

**UNAUDITED RESULTS FOR THE SECOND QUARTER AND HALF YEAR ENDED
30 SEPTEMBER 2011**

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

**CONSOLIDATED INCOME STATEMENT
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2011 (IN \$ MILLION)**

	The Group		The Group	
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
REVENUE	272.4	277.1	550.0	565.4
EXPENDITURE				
Staff costs	117.5	108.9	234.5	222.6
Material costs	49.0	57.3	103.3	122.9
Depreciation	9.4	9.4	18.8	18.7
Amortisation of intangibles	0.5	0.5	0.8	0.8
Company accommodation	12.2	12.4	24.3	23.9
Subcontract costs	33.7	30.2	64.1	58.2
Other operating expenses	16.1	24.0	35.5	47.7
	238.4	242.7	481.3	494.8
OPERATING PROFIT	34.0	34.4	68.7	70.6
Interest income	0.4	0.3	0.9	0.7
Interest on external borrowings	*	*	*	*
(Loss)/ surplus on disposal of property, plant and equipment	(0.1)	0.1	1.2	0.1
Other non-operating items	-	0.1	-	2.7
Dividend from long-term investment	3.2	3.3	6.7	7.4
Share of profits of joint venture companies	17.0	19.7	33.5	38.7
Share of profits of associated companies	23.5	18.1	44.2	38.3
PROFIT BEFORE TAXATION	78.0	76.0	155.2	158.5
TAXATION	(6.0)	(8.8)	(14.5)	(19.6)
PROFIT FOR THE PERIOD	72.0	67.2	140.7	138.9
PROFIT ATTRIBUTABLE TO:				
OWNERS OF THE PARENT	71.2	66.5	139.3	137.3
Non-controlling interests	0.8	0.7	1.4	1.6
	72.0	67.2	140.7	138.9
Basic earnings per share (cents)	6.50	6.11	12.73	12.66
Diluted earnings per share (cents)	6.44	6.04	12.61	12.52

* Amount less than \$0.1M

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

	The Group		The Group	
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
	\$M	\$M	\$M	\$M
Bad debts written off	-	0.1	-	0.1
Write back of provision for impairment of trade debtors, net	(0.6)	(1.3)	(0.3)	(0.1)
Exchange (gain)/ loss, net	(7.1)	4.0	(8.6)	4.3
Underprovision of tax in respect of prior year	*	-	*	0.4
Provision for stock obsolescence	1.0	1.1	1.6	1.7

* Amount less than \$0.1M

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

STATEMENTS OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2011 (IN \$ MILLION)

	The Group			
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
PROFIT FOR THE PERIOD	72.0	67.2	140.7	138.9
OTHER COMPREHENSIVE INCOME				
Foreign currency translation	24.9	(30.3)	13.7	(30.8)
Net fair value adjustment on cash flow hedges	(10.1)	3.2	(9.9)	3.2
Share of other comprehensive income of associated and joint venture companies	(1.2)	-	(1.0)	-
Other comprehensive income, net of tax	13.6	(27.1)	2.8	(27.6)
TOTAL COMPREHENSIVE INCOME	85.6	40.1	143.5	111.3
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
OWNERS OF THE PARENT	83.7	40.4	141.5	110.8
Non-controlling interests	1.9	(0.3)	2.0	0.5
	85.6	40.1	143.5	111.3

	The Company			
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
PROFIT FOR THE PERIOD	59.0	56.1	124.6	142.4
OTHER COMPREHENSIVE INCOME				
Net fair value adjustment on cash flow hedges	(10.1)	3.2	(9.9)	3.2
TOTAL COMPREHENSIVE INCOME	48.9	59.3	114.7	145.6

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 2011 (IN \$ MILLION)

	The Group		The Company	
	30 Sep 2011	31 Mar 2011	30 Sep 2011	31 Mar 2011
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT				
Share capital	314.3	297.8	314.3	297.8
Share-based compensation reserve	37.1	40.7	37.1	40.7
Foreign currency translation reserve	(115.2)	(128.6)	-	-
Fair value reserve	(6.8)	4.4	(6.1)	3.8
General reserve	964.7	1,088.4	666.1	804.5
	1,194.1	1,302.7	1,011.4	1,146.8
NON-CONTROLLING INTERESTS	25.2	25.5	-	-
TOTAL EQUITY	1,219.3	1,328.2	1,011.4	1,146.8
DEFERRED TAXATION	25.7	31.1	23.3	26.4
	1,245.0	1,359.3	1,034.7	1,173.2
Represented by :				
PROPERTY, PLANT AND EQUIPMENT	315.7	318.7	280.7	283.8
INTANGIBLES	38.4	25.1	2.1	2.1
SUBSIDIARY COMPANIES	-	-	75.7	67.4
ASSOCIATED COMPANIES	314.1	296.0	182.0	179.3
JOINT VENTURE COMPANIES	106.9	102.8	56.6	56.6
LONG-TERM INVESTMENTS	14.6	14.6	14.6	14.6
CURRENT ASSETS				
Trade and other debtors	120.7	105.5	103.2	89.2
Immediate holding company	64.5	44.3	62.5	43.1
Related parties	37.0	26.1	28.7	17.8
Inventories	54.2	53.0	43.4	41.8
Work-in-progress	77.5	54.0	74.0	52.7
Short-term deposits	353.6	529.8	351.9	528.1
Cash and bank balances	35.3	51.6	23.9	40.4
	742.8	864.3	687.6	813.1
Less:				
CURRENT LIABILITIES				
Trade and other creditors	259.7	235.4	239.8	219.4
Finance lease commitments				
– repayable within one year	*	*	-	-
Bank loans	2.0	1.7	-	-
Tax payable	25.8	25.1	24.8	24.3
	287.5	262.2	264.6	243.7
NET CURRENT ASSETS	455.3	602.1	423.0	569.4
	1,245.0	1,359.3	1,034.7	1,173.2

* Amount less than \$0.1M

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

Amount repayable in one year or less, or on demand

As at 30/09/2011		As at 31/03/2011	
Secured	Unsecured	Secured	Unsecured
*	2.0	*	1.7

* Amount less than \$0.1M

Amount repayable after one year

As at 30/09/2011		As at 31/03/2011	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

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

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

**CONSOLIDATED CASH FLOW STATEMENTS
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2011 (IN \$ MILLION)**

	The Group		The Group	
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before taxation	78.0	76.0	155.2	158.5
Adjustments for:				
Depreciation	9.4	9.4	18.8	18.7
Amortisation of intangibles	0.5	0.5	0.8	0.8
Share-based compensation expense	0.9	1.0	1.6	2.7
Loss/ (surplus) on disposal of property, plant and equipment	0.1	(0.1)	(1.2)	(0.1)
Interest income	(0.4)	(0.3)	(0.9)	(0.7)
Interest on external borrowings	*	*	*	*
Share of profits of associated and joint venture companies	(40.5)	(37.8)	(77.7)	(77.0)
Exchange differences	(7.1)	4.0	(8.6)	4.3
Dividend received from long-term investment	(3.2)	(3.3)	(6.7)	(7.4)
Operating profit before working capital changes	37.7	49.4	81.3	99.8
Increase in debtors	(10.9)	(1.8)	(9.8)	(4.1)
Increase in inventories and work-in-progress	(1.2)	(6.6)	(24.7)	(25.3)
(Decrease)/ Increase in creditors	(21.8)	(27.2)	16.9	(0.5)
(Increase)/ Decrease in amounts owing from immediate holding company	(8.5)	(16.3)	(20.5)	14.5
(Increase)/ Decrease in amounts owing from related parties	(7.9)	5.0	(10.8)	(6.3)
Cash (used in)/ generated from operations	(12.6)	2.5	32.4	78.1
Income taxes paid	(11.7)	(7.6)	(11.7)	(11.5)
NET CASH (USED IN)/ PROVIDED BY OPERATING ACTIVITIES	(24.3)	(5.1)	20.7	66.6
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	(7.3)	(14.6)	(15.3)	(26.5)
Purchase of intangible assets	(0.3)	(0.2)	(12.9)	(11.8)
Proceeds from disposal of property, plant and equipment	0.1	0.3	0.5	0.3
Interest received from deposits	0.7	0.4	1.1	0.7
Investment in an associated company	-	-	(2.7)	(1.1)
Dividends received from associated and joint venture companies	30.5	23.2	62.8	74.0
Dividend received from long-term investment	3.2	3.3	6.7	7.4
NET CASH PROVIDED BY INVESTING ACTIVITIES	26.9	12.4	40.2	43.0

* Amount less than \$0.1M

**CONSOLIDATED CASH FLOW STATEMENTS
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2011 (IN \$ MILLION)**

	The Group		The Group	
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from exercise of share options	5.0	12.6	11.3	16.2
Net proceeds from borrowings	0.3	0.4	0.3	0.4
Interest paid	*	*	*	*
Repayment of finance lease obligations	*	*	*	*
Dividends paid	(263.1)	(141.1)	(263.1)	(141.1)
Dividends paid by subsidiary companies to non-controlling interests	(2.3)	(2.1)	(2.3)	(2.1)
NET CASH USED IN FINANCING ACTIVITIES	(260.1)	(130.2)	(253.8)	(126.6)
NET CASH OUTFLOW	(257.5)	(122.9)	(192.9)	(17.0)
CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD	645.0	531.0	581.4	425.8
Effect of exchange rate changes	1.4	(1.4)	0.4	(2.1)
CASH AND CASH EQUIVALENTS AT END PERIOD	388.9	406.7	388.9	406.7
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Short-term deposits	353.6	359.4	353.6	359.4
Cash and bank balances	35.3	47.3	35.3	47.3
CASH AND CASH EQUIVALENTS AT END PERIOD	388.9	406.7	388.9	406.7

* 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.

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

The Group	Attributable to Equity Holders of the Company						Non-controlling interests	Total equity
	Share capital	Fair value reserve	Share-based compensation reserve	Foreign currency translation reserve	General reserve	Total		
Balance at 1 July 2011	305.5	4.6	40.1	(139.1)	1,156.5	1,367.6	25.6	1,393.2
Total comprehensive income for the period July – September 2011	-	(11.4)	-	23.9	71.2	83.7	1.9	85.6
Share-based compensation expense	-	-	0.9	-	-	0.9	-	0.9
Share options exercised	6.2	-	(1.2)	-	-	5.0	-	5.0
Share options lapsed	-	-	(0.1)	-	0.1	-	-	-
RSP & PSP Awards	2.6	-	(2.6)	-	-	-	-	-
Dividends	-	-	-	-	(263.1)	(263.1)	(2.3)	(265.4)
Balance at 30 September 2011	314.3	(6.8)	37.1	(115.2)	964.7	1,194.1	25.2	1,219.3

FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2010 (IN \$ MILLION)

Balance at 1 July 2010	267.3	0.2	46.2	(80.2)	1,107.0	1,340.5	27.7	1,368.2
Total comprehensive income for the period July – September 2010	-	3.2	-	(29.3)	66.5	40.4	(0.3)	40.1
Share-based compensation expense	-	-	1.0	-	-	1.0	-	1.0
Share options exercised	15.8	-	(3.2)	-	-	12.6	-	12.6
Share options lapsed	-	-	(0.1)	-	0.1	-	-	-
RSP & PSP Awards	2.3	-	(2.3)	-	-	-	-	-
Dividends	-	-	-	-	(141.1)	(141.1)	(2.1)	(143.2)
Balance at 30 September 2010	285.4	3.4	41.6	(109.5)	1,032.5	1,253.4	25.3	1,278.7

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

The Company	Share capital	Fair value reserve	Share-based compensation reserve	General reserve	Total
Balance at 1 July 2011	305.5	4.0	40.1	870.1	1,219.7
Total comprehensive income for the period July – September 2011	-	(10.1)	-	59.0	48.9
Share-based compensation expense	-	-	0.9	-	0.9
Share options exercised	6.2	-	(1.2)	-	5.0
Share options lapsed	-	-	(0.1)	0.1	-
RSP & PSP awards	2.6	-	(2.6)	-	-
Dividends	-	-	-	(263.1)	(263.1)
Balance at 30 September 2011	314.3	(6.1)	37.1	666.1	1,011.4

FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2010 (IN \$ MILLION)

Balance at 1 July 2010	267.3	0.2	46.2	808.4	1,122.1
Total comprehensive income for the period July – September 2010	-	3.2	-	56.1	59.3
Share-based compensation expense	-	-	1.0	-	1.0
Share options exercised	15.8	-	(3.2)	-	12.6
Share options lapsed	-	-	(0.1)	0.1	-
RSP & PSP awards	2.3	-	(2.3)	-	-
Dividends	-	-	-	(141.1)	(141.1)
Balance at 30 September 2010	285.4	3.4	41.6	723.5	1,053.9

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

SHARE CAPITAL AND SHARE PLANS IN THE COMPANY

(A) Share Capital

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

As at 30 September 2011	As at 31 March 2011
1,096,560,859	1,091,429,317

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

Not applicable

(B) Employee Share Option Plan

- (i) During the period from 1 July 2011 to 30 September 2011, 1,743,775 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 second quarter from 1 July 2011 to 30 September 2011 is as follows:

Date of grant	Balance at 01.07.2011	Cancelled	Exercised	Balance at 30.09.2011	Exercise Price*	Exercisable period
02.07.2001	23,200	(19,600)	(3,600)	-	\$1.01	02.07.2002-01.07.2011
01.07.2002	1,876,400	(11,200)	(290,900)	1,574,300	\$1.88	01.07.2003-30.06.2012
01.07.2003	519,325	(2,800)	(39,900)	476,625	\$1.25	01.07.2004-30.06.2013
01.07.2004	2,296,125	(3,600)	(165,075)	2,127,450	\$1.59	01.07.2005-30.06.2014
01.07.2005	4,906,375	(17,600)	(273,900)	4,614,875	\$2.15	01.07.2006-30.06.2015
03.07.2006	9,614,625	(39,600)	(469,800)	9,105,225	\$3.34	03.07.2007-02.07.2016
02.07.2007	14,575,650	(46,000)	(10,800)	14,518,850	\$4.57	02.07.2008-01.07.2017
01.07.2008	10,668,400	(13,200)	(489,800)	10,165,400	\$3.64	01.07.2010-30.06.2018
Total	44,480,100	(153,600)	(1,743,775)	42,582,725		

* 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 again on 21 July 2006, the Committee approved a reduction of \$0.20 in the exercise prices of all outstanding share options on 28 July 2004 and on 25 July 2006 respectively. The said Committee approved another \$0.10 reduction in the exercise prices of the outstanding share options on 29 July 2011 following approval by the Company's shareholders of the declaration of a special dividend of \$0.10 on 22 July 2011. The exercise prices reflected here are the exercise prices after such adjustments.

- (iii) As at 30 September 2011, the number of share options of the Company outstanding was 42,582,725 (30 September 2010: 50,436,000).

(C) Restricted Share Plan and Performance Share Plan

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

- (iii) As at 30 September 2011, the number of outstanding shares granted under the Company's RSP and PSP were 2,239,305 (30 September 2010 : 2,057,390) and 437,261 (30 September 2010 : 402,300) respectively. The movement of these share awards during the quarter from 1 July 2011 to 30 September 2011 is as follows:

RSP

Date of grant	Balance at 01.07.2011	Adjustment *	Cancelled	Released	Modification #	Balance at 30.09.2011
02.07.2007	65,652	-	(592)	(65,060)	-	-
01.07.2008	469,190	-	(900)	(251,430)	5,049	221,909
01.07.2009	702,800	253,008	(70,119)	(481,597)	9,408	413,500
13.07.2009	98,000	35,280	(5,556)	(70,484)	1,333	58,573
01.07.2010	702,000	-	-	-	16,374	718,374
01.07.2011	808,100	-	-	-	18,849	826,949
Total	2,845,742	288,288	(77,167)	(868,571)	51,013	2,239,305

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

Following approval from the Company's shareholders of the special dividend payment on 22 July 2011, the Committee approved an increase in all outstanding RSP on 29 July 2011.

PSP

Date of grant	Balance at 01.07.2011	Adjustment *	Cancelled	Released	Modification #	Balance at 30.09.2011
01.07.2008	128,500	(3,404)	-	(125,096)	-	-
13.07.2009	102,800	-	-	-	2,395	105,195
01.07.2010	171,000	-	-	-	3,987	174,987
01.07.2011	153,500	-	-	-	3,579	157,079
Total	555,800	(3,404)	-	(125,096)	9,961	437,261

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

Following approval from the Company's shareholders of the special dividend payment on 22 July 2011, the Committee approved an increase in all outstanding PSP on 29 July 2011.

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

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

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

Not applicable.

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

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

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

Not applicable.

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

	Group		Group	
	2 nd Quarter 2011-12	2 nd Quarter 2010-11	1 st Half 2011-12	1 st Half 2010-11
Earnings per share (cents)				
- Basic *	6.50	6.11	12.73	12.66
- Diluted #	6.44	6.04	12.61	12.52

* 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 Sep 11	As at 31 Mar 11	As at 30 Sep 11	As at 31 Mar 11
Net asset value per share (cents)	108.9	119.4	92.2	105.1

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

GROUP EARNINGS

First Half FY2011-12

SIAEC Group recorded a profit attributable to owners of the parent of \$139.3 million for the first half ended 30 September 2011, an increase of \$2.0 million or 1.5% compared to the corresponding period last year. This included a write-back of tax provision of \$3.1 million¹. Share of profits from associated and joint venture companies increased by \$0.7 million or 0.9% to \$77.7 million, and accounted for 50.1% of the Group's pre-tax profits.

Operating profit decreased marginally by \$1.9 million or 2.7% to \$68.7 million as the impact of a weaker US dollar was mitigated by exchange gains of \$8.6 million from hedging and the revaluation of net US dollar denominated assets.

Revenue declined by \$15.4 million or 2.7% primarily from lower revenue from materials. As a consequence, material costs were similarly lower, contributing to the \$13.5 million or 2.7% reduction in expenditure.

Basic earnings per share was 0.6% higher at 12.73 cents.

Second Quarter FY2011-12

Profit attributable to owners of the parent was \$4.7 million or 7.1% higher at \$71.2 million in the second quarter. Share of profits from associated and joint venture companies grew by \$2.7 million or 7.1% to \$40.5 million. A write-back of tax provision, amounting to \$3.1 million, also contributed to the better performance in the quarter.

The Group's operating profit of \$34.0 million was slightly lower by \$0.4 million or 1.2% as the impact of a weaker US dollar was mitigated by exchange gains of \$7.1 million from hedging and the revaluation of net US dollar denominated assets.

Basic earnings per share of 6.50 cents was 6.4% higher than the corresponding quarter last year.

GROUP FINANCIAL POSITION

As at 30 September 2011, equity attributable to owners of the parent amounted to \$1,194.1 million, a decrease of \$108.6 million or 8.3% compared to 31 March 2011, after a payment of \$263.1 million final and special dividends for FY2010-11 during the quarter.

Total assets decreased by \$89.0 million or 5.5% to \$1,532.5 million. Net asset value per share declined to 108.9 cents, 10.5 cents or 8.8% lower than at 31 March 2011. The total number of shares issued was 1,096.6 million as at 30 September 2011.

The Company has no borrowings and the cash balance of the Group amounted to \$388.9 million as at 30 September 2011.

¹ *Write-back of withholding taxes arising from a change in the tax rules.*

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

Demand for the Group's businesses in the near term is expected to be stable. Nevertheless, the prevailing global economic and financial uncertainties, and concerns over a sovereign debt crisis in Europe will impact recovery of the aviation industry.

We remain committed to staying lean and competitive to safeguard earnings. Vigilance on cost and efficiency management will remain key priorities. On the business side, our broad range of services and the Group's network of joint ventures place us in an advantageous position to continue to capitalise on growth opportunities.

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	6.0 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	6.0 cents per ordinary share
Tax rate	Tax exempt one-tier

(c) Date payable

The interim dividend will be paid on 29 November 2011.

(d) Books closure date

Notice is hereby given that duly completed and stamped transfers together with all relevant documents of or evidencing title received by the Company's Share Registrars, M & C Services Private Limited, at 138 Robinson Road #17-00, The Corporate Office, Singapore 068906 up to 5 p.m. on 15 November 2011 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 16 November 2011 for the preparation of dividend warrants. The interim dividend will be paid on 29 November 2011 to members on the Register as at 15 November 2011.

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

Not applicable.

13. Additional Information

Interested Person Transactions

(In \$ Millions)

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

Name of interested person	2 nd Quarter FY11/12	
	Aggregate value of all IPTs (excluding transactions less than \$100,000 and transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual)	Aggregate value of all IPTs conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)
Singapore Airlines Cargo Pte Ltd	–	1.4
Tiger Airways Singapore Pte Ltd	–	0.3
Total	–	1.7

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
28 October 2011

Singapore Co. Regn. No.: 198201025C


CONFIRMATION BY THE BOARD

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

On behalf of the Board,



STEPHEN LEE CHING YEN
Chairman



WILLIAM TAN SENG KOON
Chief Executive Officer

28 October 2011