



SIA ENGINEERING COMPANY SIGNS A340 CONTRACT WITH AIRBUS

SINGAPORE, 4 October 2010 - Mainboard-listed **SIA Engineering Company Limited (SIAEC)** today announced it has signed a support package contract with Airbus to provide maintenance, repair and overhaul (MRO) services for Singapore Airlines' fleet of five Airbus A340-500 aircraft.

Under the 6-year contract, Airbus directly procures the MRO services from SIAEC for the support of Singapore Airlines' A340-500 fleet. The MRO services to be performed by SIAEC include fleet management, heavy and light airframe maintenance checks, line maintenance, defect rectification and cabin maintenance. SIAEC is a member of the Airbus MRO Network.

Mr William Tan, Chief Executive Officer of SIAEC, said: "In 2008, SIAEC was selected by Airbus to provide MRO services for the A330-300. We are delighted that Airbus has again awarded us the maintenance contract under its Tailored Support Package for Airbus aircraft, this time for the A340-500.

"Over the last 25 years, SIAEC has built up strong capabilities for the Airbus fleet, the mainstay of our Fleet Management Programme (FMP) services. Our FMP business, currently covering 130 aircraft and growing to more than 200 aircraft in three years, places SIAEC among the world's largest fleet management service providers. With more than half of the fleet being operated by non-SIA airlines, spanning across Asia, Middle East, Australia and the United States, we are focused on growing the third-party content of our business and extending the global footprint of SIAEC", Mr Tan added.

The transaction is not expected to have a material impact on the Company's financial performance in FY2010/11. None of the Directors of SIAEC has any interest, direct or indirect, in the transaction.

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About SIA Engineering Company

(Company Registration No. 198201025C)

www.siaec.com.sg

SIA Engineering Company (SIAEC) is a major provider of aircraft maintenance, repair, and overhaul (MRO) services in Asia Pacific. The Company has a client base of more than 80 international carriers and aerospace equipment manufacturers. It provides line maintenance services at Singapore Changi Airport for more than 50 international carriers, as well as airframe and component overhaul on some of the most advanced and widely used commercial aircraft in the world. The Company achieved a revenue of S\$1,006 million in FY2009/10.

24 ventures with original equipment manufacturers and strategic partners in Singapore, Vietnam, the Philippines, Australia, Ireland, United States, Hong Kong, Taiwan and Indonesia increase the depth and breadth of the Company's comprehensive service offerings. The revenue of SIAEC's ventures is approximately S\$2.6 billion in FY2009/10, with 81 percent derived from airlines outside the Singapore Airlines Group.

SIAEC has approvals from 23 national aviation regulatory authorities to provide MRO services for aircraft registered in the U.S., Europe and Japan, among others.

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