



SIA Engineering Company Signs \$358 million Services Agreement with SIA Cargo

SINGAPORE, 28 June 2011 - Mainboard-listed **SIA Engineering Company Limited** (SIAEC) is pleased to announce the renewal of its comprehensive Services Agreement with Singapore Airlines Cargo (SIA Cargo).

The existing Services Agreement with SIA Cargo expires in June 2011. The new agreement, commencing 1 July 2011, is firm for three years, with a two-year extension if agreed conditions are met. Under the agreement, SIAEC will provide the SIA Cargo fleet with a broad spectrum of maintenance, repair and overhaul (MRO) and support services.

The 5-year agreement is expected to add \$358 million in revenue to SIAEC's order books.

Mr William Tan, Chief Executive Officer of SIAEC, said: "SIAEC and SIA Cargo have had a strong and mutually beneficial relationship for many years. The renewal of this Services Agreement reaffirms our commitment to providing high quality and comprehensive engineering services to SIA Cargo.

"Our partnerships with key customers, leading OEMs and strategic industry players enable SIAEC to develop a broad and deep range of capabilities, which provides airlines with seamless engineering support, fast turnaround and high operating efficiencies", Mr Tan added.

Mr Tan Kai Ping, President SIA Cargo, said: "Reliable technical support plays a key role in upholding the excellence of cargo operations. The renewal of the agreement underlines the confidence and satisfaction we have in the standards and quality of engineering services provided by SIAEC."

As the new Services Agreement is a renewal of the existing agreement, it is not expected to have a material impact on SIAEC's financial performance in FY2011/12. None of the Directors or executive officers of SIAEC has any interest, direct or indirect, in the transaction.

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 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\$1,106.9 in FY2010/11.

25 ventures with original equipment manufacturers and strategic partners in Singapore, Australia, Hong Kong, Indonesia, Ireland, Philippines, United States, Taiwan and Vietnam increase the depth and breadth of the Company's comprehensive service offerings. The revenue of SIAEC's ventures is approximately S\$3.0 billion in FY2010/11, with 89 percent derived from airlines outside the Singapore Airlines Group.

SIAEC has approvals from 25 national aviation regulatory authorities to provide MRO services for aircraft registered in the U.S., Europe and Japan, among others.

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