18</b> |
|  | <b>\$M</b>                     | <b>\$M</b>                     |
| Provision for impairment of trade debtors, net | 0.7                            | 0.8                            |
| Exchange (gain)/loss, net                      | (2.8)                          | 1.8                            |
| Overprovision of tax in respect of prior year  | (0.2)                          | *                              |
| Provision for stock obsolescence, net          | 0.4                            | 0.7                            |

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

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2018 (IN \$ MILLION)**

|   | <b>The Group</b>               |   |
|---|--------------------------------|---|
|   | <b>1st Quarter<br/>2018-19</b> | <b>1st Quarter<br/>2017-18<br/>(Restated)</b> |
| <b>PROFIT FOR THE PERIOD</b>  | <b>40.6</b>                    | <b>36.7</b>                                   |
| <b>OTHER COMPREHENSIVE INCOME</b>   |                                |   |
| <u>Items that will not be reclassified to profit or loss:</u>             |                                |   |
| Actuarial gain/(loss) on remeasurement of defined benefit plan            | *                              | *   |
|   | *                              | *   |
| <u>Items that may be reclassified subsequently to profit or loss:</u>     |                                |   |
| Foreign currency translation  | 23.9                           | (9.6)   |
| Net fair value adjustment on cash flow hedges                             | 0.6                            | 0.3   |
| Share of other comprehensive income of associated/joint venture companies | (4.1)                          | 2.3   |
|   | 20.4                           | (7.0)   |
| <b>OTHER COMPREHENSIVE INCOME, NET OF TAX</b>                             | <b>20.4</b>                    | <b>(7.0)</b>                                  |
| <b>TOTAL COMPREHENSIVE INCOME</b>   | <b>61.0</b>                    | <b>29.7</b>                                   |
| <b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>                        |                                |   |
| <b>OWNERS OF THE PARENT</b>   | 60.1                           | 30.2  |
| Non-controlling interests   | 0.9                            | (0.5)   |
|   | <b>61.0</b>                    | <b>29.7</b>                                   |

\* Amount less than \$0.1M

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2018 (IN \$ MILLION)**

|  | <b>The Company</b>             |   |
|--|--------------------------------|---|
|  | <b>1st Quarter<br/>2018-19</b> | <b>1st Quarter<br/>2017-18<br/>(Restated)</b> |
| <b>PROFIT FOR THE PERIOD</b>   | <b>40.4</b>                    | <b>45.1</b>                                   |
| <b>OTHER COMPREHENSIVE INCOME</b>                                    |                                |   |
| Other comprehensive income, net of tax                               |                                |   |
| <u>Item that may be reclassified subsequently to profit or loss:</u> |                                |   |
| Net fair value adjustment on cash flow hedges                        | 0.6                            | 0.3   |
| <b>TOTAL COMPREHENSIVE INCOME</b>                                    | <b>41.0</b>                    | <b>45.4</b>                                   |

**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 AS AT 30 JUNE 2018 (IN \$ MILLION)**

|  | The Group      |                           |                           | The Company    |                           |                           |
|--|----------------|---------------------------|---------------------------|----------------|---------------------------|---------------------------|
|  | 30 Jun 2018    | 31 Mar 2018<br>(Restated) | 31 Mar 2017<br>(Restated) | 30 Jun 2018    | 31 Mar 2018<br>(Restated) | 31 Mar 2017<br>(Restated) |
| <b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b> |                |                           |                           |                |                           |                           |
| Share capital                                      | 420.0          | 420.0                     | 420.0                     | 420.0          | 420.0                     | 420.0                     |
| Treasury shares                                    | (21.3)         | (21.3)                    | (15.2)                    | (21.3)         | (21.3)                    | (15.2)                    |
| Capital reserve                                    | 2.8            | 2.8                       | 2.7                       | 2.8            | 2.8                       | 2.7                       |
| Share-based compensation reserve                   | 5.5            | 7.1                       | 16.0                      | 5.5            | 7.1                       | 16.0                      |
| Foreign currency translation reserve               | (15.8)         | (38.9)                    | -                         | -              | -                         | -                         |
| Fair value reserve                                 | 0.1            | 3.6                       | (0.6)                     | 0.3            | (0.3)                     | 0.4                       |
| Equity transaction reserve                         | (2.4)          | (2.4)                     | (2.4)                     | -              | -                         | -                         |
| General reserve                                    | 1,155.6        | 1,112.8                   | 1,119.3                   | 866.8          | 824.1                     | 830.5                     |
|  | 1,544.5        | 1,483.7                   | 1,539.8                   | 1,274.1        | 1,232.4                   | 1,254.4                   |
| <b>NON-CONTROLLING INTERESTS</b>                   | 31.4           | 31.3                      | 34.0                      | -              | -                         | -                         |
| <b>TOTAL EQUITY</b>                                | 1,575.9        | 1,515.0                   | 1,573.8                   | 1,274.1        | 1,232.4                   | 1,254.4                   |
| <b>NON-CURRENT LIABILITIES</b>                     |                |                           |                           |                |                           |                           |
| Deferred taxation                                  | 23.5           | 24.2                      | 26.4                      | 21.5           | 22.3                      | 23.6                      |
| Long-term bank loan                                | 16.9           | 17.3                      | 21.9                      | -              | -                         | -                         |
|  | 40.4           | 41.5                      | 48.3                      | 21.5           | 22.3                      | 23.6                      |
|  | <b>1,616.3</b> | <b>1,556.5</b>            | <b>1,622.1</b>            | <b>1,295.6</b> | <b>1,254.7</b>            | <b>1,278.0</b>            |
| Represented by :                                   |                |                           |                           |                |                           |                           |
| <b>PROPERTY, PLANT AND EQUIPMENT</b>               | 284.5          | 287.6                     | 315.8                     | 224.8          | 229.1                     | 254.4                     |
| <b>INTANGIBLE ASSETS</b>                           | 75.9           | 67.7                      | 65.3                      | 8.7            | 8.3                       | 6.1                       |
| <b>SUBSIDIARY COMPANIES</b>                        | -              | -                         | -                         | 131.6          | 131.5                     | 127.8                     |
| <b>ASSOCIATED COMPANIES</b>                        | 409.7          | 392.5                     | 380.0                     | 222.8          | 220.9                     | 192.9                     |
| <b>JOINT VENTURE COMPANY</b>                       | 154.0          | 151.9                     | 162.0                     | 61.9           | 61.9                      | 61.9                      |
| <b>CURRENT ASSETS</b>                              |                |                           |                           |                |                           |                           |
| Trade debtors                                      | 81.2           | 70.9                      | 87.5                      | 58.1           | 52.7                      | 60.5                      |
| Contract assets                                    | 198.6          | 195.7                     | 109.2                     | 188.2          | 180.9                     | 105.6                     |
| Prepayments and other debtors                      | 29.1           | 19.8                      | 14.7                      | 20.2           | 11.2                      | 7.6                       |
| Immediate holding company                          | 38.9           | 42.0                      | 78.9                      | 37.5           | 40.6                      | 77.1                      |
| Amounts owing by related parties                   | 27.9           | 41.9                      | 48.8                      | 35.3           | 49.0                      | 49.6                      |
| Inventories  | 34.8           | 34.2                      | 37.3                      | 24.3           | 24.5                      | 27.0                      |
| Short-term deposits                                | 513.2          | 433.6                     | 531.2                     | 494.6          | 416.4                     | 518.1                     |
| Cash and bank balances                             | 57.7           | 66.1                      | 70.5                      | 31.4           | 39.8                      | 40.4                      |
|  | 981.4          | 904.2                     | 978.1                     | 889.6          | 815.1                     | 885.9                     |
| Less:  |                |                           |                           |                |                           |                           |
| <b>CURRENT LIABILITIES</b>                         |                |                           |                           |                |                           |                           |
| Trade and other creditors                          | 228.7          | 189.9                     | 212.0                     | 170.5          | 141.7                     | 172.8                     |
| Contract liabilities                               | 29.4           | 32.3                      | 38.2                      | 29.4           | 32.2                      | 38.2                      |
| Amounts owing to related parties                   | 1.3            | 0.4                       | 9.2                       | 21.5           | 19.4                      | 26.2                      |
| Bank loans   | 5.3            | 4.6                       | 4.0                       | -              | -                         | -                         |
| Tax payable  | 24.5           | 20.2                      | 15.7                      | 22.4           | 18.8                      | 13.8                      |
|  | 289.2          | 247.4                     | 279.1                     | 243.8          | 212.1                     | 251.0                     |
| <b>NET CURRENT ASSETS</b>                          | 692.2          | 656.8                     | 699.0                     | 645.8          | 603.0                     | 634.9                     |
|  | <b>1,616.3</b> | <b>1,556.5</b>            | <b>1,622.1</b>            | <b>1,295.6</b> | <b>1,254.7</b>            | <b>1,278.0</b>            |

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

**Amount repayable in one year or less, or on demand**

| <b>As at 30 Jun 2018</b> |           | <b>As at 31 Mar 2018</b> |           |
|--------------------------|-----------|--------------------------|-----------|
| Secured                  | Unsecured | Secured                  | Unsecured |
| -                        | 5.3       | -                        | 4.6       |

**Amount repayable after one year**

| <b>As at 30 Jun 2018</b> |           | <b>As at 31 Mar 2018</b> |           |
|--------------------------|-----------|--------------------------|-----------|
| Secured                  | Unsecured | Secured                  | Unsecured |
| -                        | 16.9      | -                        | 17.3      |

**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 2018 (IN \$ MILLION)**

|  | <b>The Group</b>               |   |
|--|--------------------------------|---|
|  | <b>1st Quarter<br/>2018-19</b> | <b>1st Quarter<br/>2017-18<br/>(Restated)</b> |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                             |                                |   |
| Profit before taxation   | 44.1                           | 40.9  |
| Adjustments for:   |                                |   |
| Depreciation of property, plant and equipment                          | 12.3                           | 11.8  |
| Amortisation of intangible assets                                      | 1.4                            | 1.4   |
| Share-based compensation expense                                       | 0.7                            | 1.1   |
| (Surplus)/Loss on disposal of property, plant and equipment            | *                              | *   |
| Interest income  | (1.7)                          | (1.3)   |
| Interest on external borrowings  | 0.2                            | 0.2   |
| Share of profits of associated and joint venture companies, net of tax | (32.4)                         | (21.1)  |
| Exchange differences   | (2.8)                          | 1.8   |
| <b>Operating profit before working capital changes</b>                 | <b>21.8</b>                    | <b>34.8</b>                                   |
| (Increase)/Decrease in debtors   | (16.9)                         | 6.9   |
| Increase in contract assets  | (2.9)                          | (40.8)  |
| Increase in inventories  | (0.6)                          | (0.1)   |
| Increase in creditors  | 39.3                           | 16.6  |
| Decrease in contract liabilities                                       | (2.9)                          | (0.3)   |
| Decrease/(Increase) in amounts owing by immediate holding company      | 3.3                            | (1.8)   |
| Decrease in amounts owing by related parties, net                      | 14.9                           | 2.9   |
| <b>Cash generated from operations</b>                                  | <b>56.0</b>                    | <b>18.2</b>                                   |
| Income taxes paid  | (0.1)                          | (1.3)   |
| <b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>                       | <b>55.9</b>                    | <b>16.9</b>                                   |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                             |                                |   |
| Capital expenditure  | (7.7)                          | (11.8)  |
| Purchase of intangible assets  | (7.2)                          | (4.3)   |
| Proceeds from disposal of property, plant and equipment                | 0.5                            | 0.7   |
| Investment in an associated company                                    | (1.9)                          | -   |
| Interest received from deposits  | 1.5                            | 1.2   |
| Dividends received from associated and joint venture companies         | 29.9                           | 28.1  |
| <b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>                       | <b>15.1</b>                    | <b>13.9</b>                                   |

\* Amount less than \$0.1M

**CONSOLIDATED CASH FLOW STATEMENT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2018 (IN \$ MILLION)**

|   | <b>The Group</b>               |   |
|---|--------------------------------|---|
|   | <b>1st Quarter<br/>2018-19</b> | <b>1st Quarter<br/>2017-18<br/>(Restated)</b> |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                          |                                |   |
| Proceeds from exercise of share options                             | -                              | 0.8   |
| Proceeds from borrowings  | 0.2                            | 2.5   |
| Repayment from borrowings   | (0.8)                          | (0.8)   |
| Interest paid   | (0.2)                          | (0.2)   |
| Dividends paid by a subsidiary company to non-controlling interests | (0.8)                          | (0.8)   |
| Purchase of treasury shares   | -                              | (4.5)   |
| <b>NET CASH USED IN FINANCING ACTIVITIES</b>                        | <b>(1.6)</b>                   | <b>(3.0)</b>                                  |
| <b>NET CASH INFLOW</b>  | <b>69.4</b>                    | <b>27.8</b>                                   |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD</b>                | <b>499.7</b>                   | <b>601.7</b>                                  |
| Effect of exchange rate changes                                     | 1.8                            | (0.8)   |
| <b>CASH AND CASH EQUIVALENTS AT END PERIOD</b>                      | <b>570.9</b>                   | <b>628.7</b>                                  |
| <b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>                        |                                |   |
| Short-term deposits   | 513.2                          | 582.0   |
| Cash and bank balances  | 57.7                           | 46.7  |
| <b>CASH AND CASH EQUIVALENTS AT END PERIOD</b>                      | <b>570.9</b>                   | <b>628.7</b>                                  |

**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 2018 (IN \$ MILLION)**

| The Group   | Attributable to Owners of the Parent |                 |                 |                                  |                                      |                    |                            |                 |                | Non-controlling interests | Total equity   |
|---|--------------------------------------|-----------------|-----------------|----------------------------------|--------------------------------------|--------------------|----------------------------|-----------------|----------------|---------------------------|----------------|
|   | Share capital                        | Treasury shares | Capital reserve | Share-based compensation reserve | Foreign currency translation reserve | Fair value reserve | Equity transaction reserve | General reserve | Total          |                           |                |
| <b>Balance at 1 April 2018</b>  | <b>420.0</b>                         | <b>(21.3)</b>   | <b>2.8</b>      | <b>7.1</b>                       | <b>(106.2)</b>                       | <b>3.6</b>         | <b>(2.4)</b>               | <b>1,192.3</b>  | <b>1,495.9</b> | <b>31.3</b>               | <b>1,527.2</b> |
| Impact of change in accounting policy                                     | -                                    | -               | -               | -                                | 67.3                                 | -                  | -                          | (79.5)          | (12.2)         | -                         | (12.2)         |
| <b>Restated balance at 1 April 2018</b>                                   | <b>420.0</b>                         | <b>(21.3)</b>   | <b>2.8</b>      | <b>7.1</b>                       | <b>(38.9)</b>                        | <b>3.6</b>         | <b>(2.4)</b>               | <b>1,112.8</b>  | <b>1,483.7</b> | <b>31.3</b>               | <b>1,515.0</b> |
| Profit for the period   | -                                    | -               | -               | -                                | -                                    | -                  | -                          | 40.5            | 40.5           | 0.1                       | 40.6           |
| Actuarial gain on remeasurement of defined benefit plan                   | -                                    | -               | -               | -                                | -                                    | -                  | -                          | *               | *              | *                         | *              |
| Foreign currency translation  | -                                    | -               | -               | -                                | 23.1                                 | -                  | -                          | -               | 23.1           | 0.8                       | 23.9           |
| Net fair value adjustment on cash flow hedges                             | -                                    | -               | -               | -                                | -                                    | 0.6                | -                          | -               | 0.6            | -                         | 0.6            |
| Share of other comprehensive income of associated/joint venture companies | -                                    | -               | -               | -                                | *                                    | (4.1)              | -                          | -               | (4.1)          | -                         | (4.1)          |
| Other comprehensive income, net of tax                                    | -                                    | -               | -               | -                                | 23.1                                 | (3.5)              | -                          | *               | 19.6           | 0.8                       | 20.4           |
| <b>Total comprehensive income for the period</b>                          | <b>-</b>                             | <b>-</b>        | <b>-</b>        | <b>-</b>                         | <b>23.1</b>                          | <b>(3.5)</b>       | <b>-</b>                   | <b>40.5</b>     | <b>60.1</b>    | <b>0.9</b>                | <b>61.0</b>    |
| Share-based compensation expense  | -                                    | -               | -               | 0.7                              | -                                    | -                  | -                          | -               | 0.7            | -                         | 0.7            |
| Share options and awards lapsed   | -                                    | -               | -               | (2.3)                            | -                                    | -                  | -                          | 2.3             | -              | -                         | -              |
| Dividends   | -                                    | -               | -               | -                                | -                                    | -                  | -                          | -               | -              | (0.8)                     | (0.8)          |
| <b>Total contributions by and distributions to owners</b>                 | <b>-</b>                             | <b>-</b>        | <b>-</b>        | <b>(1.6)</b>                     | <b>-</b>                             | <b>-</b>           | <b>-</b>                   | <b>2.3</b>      | <b>0.7</b>     | <b>(0.8)</b>              | <b>(0.1)</b>   |
| <b>Balance at 30 June 2018</b>  | <b>420.0</b>                         | <b>(21.3)</b>   | <b>2.8</b>      | <b>5.5</b>                       | <b>(15.8)</b>                        | <b>0.1</b>         | <b>(2.4)</b>               | <b>1,155.6</b>  | <b>1,544.5</b> | <b>31.4</b>               | <b>1,575.9</b> |

\* Amount less than \$0.1M



**STATEMENTS OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2017 (IN \$ MILLION)**

| The Group   | Attributable to Owners of the Parent |                 |                 |                                  |                                      |                    |                            |                 |                | Non-controlling interests | Total equity   |
|---|--------------------------------------|-----------------|-----------------|----------------------------------|--------------------------------------|--------------------|----------------------------|-----------------|----------------|---------------------------|----------------|
|   | Share capital                        | Treasury shares | Capital reserve | Share-based compensation reserve | Foreign currency translation reserve | Fair value reserve | Equity transaction reserve | General reserve | Total          |                           |                |
| <b>Balance at 1 April 2017</b>  | <b>420.0</b>                         | <b>(15.2)</b>   | <b>2.7</b>      | <b>16.0</b>                      | <b>(68.0)</b>                        | <b>(0.6)</b>       | <b>(2.4)</b>               | <b>1,201.5</b>  | <b>1,554.0</b> | <b>34.0</b>               | <b>1,588.0</b> |
| Impact of change in accounting policy                                     | -                                    | -               | -               | -                                | 68.0                                 | -                  | -                          | (82.2)          | (14.2)         | -                         | (14.2)         |
| <b>Restated balance at 1 April 2017</b>                                   | <b>420.0</b>                         | <b>(15.2)</b>   | <b>2.7</b>      | <b>16.0</b>                      | <b>-</b>                             | <b>(0.6)</b>       | <b>(2.4)</b>               | <b>1,119.3</b>  | <b>1,539.8</b> | <b>34.0</b>               | <b>1,573.8</b> |
| Restated profit for the period  | -                                    | -               | -               | -                                | -                                    | -                  | -                          | 36.7            | 36.7           | *                         | 36.7           |
| Actuarial loss on remeasurement of defined benefit plan                   | -                                    | -               | -               | -                                | -                                    | -                  | -                          | *               | *              | *                         | *              |
| Foreign currency translation  | -                                    | -               | -               | -                                | (9.1)                                | -                  | -                          | -               | (9.1)          | (0.5)                     | (9.6)          |
| Net fair value adjustment on cash flow hedges                             | -                                    | -               | -               | -                                | -                                    | 0.3                | -                          | -               | 0.3            | -                         | 0.3            |
| Share of other comprehensive income of associated/joint venture companies | -                                    | -               | -               | -                                | *                                    | 2.3                | -                          | -               | 2.3            | -                         | 2.3            |
| Other comprehensive income, net of tax                                    | -                                    | -               | -               | -                                | (9.1)                                | 2.6                | -                          | *               | (6.5)          | (0.5)                     | (7.0)          |
| <b>Restated total comprehensive income for the period</b>                 | <b>-</b>                             | <b>-</b>        | <b>-</b>        | <b>-</b>                         | <b>(9.1)</b>                         | <b>2.6</b>         | <b>-</b>                   | <b>36.7</b>     | <b>30.2</b>    | <b>(0.5)</b>              | <b>29.7</b>    |
| Share-based compensation expense  | -                                    | -               | -               | 1.1                              | -                                    | -                  | -                          | -               | 1.1            | -                         | 1.1            |
| Share options and awards lapsed   | -                                    | -               | -               | (0.1)                            | -                                    | -                  | -                          | 0.1             | -              | -                         | -              |
| Purchase of treasury shares   | -                                    | (4.5)           | -               | -                                | -                                    | -                  | -                          | -               | (4.5)          | -                         | (4.5)          |
| Treasury shares reissued pursuant to equity compensation plans            | -                                    | 0.8             | 0.1             | (0.1)                            | -                                    | -                  | -                          | -               | 0.8            | -                         | 0.8            |
| Dividends   | -                                    | -               | -               | -                                | -                                    | -                  | -                          | -               | -              | (0.8)                     | (0.8)          |
| <b>Total contributions by and distributions to owners</b>                 | <b>-</b>                             | <b>(3.7)</b>    | <b>0.1</b>      | <b>0.9</b>                       | <b>-</b>                             | <b>-</b>           | <b>-</b>                   | <b>0.1</b>      | <b>(2.6)</b>   | <b>(0.8)</b>              | <b>(3.4)</b>   |
| <b>Restated balance at 30 June 2017</b>                                   | <b>420.0</b>                         | <b>(18.9)</b>   | <b>2.8</b>      | <b>16.9</b>                      | <b>(9.1)</b>                         | <b>2.0</b>         | <b>(2.4)</b>               | <b>1,156.1</b>  | <b>1,567.4</b> | <b>32.7</b>               | <b>1,600.1</b> |

\* Amount less than \$0.1M

**STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2018 (IN \$ MILLION)**

| <b>The Company</b>  | Share capital | Treasury shares | Capital reserve | Share-based compensation reserve | Fair value reserve | General reserve | Total          |
|---|---------------|-----------------|-----------------|----------------------------------|--------------------|-----------------|----------------|
| <b>Balance at 1 April 2018</b>                            | <b>420.0</b>  | <b>(21.3)</b>   | <b>2.8</b>      | <b>7.1</b>                       | <b>(0.3)</b>       | <b>836.3</b>    | <b>1,244.6</b> |
| Impact of change in accounting policy                     | -             | -               | -               | -                                | -                  | (12.2)          | (12.2)         |
| <b>Restated balance at 1 April 2018</b>                   | <b>420.0</b>  | <b>(21.3)</b>   | <b>2.8</b>      | <b>7.1</b>                       | <b>(0.3)</b>       | <b>824.1</b>    | <b>1,232.4</b> |
| Profit for the period                                     | -             | -               | -               | -                                | -                  | 40.4            | 40.4           |
| Other comprehensive income, net of tax:                   |               |                 |                 |                                  |                    |                 |                |
| Net fair value adjustment on cash flow hedges             | -             | -               | -               | -                                | 0.6                | -               | 0.6            |
| Other comprehensive income, net of tax                    | -             | -               | -               | -                                | 0.6                | -               | 0.6            |
| <b>Total comprehensive income for the period</b>          | <b>-</b>      | <b>-</b>        | <b>-</b>        | <b>-</b>                         | <b>0.6</b>         | <b>40.4</b>     | <b>41.0</b>    |
| Share-based compensation expense                          | -             | -               | -               | 0.7                              | -                  | -               | 0.7            |
| Share options and awards lapsed                           | -             | -               | -               | (2.3)                            | -                  | 2.3             | -              |
| <b>Total contributions by and distributions to owners</b> | <b>-</b>      | <b>-</b>        | <b>-</b>        | <b>(1.6)</b>                     | <b>-</b>           | <b>2.3</b>      | <b>0.7</b>     |
| <b>Balance at 30 June 2018</b>                            | <b>420.0</b>  | <b>(21.3)</b>   | <b>2.8</b>      | <b>5.5</b>                       | <b>0.3</b>         | <b>866.8</b>    | <b>1,274.1</b> |

**STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2017 (IN \$ MILLION)**

| <b>The Company</b>   | Share capital | Treasury shares | Capital reserve | Share-based compensation reserve | Fair value reserve | General reserve | Total          |
|--|---------------|-----------------|-----------------|----------------------------------|--------------------|-----------------|----------------|
| <b>Balance at 1 April 2017</b>                                 | <b>420.0</b>  | <b>(15.2)</b>   | <b>2.7</b>      | <b>16.0</b>                      | <b>0.4</b>         | <b>844.7</b>    | <b>1,268.6</b> |
| Impact of change in accounting policy                          | -             | -               | -               | -                                | -                  | (14.2)          | (14.2)         |
| <b>Restated balance at 1 April 2017</b>                        | <b>420.0</b>  | <b>(15.2)</b>   | <b>2.7</b>      | <b>16.0</b>                      | <b>0.4</b>         | <b>830.5</b>    | <b>1,254.4</b> |
| Restated profit for the period                                 | -             | -               | -               | -                                | -                  | 45.1            | 45.1           |
| Other comprehensive income, net of tax:                        |               |                 |                 |                                  |                    |                 |                |
| Net fair value adjustment on cash flow hedges                  | -             | -               | -               | -                                | 0.3                | -               | 0.3            |
| Other comprehensive income, net of tax                         | -             | -               | -               | -                                | 0.3                | -               | 0.3            |
| <b>Restated total comprehensive income for the period</b>      | <b>-</b>      | <b>-</b>        | <b>-</b>        | <b>-</b>                         | <b>0.3</b>         | <b>45.1</b>     | <b>45.4</b>    |
| Share-based compensation expense                               | -             | -               | -               | 1.1                              | -                  | -               | 1.1            |
| Share options and awards lapsed                                | -             | -               | -               | (0.1)                            | -                  | 0.1             | -              |
| Purchase of treasury shares                                    | -             | (4.5)           | -               | -                                | -                  | -               | (4.5)          |
| Treasury shares reissued pursuant to equity compensation plans | -             | 0.8             | 0.1             | (0.1)                            | -                  | -               | 0.8            |
| <b>Total contributions by and distributions to owners</b>      | <b>-</b>      | <b>(3.7)</b>    | <b>0.1</b>      | <b>0.9</b>                       | <b>-</b>           | <b>0.1</b>      | <b>(2.6)</b>   |
| <b>Restated balance at 30 June 2017</b>                        | <b>420.0</b>  | <b>(18.9)</b>   | <b>2.8</b>      | <b>16.9</b>                      | <b>0.7</b>         | <b>875.7</b>    | <b>1,297.2</b> |

**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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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**

During the period April to June 2018, there was no issuance of new ordinary shares.

| <b>Group and Company</b>                                      | <b>Number of Shares</b> | <b>Share Capital (\$ Million)</b> |
|---|-------------------------|-----------------------------------|
| Issued and fully paid share capital<br><u>Ordinary Shares</u> |                         |                                   |
| Balance at 1 April 2018 and 30 June 2018                      | 1,124,116,360           | 420.0                             |

As at 30 June 2018, the Company has an issued share capital of 1,124,116,360 ordinary shares (30 June 2017: 1,124,116,360 ordinary shares) of which 5,928,957 were held by the Company as treasury shares (30 June 2017: 5,097,056). The treasury shares held represents 0.5% (30 June 2017: 0.5%) of the total number of issued shares (excluding treasury shares).

The Company has no subsidiary holdings as at 30 June 2018 and 30 June 2017.

### **(B) Employee Share Option Plan**

(i) During the period 1 April 2018 to 30 June 2018, no shares were issued under the Employee Share Option Plan (1 April 2017 to 30 June 2017: 215,796, all of which were reissued treasury shares).

- (ii) The movement of share options of the Company during the first quarter from 1 April 2018 to 30 June 2018 is as follows:

| Date of grant | Balance at 01.04.2018 | Cancelled   | Exercised | Balance at 30.06.2018 | Exercise price* | Exercisable period    |
|---------------|-----------------------|-------------|-----------|-----------------------|-----------------|-----------------------|
| 01.07.2008    | 4,139,200             | (4,139,200) | -         | -                     | \$3.54          | 01.07.2010-30.06.2018 |
| Total         | 4,139,200             | (4,139,200) | -         | -                     |                 |                       |

\* 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 \$0.10 on 22 July 2011, \$0.05 on 21 July 2014, and \$0.05 on 20 July 2017, the said Committee approved a reduction in the exercise prices of all share options outstanding by \$0.10 on 29 July 2011, \$0.05 on 7 August 2014, and a further \$0.05 on 3 August 2017. The exercise prices reflected here are the exercise prices after such adjustments.

- (iii) The last grant of the share options expired on 30 June 2018. As such, there were no share options of the Company outstanding (30 June 2017: 12,543,644).

**(C) Restricted Share Plan and Performance Share Plan**

- (i) Management staff are entitled to the Restricted Share Plan ("RSP"). In addition, senior management staff are entitled to participate in the Performance Share Plan ("PSP"). Both plans were first approved by the shareholders of the Company on 25 July 2005 and expired on 24 July 2015. On 21 July 2014, the shareholders of the Company approved the RSP 2014 and PSP 2014, which replaced the RSP and PSP respectively.
- (ii) Depending on the achievement of pre-determined targets over a stipulated period for the RSP and PSP, the final number of restricted shares and performance shares awarded could range between 0% and 150% of the initial grant of the restricted shares and between 0% and 200% of the initial grant of the performance shares.

- (iii) As at 30 June 2018, the number of outstanding shares granted under the Company's RSP and PSP were 1,676,824 (30 June 2017: 1,619,306) and 385,187 (30 June 2017: 324,447) respectively. The movement of these share awards during the quarter from 1 April 2018 to 30 June 2018 is as follows:

**RSP**

| Date of grant | Balance at 01.04.2018 | Adjustment * | Cancelled | Released | Balance at 30.06.2018 |
|---------------|-----------------------|--------------|-----------|----------|-----------------------|
| 07.07.2014    | 46,799                | -            | -         | -        | 46,799                |
| 06.07.2015    | 361,726               | -            | -         | -        | 361,726               |
| 07.07.2016    | 420,890               | -            | -         | -        | 420,890               |
| 07.07.2017    | 851,662               | -            | (4,253)   | -        | 847,409               |
| Total         | 1,681,077             | -            | (4,253)   | -        | 1,676,824             |

\* Adjustment at the end of performance period upon meeting stated performance targets and adjustments for number of days in service for retirees.

**PSP**

| Date of grant | Balance at 01.04.2018 | Adjustment * | Cancelled | Released | Balance at 30.06.2018 |
|---------------|-----------------------|--------------|-----------|----------|-----------------------|
| 06.07.2015    | 62,856                | -            | -         | -        | 62,856                |
| 07.07.2016    | 129,044               | -            | -         | -        | 129,044               |
| 07.07.2017    | 193,287               | -            | -         | -        | 193,287               |
| Total         | 385,187               | -            | -         | -        | 385,187               |

\* Adjustment at the end of performance period upon meeting stated performance targets and adjustments for number of days in service for retirees.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

As at 30 June 2018, the Company has an issued share capital of 1,118,187,403 ordinary shares (31 March 2018: 1,118,187,403) excluding 5,928,957 ordinary shares (31 March 2018: 5,928,957) held by the Company as treasury shares.

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

During the period 1 April 2018 to 30 June 2018, the Company did not purchase any treasury shares (1 April 2017 to 30 June 2017: 1,123,200). The Company did not transfer treasury shares to employees on exercise of share options (1 April 2017 to 30 June 2017: 215,796).

Treasury shares are presented as a component within equity attributable to owners of the parent.

| <b>Group and Company</b>                 | <b>Number of Shares</b> | <b>Treasury Shares (\$ Million)</b> |
|--|-------------------------|-------------------------------------|
| Balance at 1 April 2018 and 30 June 2018 | 5,928,957               | 21.3                                |

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

The Company has no subsidiary holdings as at 30 June 2018 and 30 June 2017. There were no sales, transfers, cancellation and/or use of subsidiary holdings for the period 1 April 2018 to 30 June 2018.

**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 2018 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 2018 (details as shown in paragraph 5 below).

**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.**

The Group has adopted new Financial Reporting Standards in Singapore ("FRSs") and interpretations effective for the financial period beginning 1 April 2018 as follows:

(i) Application of IFRS 1 optional exemptions

IFRS 1 requires that the Group applies IFRS on a retrospective basis, as if such accounting policy had always been applied. If there are changes to accounting policies arising from new or amended standards effective 1 April 2018, restatement of comparatives may be required because IFRS 1 requires both the opening balance sheet and comparative information to be prepared using the most current accounting policies. IFRS 1 provides mandatory exceptions and optional exemptions from retrospective application, which are often different from those specific transition provisions in individual FRSs applied to the FRS financial statements.

The Group made the following allowable transition adjustments that have an impact on the financial statements:

- a) Fair value as deemed cost exemption for property, plant and equipment  
The Group elected and regarded the fair values of certain aircraft rotatable spares as their deemed cost at the date of transition to IFRS 1 on 1 April 2017.
- b) Foreign currency translation reserve  
The Group elected to reset the foreign currency translation reserve for all foreign operations to zero as at the date of transition to IFRS 1 on 1 April 2017.

(ii) IFRS 15 Revenue from Contracts with Customer

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It also introduces new cost guidance which requires certain costs of obtaining and fulfilling contracts to be recognised as separate assets when specified criteria are met.

The Group adopted IFRS 15 in its financial statements for the year ending 31 March 2019, using the retrospective approach. As a result, the Group has applied all of the requirements of IFRS 15 retrospectively, and the comparative period presented in the 2018/19 financial statements will be restated.

Following the presentation requirements in IFRS 15, the Group has presented the contract assets and contract liabilities separately and the comparative figures have been restated.



The impact on the comparatives for the financial statements of this reporting quarter on adoption of IFRS 1 and IFRS 15 are as follows:

Consolidated Income Statement (in \$ million)

|   | 1 <sup>st</sup> Quarter<br>2017-18 |
|---|------------------------------------|
| Decrease in depreciation of property, plant and equipment | 0.6                                |
| Increase in taxation                                      | (0.1)                              |
| Increase in profit attributable to owners of the parents  | 0.5                                |
| Increase in basic earnings per share (cents)              | 0.04                               |
| Increase in diluted earnings per share (cents)            | 0.05                               |

Balance Sheets (in \$ million)

|  | The Group      |               | The Company    |               |
|--|----------------|---------------|----------------|---------------|
|  | 31 Mar<br>2018 | 1 Apr<br>2017 | 31 Mar<br>2018 | 1 Apr<br>2017 |
| Increase in foreign currency translation reserve | 67.3           | 68.0          | -              | -             |
| Decrease in general reserve                      | (79.5)         | (82.2)        | (12.2)         | (14.2)        |
| Decrease in deferred taxation                    | (2.3)          | (2.7)         | (2.3)          | (2.7)         |
| Decrease in property, plant and equipment        | (13.4)         | (15.8)        | (13.4)         | (15.8)        |
| Decrease in trade debtors                        | (197.0)        | (110.5)       | (182.2)        | (106.9)       |
| Increase in contract assets                      | 195.7          | 109.2         | 180.9          | 105.6         |
| Decrease in trade and other creditors            | (32.5)         | (38.4)        | (32.4)         | (38.4)        |
| Increase in contract liabilities                 | 32.3           | 38.2          | 32.2           | 38.2          |

**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<br>2018-19 | 1st Quarter<br>2017-18<br>(Restated) |
| Earnings per share (cents) |                        |                                      |
| - Basic *                  | 3.62                   | 3.28                                 |
| - Diluted #                | 3.62                   | 3.28                                 |

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

# Based on the weighted average number of ordinary shares in issue excluding treasury shares, 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 excluding treasury shares of the issuer at the end of the:-**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

|                                   | Group              |                                  | Company            |                                  |
|-----------------------------------|--------------------|----------------------------------|--------------------|----------------------------------|
|                                   | As at<br>30 Jun 18 | As at<br>31 Mar 18<br>(Restated) | As at<br>30 Jun 18 | As at<br>31 Mar 18<br>(Restated) |
| Net asset value per share (cents) | 138.1              | 132.7                            | 113.9              | 110.2                            |

- 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**

The Group recorded a profit attributable to owners of the parent of \$40.5 million for the quarter ended 30 June 2018, an increase of \$3.8 million or 10.4%, mainly from an increase in share of profits of associated and joint venture companies, partially offset by a decrease in operating profit.

Operating profit of \$10.2 million was \$8.5 million or 45.5% lower than the same quarter last year. Revenue at \$257.7 million was \$15.1 million or 5.5% lower year-on-year, mainly due to lower airframe and fleet management revenue. Expenditure decreased year-on-year by \$6.6 million or 2.6% to \$247.5 million, mainly due to an exchange gain of \$2.8 million in the current quarter against an exchange loss of \$1.8 million in the same quarter last year, and lower subcontract services costs.

Share of profits of associated and joint venture companies increased \$11.3 million or 53.6% to \$32.4 million, contributed by an \$11.8 million increase in share of profits from the engine and component centres.

Basic earnings per share was 3.62 cents for the current quarter.

### **GROUP FINANCIAL POSITION**

As at 30 June 2018, equity attributable to owners of the parent of \$1,544.5 million was \$60.8 million or 4.1% higher than at 31 March 2018, mainly due to profits earned during the quarter and a gain in foreign currency translation reserves as a result of the strengthening of the US dollar against the Singapore dollar. Total assets stood at \$1,905.5 million, an increase of \$101.6 million or 5.6%. The Group's cash balance was \$570.9 million as at 30 June 2018.

Net asset value per share as at 30 June 2018 was 138.1 cents.

**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**

While the MRO environment remains challenging, the Group's performance will continue to benefit from its portfolio of strategic partnerships.

The transformation journey we have embarked on to better serve our customers and improve our performance is progressing with phased implementation of various productivity and revenue generation initiatives. We will continue to invest in innovation and technology to enhance our capabilities.

**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/recommended, a statement to that effect.**

No dividend has been declared/recommended for the quarter ended 30 June 2018.

### 13. Interested Person Transactions

(In \$ Million)

The aggregate value of all Interested Person Transactions ("IPTs") entered into during the first quarter of Financial Year 2018/19 are as follows:

| Name of Interested Person               | <b>Non-Mandated</b><br>Aggregate value of all IPTs<br>(excluding all mandated<br>transactions pursuant to<br>Rule 920 of the SGX Listing<br>Manual and transactions<br>less than \$100,000) | <b>Mandated</b><br>Aggregate value of all IPTs<br>conducted under a<br>shareholders' mandate<br>pursuant to Rule 920 of the<br>SGX Listing Manual<br>(excluding transactions less<br>than \$100,000) |
|---|---|--|
| <b>Singapore Airlines Limited Group</b> |   |  |
| - Scoot Tigerair Pte Ltd                | -   | 1.6  |
| - Singapore Airlines Limited            | -   | 0.5  |
| - Silkair (Singapore) Pte Ltd           | -   | 0.2  |
| <b>SATS Ltd</b>                         | -   | 2.0  |
| <b>Total</b>                            | -   | <b>4.3</b>   |

### 14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (namely, its Chief Executive Officer, Executive Vice-President and Chief Financial Officer) in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

### BY ORDER OF THE BOARD

Lu Ling Ling  
Company Secretary  
19 July 2018

Singapore Co. Regn. No.: 198201025C

## **CONFIRMATION BY THE BOARD**

We, Tang Kin Fei and Png Kim Chiang, 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 FY2018/19 financial results to be false or misleading in any material respect.

On behalf of the Board,



TANG KIN FEI  
Chairman



PNG KIM CHIANG  
Chief Executive Officer

19 July 2018