



UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2010

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

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10
REVENUE	3,465.8	2,871.4
EXPENDITURE		
Staff costs	527.1	618.3
Fuel costs	1,131.0	1,026.8
Depreciation	407.2	422.2
Impairment of property, plant and equipment	10.8	1.0
Amortisation of intangible assets	6.1	14.9
Aircraft maintenance and overhaul costs	92.5	87.1
Commission and incentives	96.5	73.2
Landing, parking and overflying charges	147.4	146.4
Handling charges	229.5	137.8
Rentals on leased aircraft	138.4	147.7
Material costs	65.6	144.9
Inflight meals	101.8	48.5
Advertising and sales costs	47.9	64.9
Insurance expenses	15.8	15.2
Company accommodation and utilities	26.8	46.5
Other passenger costs	38.7	32.8
Crew expenses	33.7	40.7
Other operating expenses	98.5	121.8
	3,215.3	3,190.7
OPERATING PROFIT/(LOSS)	250.5	(319.3)
Finance charges	(15.5)	(20.7)
Interest income	9.7	12.5
Surplus/(Loss) on disposal of aircraft, spares and spare engines	24.4	(1.8)
Dividends from long-term investments, gross	4.1	3.9
Other non-operating items	3.6	16.7
Share of profits of joint venture companies	19.0	16.4
Share of profits of associated companies	21.7	22.4
PROFIT/(LOSS) BEFORE TAXATION	317.5	(269.9)
TAXATION	(49.6)	(19.2)
PROFIT/(LOSS) FOR THE PERIOD	267.9	(289.1)
PROFIT/(LOSS) ATTRIBUTABLE TO:		
OWNERS OF THE PARENT	252.5	(307.1)
NON-CONTROLLING INTERESTS	15.4	18.0
	267.9	(289.1)
BASIC EARNINGS/(LOSS) PER SHARE (CENTS)	21.2	(26.0)
DILUTED EARNINGS/(LOSS) PER SHARE (CENTS)	20.9	(26.0)

Note : SATS Group was deconsolidated from the Group with effect from 1 September 2009, after completion of the dividend *in specie* distribution. For comparison purposes, a proforma consolidated profit and loss account for the quarter ended 30 June 2009 was prepared to exclude the operations of SATS Group. Please refer to Annex 1 for the proforma consolidated profit and loss account.

Notes:

(i) Profit/(Loss) for the period is arrived at after charging/(crediting) the following:

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10
Interest income from short-term investments	(0.2)	(0.2)
Dividend income from short-term investments	(0.3)	(0.3)
Income from operating lease of aircraft	(7.1)	--
Amortisation of deferred gain on sale and operating leaseback transactions	(8.1)	(22.8)
Surplus on disposal of short-term investments	(0.7)	(0.3)
Bad debts written off	0.2	0.2
Impairment of trade debtors	0.5	0.5
Writedown on inventories	2.8	2.6
Exchange loss, net	35.2	31.7
Currency hedging gain	(1.9)	(51.6)
Fuel hedging loss recognised in "Fuel costs"	77.5	287.0
Ineffectiveness of fuel hedging contracts recognised in "Fuel costs"	--	(0.2)
(Over)/Under provision of tax in respect of prior years	(1.8)	1.1

(ii) The non-operating items comprise the following:

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10
Recognition of liquidated damages	6.9	16.3
(Loss)/Surplus on disposal of other property, plant and equipment	(0.6)	0.1
Amortisation of deferred gain on sale and finance leaseback transactions	--	0.3
Provision for legal claims	(2.7)	--
	<u>3.6</u>	<u>16.7</u>

Revised FRS 1 Presentation of Financial Statements requires an entity to present all non-owner changes in equity in a Statement of Comprehensive Income. The revised FRS is effective from financial years beginning on or after 1 January 2009. This is a change in disclosure with no impact on the financial position or financial performance of the Group.

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

	The Group		The Company	
	1st Quarter 2010-11	1st Quarter 2009-10	1st Quarter 2010-11	1st Quarter 2009-10
PROFIT/(LOSS) FOR THE PERIOD	267.9	(289.1)	134.3	(261.7)
OTHER COMPREHENSIVE INCOME :				
Currency translation differences	(1.1)	(24.9)	--	--
Available-for-sale financial assets	(2.3)	5.9	--	1.2
Cash flow hedges	56.0	273.9	42.1	217.4
Surplus on dilution of interest in subsidiary companies due to share options exercised	3.6	0.9	--	--
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	56.2	255.8	42.1	218.6
TOTAL COMPREHENSIVE INCOME/(EXPENSE) FOR THE PERIOD	324.1	(33.3)	176.4	(43.1)
TOTAL COMPREHENSIVE INCOME/(EXPENSE) ATTRIBUTABLE TO :				
OWNERS OF THE PARENT	305.4	(44.4)	176.4	(43.1)
NON-CONTROLLING INTERESTS	18.7	11.1	--	--
	324.1	(33.3)	176.4	(43.1)

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.

STATEMENTS OF FINANCIAL POSITION AT 30 JUNE 2010 (in \$ million)

	The Group		The Company	
	30-Jun 2010	31-Mar 2010	30-Jun 2010	31-Mar 2010
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT				
Share capital	1,767.3	1,750.6	1,767.3	1,750.6
Treasury shares	(0.7)	(0.9)	(0.7)	(0.9)
Capital reserve	74.8	74.8	2.5	2.5
Foreign currency translation reserve	(137.9)	(137.0)	--	--
Share-based compensation reserve	187.3	185.3	149.2	147.9
Fair value reserve	(87.2)	(140.9)	(43.2)	(85.3)
General reserve	11,991.1	11,737.0	11,803.2	11,668.5
	13,794.7	13,468.9	13,678.3	13,483.3
NON-CONTROLLING INTERESTS	299.1	280.4	--	--
TOTAL EQUITY	14,093.8	13,749.3	13,678.3	13,483.3
DEFERRED ACCOUNT	452.0	480.7	417.0	443.9
DEFERRED TAXATION	2,263.0	2,296.6	1,909.2	1,945.6
LONG-TERM LIABILITIES AND PROVISIONS	1,446.9	1,438.1	1,052.0	1,033.1
	18,255.7	17,964.7	17,056.5	16,905.9
Represented by:-				
PROPERTY, PLANT AND EQUIPMENT				
Aircraft, spares and spare engines	12,701.4	13,007.4	10,427.5	10,739.5
Land and buildings	288.8	253.6	102.5	105.8
Others	1,866.1	1,802.9	1,643.7	1,520.1
	14,856.3	15,063.9	12,173.7	12,365.4
INTANGIBLE ASSETS	88.2	80.8	51.0	55.0
SUBSIDIARY COMPANIES	--	--	1,835.8	1,805.8
ASSOCIATED COMPANIES	518.1	532.6	1,715.7	1,715.7
JOINT VENTURE COMPANIES	107.6	108.6	--	--
LONG-TERM INVESTMENTS	35.3	35.3	18.8	18.8
OTHER NON-CURRENT ASSETS	118.9	114.4	118.9	114.4
CURRENT ASSETS				
Inventories	439.9	429.5	301.9	309.8
Trade debtors	1,289.0	1,347.8	859.8	958.0
Deposits and other debtors	57.2	66.3	38.9	41.9
Prepayments	95.7	92.6	82.1	82.0
Amounts owing by subsidiary companies	--	--	177.5	141.0
Investments	99.5	140.6	40.0	80.0
Cash and bank balances	5,282.2	4,471.9	5,011.6	4,260.7
	7,263.5	6,548.7	6,511.8	5,873.4
Less: CURRENT LIABILITIES				
Sales in advance of carriage	1,454.2	1,338.0	1,418.5	1,301.9
Deferred revenue	454.0	460.1	454.0	460.1
Current tax payable	192.6	120.8	158.0	96.5
Trade and other creditors	2,534.6	2,498.7	1,875.4	1,876.6
Amounts owing to subsidiary companies	--	--	1,453.2	1,298.0
Amounts owing to associated companies	2.3	2.0	--	--
Finance lease commitments	65.0	64.5	--	--
Provisions	29.5	35.5	10.1	9.5
	4,732.2	4,519.6	5,369.2	5,042.6
NET CURRENT ASSETS	2,531.3	2,029.1	1,142.6	830.8
	18,255.7	17,964.7	17,056.5	16,905.9

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 June 2010		As at 31 March 2010	
Secured	Unsecured	Secured	Unsecured
\$65.0 M	NIL	\$64.5 M	NIL

Amount repayable after one year

As at 30 June 2010		As at 31 March 2010	
Secured	Unsecured	Secured	Unsecured
\$361.6 M	\$900.0 M	\$374.4 M	\$900.0 M

Details of any collateral

The secured borrowings pertained to finance leases of aircraft (\$426.6 million).

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 STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	317.5	(269.9)
Adjustments for:-		
Depreciation	407.2	422.2
Impairment of property, plant and equipment	10.8	1.0
Amortisation of intangible assets	6.1	14.9
Impairment of trade debtors	0.5	0.5
Income from short-term investments	(0.5)	(0.5)
Share-based compensation expense	5.0	16.2
Exchange differences	5.1	4.9
Amortisation of deferred gain on sale and operating leaseback transactions	(8.1)	(22.8)
Finance charges	15.5	20.7
Interest income	(9.7)	(12.5)
(Surplus)/Loss on disposal of aircraft, spares and spare engines	(24.4)	1.8
Dividends from long-term investments, gross	(4.1)	(3.9)
Other non-operating items	(3.6)	(16.7)
Share of profits of joint venture companies	(19.0)	(16.4)
Share of profits of associated companies	(21.7)	(22.4)
Operating profit before working capital changes	676.6	117.1
Increase/(Decrease) in trade and other creditors	100.9	(1.6)
Increase in sales in advance of carriage	116.2	111.1
Decrease in trade debtors	80.4	134.5
Decrease in deposits and other debtors	9.1	126.8
(Increase)/Decrease in prepayments	(3.1)	14.9
Increase in inventories	(10.4)	(3.5)
(Decrease)/Increase in deferred revenue	(6.1)	7.9
Increase in amounts owing by associated companies	--	(0.1)
Increase in amounts owing to associated companies	0.3	2.7
Cash generated from operations	963.9	509.8
Income taxes paid	(17.1)	(36.7)
NET CASH PROVIDED BY OPERATING ACTIVITIES	946.8	473.1

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10
CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure	(313.2)	(393.7)
Purchase of intangible assets	(13.5)	(4.7)
Proceeds from disposal of aircraft and other property, plant and equipment	116.2	56.7
Investments in associated companies	(1.1)	--
Disposal of short-term investments	38.4	489.0
Repayment of loans by associated companies	--	0.2
Dividends received from associated and joint venture companies	50.7	33.1
Dividends received from investments	4.4	4.2
Interest received from investments and deposits	4.3	9.0
NET CASH (USED IN)/PROVIDED BY INVESTING ACTIVITIES	(113.8)	193.8
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid by subsidiary companies to non-controlling interests	--	(0.1)
Interest paid	(24.3)	(22.5)
Proceeds from borrowings	--	0.7
Repayment of borrowings	--	(17.7)
Repayment of long-term lease liabilities	(11.7)	(13.1)
Proceeds from issuance of share capital by subsidiary companies to non-controlling interests	--	1.0
Proceeds from exercise of share options	19.0	2.0
NET CASH USED IN FINANCING ACTIVITIES	(17.0)	(49.7)
NET CASH INFLOW	816.0	617.2
CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD	4,471.9	3,838.7
Effect of exchange rate changes	(5.7)	(18.0)
CASH AND CASH EQUIVALENTS AT END PERIOD	5,282.2	4,437.9
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits	4,872.4	4,057.5
Cash and bank	409.8	381.3
Bank overdrafts	--	(0.9)
CASH AND CASH EQUIVALENTS AT END PERIOD	5,282.2	4,437.9

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 FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

The Group	Attributable to Owners of the Parent									Non-Controlling Interests	Total equity
	Share capital	Treasury Shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total			
Balance at 1 April 2010	1,750.6	(0.9)	74.8	(137.0)	185.3	(140.9)	11,737.0	13,468.9	280.4	13,749.3	
Total comprehensive (expense)/income for the period April to June 2010	--	--	--	(0.9)	(1.0)	53.7	253.6	305.4	18.7	324.1	
Share-based compensation expense	--	--	--	--	5.0	--	--	5.0	--	5.0	
Share options exercised	16.7	--	--	--	(1.3)	--	--	15.4	--	15.4	
Share options lapsed	--	--	--	--	(0.5)	--	0.5	--	--	--	
Treasury shares reissued pursuant to equity compensation plans	--	0.2	--	--	(0.2)	--	--	--	--	--	
Balance at 30 June 2010	1,767.3	(0.7)	74.8	(137.9)	187.3	(87.2)	11,991.1	13,794.7	299.1	14,093.8	

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2009 (in \$ million)**

The Group	Attributable to Owners of the Parent									Non-Controlling Interests	Total equity
	Share capital	Treasury Shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total			
Balance at 1 April 2009	1,684.8	(44.4)	86.3	(137.9)	187.3	(660.8)	12,815.3	13,930.6	559.8	14,490.4	
Total comprehensive (expense)/income for the period April to June 2009	--	--	--	(16.3)	(1.1)	279.8	(306.8)	(44.4)	11.1	(33.3)	
Issuance of share capital by subsidiary companies	--	--	--	--	--	--	--	--	1.0	1.0	
Share-based compensation expense	--	--	--	--	16.2	--	--	16.2	--	16.2	
Share options lapsed	--	--	--	--	(0.3)	--	0.3	--	--	--	
Treasury shares reissued pursuant to equity compensation plans	--	1.1	0.2	--	(0.2)	--	--	1.1	--	1.1	
Dividends	--	--	--	--	--	--	--	--	(0.1)	(0.1)	
Balance at 30 June 2009	1,684.8	(43.3)	86.5	(154.2)	201.9	(381.0)	12,508.8	13,903.5	571.8	14,475.3	

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

The Company	Share capital	Treasury Shares	Capital Reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2010	1,750.6	(0.9)	2.5	147.9	(85.3)	11,668.5	13,483.3
Total comprehensive income for the period April to June 2010	--	--	--	--	42.1	134.3	176.4
Share-based compensation expense	--	--	--	3.2	--	--	3.2
Share options exercised	16.7	--	--	(1.3)	--	--	15.4
Share options lapsed	--	--	--	(0.4)	--	0.4	--
Treasury shares reissued pursuant to equity compensation plans	--	0.2	--	(0.2)	--	--	--
Balance at 30 June 2010	<u>1,767.3</u>	<u>(0.7)</u>	<u>2.5</u>	<u>149.2</u>	<u>(43.2)</u>	<u>11,803.2</u>	<u>13,678.3</u>

**STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2009 (in \$ million)**

The Company	Share capital	Treasury Shares	Capital Reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2009	1,684.8	(44.4)	(3.7)	135.0	(496.0)	11,623.3	12,899.0
Total comprehensive income/(expense) for the period April to June 2009	--	--	--	--	218.6	(261.7)	(43.1)
Share-based compensation expense	--	--	--	10.8	--	--	10.8
Share options lapsed	--	--	--	(0.2)	--	0.2	--
Treasury shares reissued pursuant to equity compensation plans	--	1.1	0.2	(0.2)	--	--	1.1
Balance at 30 June 2009	<u>1,684.8</u>	<u>(43.3)</u>	<u>(3.5)</u>	<u>145.4</u>	<u>(277.4)</u>	<u>11,361.8</u>	<u>12,867.8</u>

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 OPTIONS ON SHARES IN THE COMPANY

Share Capital

During the period April to June 2010, the Company issued 1,250,599 shares upon exercise of options pursuant to share options exercised under the Employee Share Option Plan.

Group and Company	Number of Shares	Share Capital (\$ million)
Issued and fully paid share capital <u>Ordinary Shares</u>		
Balance at 1 April 2010	1,191,608,511	1,750.6
Share options exercised during the period April to June 2010	1,250,599	16.7
Balance at 30 June 2010	1,192,859,110	1,767.3

As at 30 June 2010, the number of ordinary shares in issue was 1,192,859,110, of which 59,984 were held by the Company as treasury shares. The share capital was \$1,767.3 million. (30 June 2009 : 1,186,547,790 ordinary shares of which 3,812,780 were held as treasury shares.)

Employee Share Option Plan

As at 30 June 2010, the number of share options of the Company outstanding was 50,922,506 (30 June 2009: 62,896,199).

During the period April to June 2010, 1,250,599 shares were exercised under the Singapore Airlines 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.

The movement of share options of the Company during the period April to June 2010 is as follows :

Date of Grant	Balance at 01.04.2010	Cancelled during 01.04.2010 to 30.06.2010	Exercised during 01.04.2010 to 30.06.2010	Balance at 30.06.2010	Exercise price *	Expiry Date
03.07.2000	3,659,525	(30,000)	(672,588)	2,956,937	\$14.44	02.07.2010
02.07.2001	1,864,063	(7,220)	(35,770)	1,821,073	\$9.75	01.07.2011
01.07.2002	2,923,889	(18,050)	(82,316)	2,823,523	\$10.61	30.06.2012
01.07.2003	1,986,948	(22,373)	(45,853)	1,918,722	\$8.13	30.06.2013
01.07.2004	3,410,571	(19,000)	(64,612)	3,326,959	\$8.49	30.06.2014
01.07.2005	6,363,163	(2,660)	(143,855)	6,216,648	\$9.07	30.06.2015
03.07.2006	8,594,136	(8,480)	(179,645)	8,406,011	\$10.39	02.07.2016
02.07.2007	11,444,550	(71,357)	-	11,373,193	\$16.51	01.07.2017
01.07.2008	12,164,475	(59,075)	(25,960)	12,079,440	\$13.12	30.06.2018
	52,411,320	(238,215)	(1,250,599)	50,922,506		

* Following approval by the Company's shareholders of the declaration of a special dividend of \$0.50 per share on 31 July 2007, the Board Compensation & Industrial Relations Committee approved a reduction of \$0.50 in the exercise prices of the shares options outstanding on 2 August 2007. The said Committee approved another \$1.71 reduction in the exercise prices of the share options outstanding on 28 August 2009 following approval by the Company's shareholder of the dividend *in specie* of SATS shares on 31 July 2009. The exercise prices reflected here are the exercise prices after such adjustments.

Restricted Share Plan ("RSP") and Performance Share Plan ("PSP")

In addition to the Employee Share Option Plan, senior management staff are entitled to two share-based incentive plans, the RSP and PSP, which were approved by the shareholders of the Company on 28 July 2005.

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% and 150% of the initial grant of the restricted shares and between 0% and 200% of the initial grant of the performance shares.

As at 30 June 2010, the number of outstanding shares granted under the Company's RSP were 1,734,240 (30 June 2009: 1,277,182).

The details of the shares awarded under RSP as follows:

Date of grant	Number of Restricted Shares			
	Balance at 01.04.2010	Granted during 01.04.2010 to 30.06.2010	Vested	Balance at 30.06.2010
RSP				
27.07.2006	72,309	-	-	72,309
01.08.2007	282,099	-	-	282,099
01.07.2008	722,623	-	-	722,623
29.07.2009	657,209	-	-	657,209
	1,734,240	-	-	1,734,240

In addition, during the period April to June 2010, the Board Compensation & Industrial Relations Committee approved the following special time-based RSP :

Date of grant	Number of Restricted Shares			
	Balance at 01.04.2010	Granted during 01.04.2010 to 30.06.2010	Vested	Balance at 30.06.2010
RSP				
01.04.2010	-	20,000	(10,000)	10,000
07.05.2010	-	608,000	(6,500)	601,500
	-	628,000	(16,500)	611,500

As at 30 June 2010, the number of outstanding shares granted under the Company's PSP were 644,163 (30 June 2009: 524,853).

Date of grant	Number of Performance Shares			
	Balance at 01.04.2010	Granted during 01.04.2010 to 30.06.2010	Vested	Balance at 30.06.2010
PSP				
01.08.2007	176,899	-	-	176,899
01.07.2008	248,864	-	-	248,864
29.07.2009	218,400	-	-	218,400
	644,163	-	-	644,163

1(d) (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

As at 30 June 2010, the number of ordinary shares in issue was 1,192,859,110, of which 59,984 were held by the Company as treasury shares. (30 June 2009 : 1,186,547,790 ordinary shares of which 3,812,780 were held as treasury shares.)

1(d) (iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

During the period between April to June 2010, the Company did not purchase any treasury shares (April to June 2009 : NIL).

The Company transferred 16,500 of the treasury shares to employees on vesting of share-based incentive plans. Treasury shares are presented as a component within equity attributable to owners of the parent.

Group and Company	Number of Shares	Treasury Shares (\$ million)
Balance at 1 April 2010	76,484	(0.9)
Treasury shares transferred on vesting of share-based incentive plans	(16,500)	0.2
Balance at 30 June 2010	59,984	(0.7)

2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.

The financial statements have not been audited or reviewed by our auditors.

3 Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of 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 preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 March 2010. The adoption of the new and revised Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are mandatory for financial year beginning on or after 1 April 2010 has no significant impact on 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 period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10
Earnings/(Loss) per share (cents)		
- Basic	21.2	(26.0)
- Diluted	20.9	(26.0)

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year.

	The Group		The Company	
	As at 30 Jun 2010	As at 31 Mar 2010	As at 30 Jun 2010	As at 31 Mar 2010
Net asset value per ordinary share (\$)	11.56	11.30	11.47	11.32

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 FINANCIAL PERFORMANCE

The Group earned a net profit of \$253 million in April – June 2010. This was a turnaround of \$560 million from the loss of \$307 million recorded in the same quarter a year ago.

Group revenue at \$3,466 million grew 20.7% (+\$594 million), reflecting the recovery in load factors and yields.

Group expenditure also increased year-on-year but at a slower rate of 0.8% (+\$24 million). This was due mainly to higher expenditure on fuel (+\$313 million or +42.4%), partially offset by smaller loss from fuel hedging (\$78 million this year versus \$287 million last year), as well as other non-fuel expenditure savings of \$80 million.

Group operating profit for the quarter was \$251 million, a turnaround of \$570 million from the \$319 million operating loss last year.

The Parent Airline Company earned an operating profit of \$136 million in the first quarter of the 2010-11 financial year, in contrast to the operating loss of \$271 million last year. All the main companies in the Group were profitable during the period and performed better year-on-year.

- SIA Cargo Operating profit of \$ 60 million (loss of \$104 million in 2009)
- SIA Engineering Operating profit of \$ 36 million (profit of \$12 million in 2009)
- SilkAir Operating profit of \$ 15 million (loss of \$3 million in 2009)

FIRST QUARTER OPERATING PERFORMANCE

The Parent Airline Company carried 4.0 million passengers during the quarter, a year-on-year increase of 5.5%. Capacity (in available seat-kilometres) was practically unchanged from last year while passenger carriage (in revenue passenger-kilometres) was 8.8% higher. Consequently, passenger load factor improved 6.8 percentage points to 78.4%.

Passenger breakeven load factor at 76.9%, was lower by 7.4 percentage points year-on-year, as passenger yield recovered by 14.7%.

SIA Cargo's freight traffic (in load tonne-kilometres) for the first quarter was up 12.1% year-on-year, against capacity growth (in capacity tonne-kilometres) of 4.5%. As a result, cargo load factor rose 4.4 percentage points to 65.0%.

Cargo yield improved 42.3% compared to the same period in the preceding year. With unit cost increasing at a slower pace (+10.9%), cargo breakeven load factor fell 17.1 percentage points to 60.5%.

BALANCE SHEET REVIEW

Equity attributable to owners of the parent increased by \$325.8 million or 2.4% to \$13,794.7 million as at 30 June 2010 due mainly to the profit for the quarter (\$252.5 million) and an improvement in fair value reserves of \$53.7 million. The improvement in fair value reserves was mainly due to a decrease in fair value loss on outstanding fuel hedging contracts following a reduction in fuel volume hedged as contracts mature and an increase in fair value gain on outstanding foreign exchange currency hedging contracts.

Total Group assets increased by \$503.6 million or 2.2% to \$22,987.9 million as at 30 June 2010 mainly as a result of the increase in cash and bank balances (+\$810.3 million) due to operational cash inflows. This was partially offset by the decrease in property, plant and equipment of \$207.6 million arising mainly from depreciation and impairment charges of \$418.0 million, offset by net acquisitions of \$212.6 million.

Total Group liabilities rose \$159.1 million or 1.8% to \$8,894.1 million as at 30 June 2010 primarily from the \$116.2 million increase in sales in advance of carriage.

9 Whether 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 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

Advance bookings indicate that the year-on-year recovery in passenger carriage and yields evident in the quarter to June will hold up for the rest of 2010.

Similarly, leading indicators, as well as sentiment among shippers and forwarders, suggest that the recent resurgence in air freight may be sustained in the near term, although the rate of growth may abate.

On the cost side, jet fuel prices have seen trading around the level of USD85 per barrel. Uncertainties about demand and supply are reflected in forward prices which are markedly higher than spot prices, and consequently affect the cost of hedging.

11 Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on? No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No dividend has been declared / recommended for the period ended 30 June 2010.

13 Interested Person Transactions

Interested person transactions ("IPT") conducted during the first quarter of Financial Year 2010-11:

Name of Interested Person	Aggregate value of all IPTs during the financial quarter under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	1st Quarter 2010-11 (\$)	1st Quarter 2010-11 (\$)
Singapore Airport Terminal Services Limited Group - Aero Laundry & Linen Services Private Limited - Air India - SATS Joint Venture (50:50) - Asia Airfreight Terminal Co Ltd - Beijing Airport Inflight Kitchen Limited - Beijing Aviation Ground Services Company Ltd - Maldives Inflight Catering Pte Ltd - PT Jasa Angkasa Semesta Tbk - SATS Airport Services Pte Ltd - SATS Catering Pte Ltd - SATS HK Limited - SATS Security Services Private Limited - Singapore Airport Terminal Services Limited - Taj Madras Flight Kitchen Pvt Limited - Taj SATS Air Catering Ltd - Tan Son Nhat Cargo Services Ltd (TCS)		2,911,700 385,107 3,103,704 1,003,953 1,708,693 324,098 2,480,279 6,750,029 4,379,059 441,232 3,513,617 99,987,764 159,377 906,843 228,955
Temasek Holdings (Private) Limited and Associates - MediaCorp Pte Ltd		100,844
Total Interested Person Transactions		128,385,254

By Order of the Board

Ethel Tan (Mrs)
Company Secretary
26 July 2010

CONFIRMATION BY THE BOARD

We, Stephen Lee Ching Yen and Chew Choon Seng, being two directors of Singapore Airlines 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 first quarter FY2010-11 financial results to be false or misleading in any material respect.

On behalf of the Board,



STEPHEN LEE CHING YEN
Chairman



CHEW CHOON SENG
Chief Executive Officer

26 July 2010

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE FIRST QUARTER ENDED 30 JUNE 2010 (in \$ million)**

	The Group	
	1st Quarter 2010-11	1st Quarter 2009-10 Proforma*
REVENUE	3,465.8	2,659.3
EXPENDITURE		
Staff costs	527.1	508.3
Fuel costs	1,131.0	1,026.8
Depreciation	407.2	404.8
Impairment of property, plant and equipment	10.8	1.0
Amortisation of intangible assets	6.1	9.3
Aircraft maintenance and overhaul costs	92.5	87.1
Commission and incentives	96.5	73.2
Landing, parking and overflying charges	147.4	146.4
Handling charges	229.5	212.1
Rentals on leased aircraft	138.4	147.7
Material costs	65.6	53.4
Inflight meals	101.8	106.4
Advertising and sales costs	47.9	57.9
Insurance expenses	15.8	15.2
Company accommodation and utilities	26.8	24.9
Other passenger costs	38.7	32.8
Crew expenses	33.7	40.7
Other operating expenses	98.5	77.7
	<u>3,215.3</u>	<u>3,025.7</u>
OPERATING PROFIT/(LOSS)	250.5	(366.4)
Finance charges	(15.5)	(18.8)
Interest income	9.7	12.3
Surplus/(Loss) on disposal of aircraft, spares and spare engines	24.4	(1.8)
Dividends from long-term investments, gross	4.1	3.9
Other non-operating items	3.6	16.2
Share of profits of joint venture companies	19.0	16.4
Share of profits of associated companies	21.7	13.3
PROFIT/(LOSS) BEFORE TAXATION	317.5	(324.9)
TAXATION	(49.6)	(8.2)
PROFIT/(LOSS) FOR THE PERIOD	<u>267.9</u>	<u>(333.1)</u>
PROFIT/(LOSS) ATTRIBUTABLE TO:		
OWNERS OF THE PARENT	252.5	(342.7)
NON-CONTROLLING INTERESTS	15.4	9.6
	<u>267.9</u>	<u>(333.1)</u>

* SATS Group was deconsolidated from the Group with effect from 1 September 2009, after completion of the dividend *in specie* distribution. For comparison purposes, a proforma consolidated profit and loss account for the first quarter ended 30 June 2009 was prepared to exclude the operations of SATS Group.