



**UNAUDITED RESULTS FOR THE SECOND QUARTER AND HALF YEAR
ENDED 30 SEPTEMBER 2006**

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

CONSOLIDATED PROFIT AND LOSS ACCOUNTS

FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2006 (IN \$ MILLION)

	The Group		The Group	
	2nd Quarter 2006-07	2nd Quarter 2005-06	Half year 2006-07	Half year 2005-06
REVENUE	244.3	240.0	492.9	463.5
EXPENDITURE				
Staff costs	93.9	91.1	185.3	179.6
Material costs	60.1	63.2	124.0	115.8
Depreciation	7.1	6.3	13.9	12.3
Amortisation of intangibles	2.0	1.7	3.8	3.4
Company accommodation	10.6	9.7	20.8	19.0
Other operating expenses	35.9	41.6	77.3	74.0
	<u>209.6</u>	<u>213.6</u>	<u>425.1</u>	<u>404.1</u>
OPERATING PROFIT	34.7	26.4	67.8	59.4
Interest income	3.4	1.8	7.8	3.4
Loss on disposal of fixed assets	(0.2)	-	(0.2)	-
Dividend received from long-term investment	7.1	5.5	11.8	5.5
Share of profits of associated companies	26.7	18.3	52.1	42.5
Share of profits of joint venture companies	8.7	6.4	15.6	9.6
PROFIT BEFORE TAXATION	80.4	58.4	154.9	120.4
TAXATION	(9.3)	(7.8)	(17.5)	(14.5)
PROFIT FOR THE PERIOD	71.1	50.6	137.4	105.9
PROFIT ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	72.0	50.4	138.4	105.6
Minority interests	(0.9)	0.2	(1.0)	0.3
	<u>71.1</u>	<u>50.6</u>	<u>137.4</u>	<u>105.9</u>
Basic earnings per share (cents)	6.82	4.91	13.21	10.33
Diluted earnings per share (cents)	6.68	4.85	12.94	10.21

Notes:

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

	The Group		The Group	
	2nd Quarter 2006-07	2nd Quarter 2005-06	Half year 2006-07	Half year 2005-06
	S\$M	S\$M	S\$M	S\$M
Bad debts written off	0.9	0.4	0.7	0.2
(Write-back of) / Provision for impairment of trade debtors, net	(0.3)	1.7	(1.1)	4.8
Exchange loss / (gain), net	0.2	(1.2)	1.0	(2.8)
Adjustment for overprovision of tax in respect of prior year	-	-	(0.5)	-

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 SEPTEMBER (IN \$ MILLION)

	The Group		The Company	
	30 Sep 2006	31 Mar 2006	30 Sep 2006	31 Mar 2006
SHARE CAPITAL	204.1	163.1	204.1	163.1
RESERVES				
General reserve	750.2	885.5	527.1	718.3
Share-based compensation reserve	11.7	11.9	11.7	11.9
Foreign currency translation reserve	(28.7)	(21.7)	-	-
	733.2	875.7	538.8	730.2
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY	937.3	1,038.8	742.9	893.3
MINORITY INTERESTS	12.8	14.1	-	-
TOTAL EQUITY	950.1	1,052.9	742.9	893.3
DEFERRED TAXATION	14.7	14.8	14.5	14.5
NON-CURRENT LIABILITY				
Finance lease commitments				
- repayable after one year	1.8	2.0	-	-
	966.6	1,069.7	757.4	907.8
Represented by :				
FIXED ASSETS	237.5	230.1	221.7	218.5
INTANGIBLES	18.7	19.2	18.3	18.9
SUBSIDIARY COMPANIES	-	-	16.3	16.3
ASSOCIATED COMPANIES	338.8	299.8	168.3	168.3
JOINT VENTURE COMPANIES	81.4	69.8	56.6	56.6
LONG-TERM INVESTMENTS	14.6	14.6	14.6	14.6
CURRENT ASSETS				
Trade and other debtors	50.1	52.6	42.0	45.8
Immediate holding company	55.5	84.6	55.0	84.2
Related parties	20.4	29.8	15.5	24.5
Stocks	10.8	8.3	7.6	6.9
Work-in-progress	35.9	18.3	35.6	18.2
Short-term deposits	296.7	464.1	286.5	455.1
Cash and bank balances	44.1	36.4	39.1	28.3
	513.5	694.1	481.3	663.0
Less:				
CURRENT LIABILITIES				
Trade and other creditors	194.9	224.1	177.9	216.0
Finance lease commitments				
- repayable within one year	0.2	0.2	-	-
Bank loans	0.8	0.8	-	-
Current tax payable	42.0	32.8	41.8	32.4
	237.9	257.9	219.7	248.4
NET CURRENT ASSETS	275.6	436.2	261.6	414.6
	966.6	1,069.7	757.4	907.8

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

Amount repayable in one year or less, or on demand

As at 30/09/2006		As at 31/03/2006	
Secured	Unsecured	Secured	Unsecured
S\$0.2M	S\$0.8M	S\$0.2M	S\$0.8M

Amount repayable after one year

As at 30/09/2006		As at 31/03/2006	
Secured	Unsecured	Secured	Unsecured
S\$1.8M	-	S\$2.0M	-

Details of any collateral

The secured borrowings pertains to a finance lease secured over factory premises.

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 SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2006 (IN \$ MILLION)**

	The Group		The Group	
	2nd Qtr 2006-07	2nd Qtr 2005-06	Half year 2006-07	Half year 2005-06
NET CASH PROVIDED BY OPERATING ACTIVITIES	13.8	3.3	78.4	56.9
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	(9.3)	(8.0)	(20.6)	(20.1)
Purchase of intangible assets	(3.0)	(1.0)	(3.3)	(1.2)
Proceeds from disposal of fixed assets	0.1	-	0.2	-
Dividends received from associated and joint venture companies	4.7	1.9	6.0	2.5
Dividend received from long-term investment	7.1	5.5	11.8	5.5
Interest received from deposits	5.2	1.8	7.4	2.9
NET CASH PROVIDED BY / (USED IN) INVESTING ACTIVITIES	4.8	0.2	1.5	(10.4)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issuance of share capital by subsidiary companies to minority shareholders	-	4.4	-	9.5
Proceeds from exercise of employee share options	25.5	8.5	35.5	15.7
Repayment of finance lease obligations	-	-	(0.1)	-
Dividends paid	(274.4)	(46.1)	(274.4)	(46.1)
NET CASH USED IN FINANCING ACTIVITIES	(248.9)	(33.2)	(239.0)	(20.9)
NET CASH (OUTFLOW) / INFLOW	(230.3)	(29.7)	(159.1)	25.6
CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD	571.3	381.9	500.5	325.9
Effect of exchange rate changes	(0.2)	-	(0.6)	0.7
CASH AND CASH EQUIVALENTS AT END PERIOD	340.8	352.2	340.8	352.2
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Short-term deposits	296.7	299.8	296.7	299.8
Cash and bank balances	44.1	52.4	44.1	52.4
CASH AND CASH EQUIVALENTS AT END PERIOD	340.8	352.2	340.8	352.2

CASH FLOW FROM OPERATING ACTIVITIES (IN \$ MILLION)

	The Group		The Group	
	2nd Qtr 2006-07	2nd Qtr 2005-06	Half year 2006-07	Half year 2005-06
Profit before taxation	80.4	58.4	154.9	120.4
Adjustments for:				
Depreciation of fixed assets	7.1	6.3	13.9	12.3
Amortisation of intangibles	2.0	1.7	3.8	3.4
Share-based payment expense	3.8	1.8	5.7	3.3
Loss on disposal of fixed assets	0.2	-	0.2	-
Interest income	(3.4)	(1.8)	(7.8)	(3.4)
Share of profits of associated and joint venture companies	(35.4)	(24.7)	(67.7)	(52.1)
Dividend income received from long-term investment	(7.1)	(5.5)	(11.8)	(5.5)
Exchange differences	0.2	(1.2)	1.0	(2.8)
Operating profit before working capital changes	47.8	35.0	92.2	75.6
Decrease/ (Increase) in debtors	2.4	(4.0)	2.1	(6.6)
(Increase)/ Decrease in stocks and work-in-progress	(2.4)	31.1	(20.1)	(5.3)
(Decrease)/ Increase in creditors	(44.8)	(11.1)	(29.8)	27.2
Decrease/ (Increase) in amounts owing from related companies	15.6	(41.4)	38.8	(27.7)
Cash generated from operations	18.6	9.6	83.2	63.2
Income taxes paid	(4.8)	(6.3)	(4.8)	(6.3)
NET CASH PROVIDED BY OPERATING ACTIVITIES	13.8	3.3	78.4	56.9

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 SECOND QUARTER ENDED 30 SEPTEMBER 2006 (IN \$ MILLION)**

The Group	Attributable to Equity Holders of the Company					Minority interest	Total equity
	Share capital	Share-based compensation reserve	Foreign currency translation reserve	General reserve	Total		
Balance at 1 July 2006	174.1	12.6	(21.4)	952.1	1,117.4	14.0	1,131.4
Currency translation differences not recognised in the profit and loss account	-	-	(7.3)	-	(7.3)	-	(7.3)
Profit for the period July – September 2006	-	-	-	72.0	72.0	(0.9)	71.1
Net income and expense recognised for the period	-	-	(7.3)	72.0	64.7	(0.9)	63.8
Share-based payment	-	3.8	-	-	3.8	-	3.8
Share options exercised	30.0	(4.5)	-	-	25.5	-	25.5
Share options lapsed	-	(0.2)	-	0.2	-	-	-
Dividends	-	-	-	(274.1)	(274.1)	(0.3)	(274.4)
Balance at 30 September 2006	204.1	11.7	(28.7)	750.2	937.3	12.8	950.1

**STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2006 (IN \$ MILLION)**

The Group	Attributable to Equity Holders of the Company						Minority interest	Total equity
	Share capital	Share premium	Share-based compensation reserve	Foreign currency translation reserve	General reserve	Total		
Balance at 1 July 2005	102.2	32.4	7.1	(10.1)	797.3	928.9	6.7	935.6
Currency translation differences not recognised in the profit and loss account	-	-	-	2.2	-	2.2	0.8	3.0
Profit for the period July – September 2005	-	-	-	-	50.4	50.4	0.2	50.6
Net income recognised for the period	-	-	-	2.2	50.4	52.6	1.0	53.6
Issuance of share capital by subsidiary companies	-	-	-	-	-	-	4.4	4.4
Share-based payment	-	-	1.8	-	-	1.8	-	1.8
Share options exercised	0.5	8.8	(0.8)	-	-	8.5	-	8.5
Dividends	-	-	-	-	(46.1)	(46.1)	-	(46.1)
Balance at 30 September 2005	102.7	41.2	8.1	(7.9)	801.6	945.7	12.1	957.8

**STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2006 (IN \$ MILLION)**

The Company	Share capital	Share premium	Share-based compensation reserve	General reserve	Total
Balance at 1 July 2006	174.1	-	12.6	755.8	942.5
Profit for the period July – September 2006	-	-	-	45.2	45.2
Net income recognised for the period	-	-	-	45.2	45.2
Share-based payment	-	-	3.8	-	3.8
Share options exercised	30.0	-	(4.5)	-	25.5
Share options lapsed	-	-	(0.2)	0.2	-
Dividends	-	-	-	(274.1)	(274.1)
Balance at 30 September 2006	204.1	-	11.7	527.1	742.9
Balance at 1 July 2005	102.2	32.4	7.1	645.8	787.5
Profit for the period July – September 2005	-	-	-	29.4	29.4
Net income recognised for the period	-	-	-	29.4	29.4
Share-based payment	-	-	1.8	-	1.8
Share options exercised	0.5	8.8	(0.8)	-	8.5
Dividends	-	-	-	(46.1)	(46.1)
Balance at 30 September 2005	102.7	41.2	8.1	629.1	781.1

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) Employee Share Option Plan

- (i) During the period from 1 July to 30 September 2006, 13,931,600 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) On 3 July 2006, the Company made a eighth grant of share options to employees. 15,244,800 share options were accepted by eligible employees to subscribe for ordinary shares at the price of \$3.64 (which was later reduced to \$3.44 as explained in (iii) below) per share for the exercise period from 3 July 2007 to 2 July 2016.
- (iii) As at 30 September 2006, options to subscribe for 55,604,900 ordinary shares remain outstanding under the Employee Share Option Plan. The movement of share options of the Company during the period from 1 July to 30 September 2006 is as follows:

No.	Date of grant	Balance at 01.07.2006 / date of grant	Cancelled	Exercised	Balance at 30.09.2006	Exercise Price *	Exercisable period
1.	28.03.2000	4,854,500	(30,400)	(1,666,600)	3,157,500	\$1.65	28.03.2001-27.03.2010
2.	03.07.2000	3,992,850	(24,800)	(1,159,800)	2,808,250	\$1.55	03.07.2001-02.07.2010
3.	02.07.2001	2,097,250	(10,000)	(577,250)	1,510,000	\$1.01	02.07.2002-01.07.2011
4.	01.07.2002	9,379,725	(5,600)	(2,044,250)	7,329,875	\$1.98	01.07.2003-30.06.2012
5.	01.07.2003	3,196,725	(2,250)	(1,043,975)	2,150,500	\$1.35	01.07.2004-30.06.2013
6.	01.07.2004	14,913,300	(17,600)	(7,374,975)	7,520,725	\$1.69	01.07.2005-30.06.2014
7.	01.07.2005	16,170,900	(119,300)	(64,750)	15,986,850	\$2.25	01.07.2006-30.06.2015
8.	03.07.2006	15,244,800	(103,600)	-	15,141,200	\$3.44	03.07.2007-02.07.2016
	Total	69,850,050	(313,550)	(13,931,600)	55,604,900		

* 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.

- (iv) As at 30 September 2005, the number of share options of the Company outstanding was 70,884,500.

B. 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 and Performance Share Plan, in addition to the Employee Share Option Plan.
- (ii) As at 30 September 2006, the number of outstanding shares granted under the Company's Restricted Share Plan and Performance Share Plan were 203,200 (30 September 2005: Nil) and 36,900 respectively (30 September 2005: Nil).
- (iii) Depending on the achievement of pre-determined targets over a two-year period for the Restricted Share Plan and a three-year period for the Performance Share Plan, the final number of restricted shares and performance shares awarded could range between 0% to 120% of the initial grant of the restricted shares and between 0% to 150% of the initial grant of the performance shares.

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 or reviewed by our 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 2006.

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			
	2nd Qtr 2006-07	2nd Qtr 2005-06	Half year 2006-07	Half year 2005-06
Earnings per share (cents)				
- Basic *	6.82	4.91	13.21	10.33
- Diluted #	6.68	4.85	12.94	10.21

* 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 effects of dilutive 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 Sep 06	As at 31 Mar 06	As at 30 Sep 06	As at 31 Mar 06
Net asset value per share (cents)	88.7	100.2	70.3	86.2

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

Second Quarter FY2006-07

The Group achieved a 42.9% growth in profit attributable to equity holders of the Company as a result of higher operating profit and improved performance by associated and joint venture companies.

Operating profit rose by \$8.3 million or 31.4% to \$34.7 million as revenue grew by \$4.3 million or 1.8% whilst expenditure fell by \$4.0 million or 1.9%. The increase in revenue came largely from Fleet Management Programme contracts, which registered a 75.3% growth with the increase in the number of aircraft handled and the recognition of \$1.5 million revenue upon completion of contracts.

As in the 1st quarter 2006-07, Airframe and Component Overhaul, Line Maintenance and Fleet Management Programme contracts contributed 62%, 31% and 7% respectively to the Group's revenue.

The decline in expenditure was mainly due to lower overtime costs as a result of productivity initiatives implemented in the current quarter and a consequent decline in subcontract labour costs. In addition, there was a write-back of provision for impairment of trade debtors amounting to \$0.3 million, compared to a \$1.7 million provision in the corresponding quarter last year.

Associated and joint venture companies continued their strong contribution to Group earnings. Share of profits from associated and joint venture companies increased by \$10.7 million (+43.3%) to \$35.4 million, accounting for 44.0% of the Group's pre-tax profits. In addition, a higher dividend of \$7.1 million (\$5.5 million in the corresponding quarter last year) was received from an investee company. Profit before taxation increased by 37.7% to \$80.4 million.

Basic earnings per share increased by 38.9% to 6.82 cents.

First Half FY2006-07

Revenue rose by 6.3% or \$29.4 million to \$492.9 million due to increases across all the Group's core activities. Fleet Management Programme revenue grew substantially, in part due to revenue of \$3.4 million recognised on completed contracts.

Expenditure increased at a lower rate of 5.2% or \$21.0 million to \$425.1 million. Increases in staff strength, material costs and maintenance costs and an exchange loss of \$1.0 million contributed to expenditure growth in the current period. In the first half of last year, there was an exchange gain of \$2.8 million.

Share of profits from associated and joint venture companies rose significantly by 29.9% (+\$15.6 million) to \$67.7 million. In addition, a higher dividend of \$11.8 million (\$5.5 million in the corresponding period last year) was received from an investee company. As a result, profit before taxation increased by 28.7% to \$154.9 million.

Profit attributable to equity holders of the Company was \$138.4 million, an increase of \$32.8 million or 31.1% compared to the first half of last year. Basic earnings per share increased by 27.9% to 13.21 cents.

GROUP FINANCIAL POSITION (as at 30 September 2006)

As at 30 September 2006, equity attributable to equity holders of the Company amounted to \$937.3 million, 9.8% or \$101.5 million lower than at 31 March 2006. This was mainly due to the payment of \$274.1 million in August 2006 for the final and special dividend declared in respect of the last financial year. As at 30 September 2006, total number of shares issued was 1,056.3 million.

Total assets decreased by 9.3% (-\$123.1 million) to \$1,204.5 million. Net asset value per share was 88.7 cents, a decline of 11.5 cents (-11.4%) from 31 March 2006.

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 sustained demand for comprehensive maintenance, repair and overhaul (MRO) services will benefit the Company's strategic initiatives to strengthen its Total Support services and broaden its customer base.

While pressure on rates continues, the Company is implementing productivity improvements to enhance its competitiveness and to grow market share.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? Yes

Name of dividend	Interim
Dividend Type	Cash
Dividend Rate	4.0 cents per ordinary share
Tax rate	Tax exempt one-tier

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of dividend	Interim
Dividend Type	Cash
Dividend Rate	4.0 cents per ordinary share
Tax rate	Tax exempt

(c) Date payable

The interim dividend will be paid on 22 November 2006 to members of the Register as at 13 November 2006.

(d) Books closure date

Notice is hereby given that duly completed transfers received by the Share Registrars, M & C Services Private Limited, at 138 Robinson Road, #17-00, The Corporate Office, Singapore 068906 up to 5 p.m. on 13 November 2006 will be registered to determine shareholders' entitlements to the interim dividend. Thereafter the Share Transfer Books and the Register of Members of the Company will be closed on 14 November 2006 for the preparation of dividend warrants. The interim dividend will be paid on 22 November 2006 to members on the Register as at 13 November 2006.

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

Not applicable.

13. Additional Information

Interested Persons Transactions

(In thousands of S\$)

2Q FY2006/07

Name of interested person	Aggregate value of all IPTs during the financial period under review (excluding transactions less than \$100,000 and transactions pursuant to the IPT Mandate (or a shareholders' mandate for IPTs under Rule 920 of the New Listing Manual))	Aggregate value of all IPTs under the IPT Mandate (or a shareholders' mandate for IPTs under Rule 920 of the New Listing Manual) during the financial period under review (excluding transactions less than \$100,000)
Singapore Airlines Ltd	—	56,000
SilkAir Pte Ltd	—	339
Tiger Airways Pte Ltd <i>(49% owned by SIA, 11% by Dahlia Investments which is a wholly-owned subsidiary of Temasek Holdings Pte Ltd)</i>	—	5,000
Jetstar and Valuair <i>(more than 30% held by Fullerton Management and ultimately by Temasek)</i>	—	4,000
Asprecise Pte Ltd <i>(66% owned by Temasek eVentures and ultimately by Temasek Holdings)</i>	—	220
Total	—	65,559

BY ORDER OF THE BOARD

Devika Rani Davar
Company Secretary
27 October 2006

Singapore Co. Regn. No.: 198201025C

CONFIRMATION BY THE BOARD

We, Stephen Lee Ching Yen and Chew Choon Seng, 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 second quarter and half year FY2006/07 financial results to be false or misleading.

On behalf of the Board



STEPHEN LEE CHING YEN
Chairman



CHEW CHOON SENG
Deputy Chairman

27 October 2006