



SIA ENGINEERING POSTS GROUP PROFIT OF \$70.1M FOR 1st QUARTER 2012-13

HIGHLIGHTS OF THE GROUP'S PERFORMANCE

	1 st Quarter		Year-on-Year % Change
	<u>2012-13</u> \$ million	<u>2011-12</u> \$ million	
• Revenue	300.5	277.6	+ 8.2
• Operating profit	34.4	34.7	- 0.9
• Share of profits from joint venture and associated companies	40.0	37.2	+ 7.5
• Profit attributable to owners of the parent	70.1	68.1	+ 2.9
• Basic earnings per share	6.38 cts	6.23 cts	+ 2.4

GROUP EARNINGS

SIAEC Group posted a profit attributable to owners of the parent of \$70.1 million, an increase of \$2.0 million or 2.9% compared to the same quarter last year.

Revenue rose by \$22.9 million or 8.2% to \$300.5 million, with the growth coming mainly from fleet management programme and line maintenance. The growth in fleet management revenue was mainly contributed by a larger fleet size. Expenditure, at \$266.1 million, was \$23.2 million or 9.6% higher as a consequence of higher subcontract, staff and material costs to support the increase in workload.

The resulting operating profit for the quarter was \$34.4 million, a decrease of \$0.3 million or 0.9%.

Share of profits before tax of associated and joint venture companies, which contributed 50.8% of the Group's pre-tax profits, increased by \$2.8 million or 7.5% to \$40.0 million.

Basic earnings per share of 6.38 cents was 2.4% higher than the corresponding period last year.

Note: The SIAEC Group's unaudited financial results for the first quarter ended 30 June 2012 were announced on 24 July 2012. 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 2012, equity attributable to owners of the parent amounted to \$1,333.4 million, \$79.1 million or 6.3% higher than at 31 March 2012.

Total assets increased by \$99.2 million or 6.2% to \$1,698.5 million. Net asset value per share of 121.3 cents was 7.0 cents or 6.1% higher than at 31 March 2012. The total number of shares issued was 1,099.6 million as at 30 June 2012.

The cash balance of the Group as at 30 June 2012 was \$574.5 million, an increase of \$76.6 million or 15.4% compared to 31 March 2012.

OUTLOOK

Demand for the Group's core businesses in the near term is expected to be stable. However, risks remain as global economic uncertainties continue to prevail.

The Group remains vigilant on costs and efficiency management. Our strategic partnerships and capabilities in new-generation aircraft should help ensure our competitiveness and resilience for long-term growth.

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(For the complete first quarter 2012-13 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 2012-13	1 st Quarter 2011-12
Financial Results (\$ million)		
Total revenue	300.5	277.6
Total expenditure	266.1	242.9
Operating profit	34.4	34.7
Non-operating items	0.4	1.8
Dividend income from long term investment	4.0	3.5
Share of profits of joint venture companies	25.2	16.5
Share of profits of associated companies	14.8	20.7
Profit before taxation	78.8	77.2
Profit attributable to owners of the parent	70.1	68.1

Per Share Data

Earnings before tax (cents)	7.18	7.07
Earnings after tax (cents) - basic ^{R1}	6.38	6.23
- diluted ^{R2}	6.33	6.17

	As at 30 Jun 2012	As at 31 Mar 2012
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Financial Position (\$ million)		
Share capital	322.2	317.3
Reserves		
Share-based compensation reserve	38.4	38.2
Foreign currency translation reserve	(123.9)	(129.2)
Fair value reserve	(2.3)	(0.9)
General reserve	1,099.0	1,028.9
Equity attributable to owners of the parent	1,333.4	1,254.3
Total assets	1,698.5	1,599.3
Net asset value per share (cents) ^{R3}	121.3	114.3

^{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 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.