



SIA ENGINEERING POSTS GROUP PROFIT OF \$69.0M FOR 1st QUARTER 2013-14

HIGHLIGHTS OF THE GROUP'S PERFORMANCE

	1 st Quarter		Year-on-Year % Change
	<u>2013-14</u> \$ million	<u>2012-13</u> \$ million	
• Revenue	289.4	300.5	- 3.7
• Operating profit	27.7	34.4	- 19.5
• Share of profits from associated and joint venture companies	45.6	40.0	+ 14.0
• Profit attributable to owners of the parent	69.0	70.1	- 1.6
• Basic earnings per share	6.22 cts	6.38 cts	- 2.5

GROUP EARNINGS

SIAEC Group posted a profit attributable to owners of the parent of \$69.0 million, a decrease of \$1.1 million or 1.6% compared to the same quarter last year.

Revenue decreased \$11.1 million or 3.7%, primarily due to lower material and fleet management revenue. Expenditure fell by \$4.4 million or 1.7%, mainly from decreases in subcontract and material costs. The resulting operating profit for the quarter was \$27.7 million, a decrease of 19.5%.

Associated and joint venture companies turned in a strong 14.0% growth in contribution for the quarter. Share of profits before tax at \$45.6 million accounted for 58.0% of the Group's pre-tax profits.

Basic earnings per share was 6.22 cents for the first quarter of FY2013-14.

Note: The SIAEC Group's unaudited financial results for the first quarter ended 30 June 2013 were announced on 22 July 2013. A summary of the financial statistics is shown in Annex A. (All monetary figures are in Singapore Dollars. The Group comprises the Company and its subsidiary, joint venture and associated companies.)

GROUP FINANCIAL POSITION

As at 30 June 2013, equity attributable to owners of the parent amounted to \$1,391.5 million, \$89.6 million or 6.9% higher than at 31 March 2013.

Total assets increased by \$118.1 million or 7.2% to \$1,750.8 million. Net asset value per share of 125.3 cents was 7.6 cents or 6.5% higher than at 31 March 2013.

The cash balance of the Group as at 30 June 2013 was \$628.7 million, an increase of \$105.8 million or 20.2% compared to 31 March 2013.

OUTLOOK

With uncertainties facing the global economy, the operating environment continues to be challenging. However, the overall performance of the Group is expected to remain stable in the near term.

Marketing efforts to increase sales and measures to strengthen our competitiveness across our core businesses, coupled with initiatives to manage costs and improve productivity, will stand us in good stead.

Our existing collaborations and association with original equipment manufacturers place the Group in an advantageous position to seize growth opportunities in the region.

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(For the complete first quarter FY2013-14 financial statements, please refer to our SGXNET Filing or the Investor Relations page of our website at www.siaec.com.sg).

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GROUP FINANCIAL STATISTICS

	1 st Quarter 2013-14	1 st Quarter 2012-13
Financial Results (\$ million)		
Total revenue	289.4	300.5
Total expenditure	261.7	266.1
Operating profit	27.7	34.4
Non-operating items	0.7	0.4
Dividend income from long term investment	4.6	4.0
Share of profits of associated companies	18.3	14.8
Share of profits of joint venture companies	27.3	25.2
Profit before taxation	78.6	78.8
Profit attributable to owners of the parent	69.0	70.1

Per Share Data

Earnings before tax (cents)	7.08	7.18
Earnings after tax (cents) - basic ^{R1}	6.22	6.38
- diluted ^{R2}	6.16	6.33

As at	As at
30 Jun 2013	31 Mar 2013

	As at 30 Jun 2013	As at 31 Mar 2013
Financial Position (\$ million)		
Share capital	366.0	348.1
Reserves		
Share-based compensation reserve	29.1	31.9
Foreign currency translation reserve	(126.1)	(134.5)
Fair value reserve	(3.6)	(0.6)
General reserve	1,126.1	1,057.0
Equity attributable to owners of the parent	1,391.5	1,301.9
Total assets	1,750.8	1,632.7
Net asset value per share (cents) ^{R3}	125.3	117.7

^{R1} Earnings after tax per share (basic) is computed by dividing profit attributable to owners of the parent by the weighted average number of ordinary shares in issue.

^{R2} Earnings after tax per share (diluted) is computed by dividing profit attributable to owners of the parent by the weighted average number of ordinary shares in issue after adjusting for the dilutive effect on the exercise of all outstanding share options, performance shares and restricted shares granted to employees.

^{R3} Net asset value per share is computed by dividing equity attributable to owners of the parent by the number of ordinary shares in issue.