



**UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2011**

**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 2011 (in \$ million)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
<b>REVENUE</b>	<b>3,577.6</b>	<b>3,465.8</b>
<b>EXPENDITURE</b>		
Staff costs	529.7	527.1
Fuel costs	1,438.0	1,131.0
Depreciation	420.2	407.2
Impairment of property, plant and equipment	5.7	10.8
Amortisation of intangible assets	5.8	6.1
Aircraft maintenance and overhaul costs	106.3	92.5
Commission and incentives	83.9	96.5
Landing, parking and overflying charges	160.4	147.4
Handling charges	243.2	229.5
Rentals on leased aircraft	136.8	138.4
Material costs	54.3	65.6
Inflight meals	110.0	101.8
Advertising and sales costs	44.8	47.9
Insurance expenses	12.8	15.8
Company accommodation and utilities	28.6	26.8
Other passenger costs	35.1	38.7
Crew expenses	33.8	33.7
Other operating expenses	117.2	98.5
	<b>3,566.6</b>	<b>3,215.3</b>
<b>OPERATING PROFIT</b>	<b>11.0</b>	<b>250.5</b>
Finance charges	(21.1)	(15.5)
Interest income	10.7	9.7
Surplus on disposal of aircraft, spares and spare engines	39.9	24.4
Dividends from long-term investments	3.5	4.1
Other non-operating items	1.3	6.3
Share of profits of joint venture companies	16.5	19.0
Share of profits of associated companies	14.2	21.7
<b>PROFIT BEFORE EXCEPTIONAL ITEMS</b>	<b>76.0</b>	<b>320.2</b>
<b>EXCEPTIONAL ITEMS</b>	<b>(1.3)</b>	<b>(2.7)</b>
<b>PROFIT BEFORE TAXATION</b>	<b>74.7</b>	<b>317.5</b>
<b>TAXATION</b>	<b>(15.0)</b>	<b>(49.6)</b>
<b>PROFIT FOR THE PERIOD</b>	<b>59.7</b>	<b>267.9</b>
<b>PROFIT ATTRIBUTABLE TO:</b>		
<b>OWNERS OF THE PARENT</b>	<b>44.7</b>	<b>252.5</b>
<b>NON-CONTROLLING INTERESTS</b>	<b>15.0</b>	<b>15.4</b>
	<b>59.7</b>	<b>267.9</b>
<b>BASIC EARNINGS PER SHARE (CENTS)</b>	<b>3.7</b>	<b>21.2</b>
<b>DILUTED EARNINGS PER SHARE (CENTS)</b>	<b>3.7</b>	<b>20.9</b>

**Notes:**

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

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
Interest income from short-term investments	(0.2)	(0.2)
Dividend income from short-term investments	(0.4)	(0.3)
Income from operating lease of aircraft	(29.4)	(7.1)
Amortisation of deferred gain on sale and operating leaseback transactions	(6.5)	(8.1)
Surplus on disposal of short-term investments	(0.8)	(0.7)
Bad debts written off	0.5	0.2
(Writeback of impairment)/Impairment of trade debtors	(1.5)	0.5
Writedown on inventories	4.2	2.8
Exchange loss, net	13.5	35.2
Currency hedging loss/(gain)	34.2	(1.9)
Fuel hedging (gain)/loss recognised in "Fuel costs"	(12.0)	77.5
Over provision of tax in respect of prior years	-	(1.8)

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

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
Recognition of liquidated damages	-	6.9
Surplus/(loss) on disposal of other property, plant and equipment	1.3	(0.6)
	<u>1.3</u>	<u>6.3</u>

(iii) Exceptional items comprise the following:

During the period April-June 2011, the Company and SIA Cargo accepted a settlement offer from the plaintiffs in the Canadian air cargo class actions to resolve all such actions on an agreed basis for an amount of CDN1.05 million (\$1.3 million). This has been reflected as an exceptional item in the Group's accounts. The settlement is without admission of any wrongdoing or liability and is subject to court approval.

During the period April-June 2010, the exceptional items comprised fine paid by SIA Cargo as imposed by the South Korean Fair Trade Commission. SIA Cargo has filed an appeal against the South Korean Fair Trade Commission's decision. In the appeal, SIA Cargo contests any suggestion that it was involved in a conspiracy to fix surcharges.

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (in \$ million)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
<b>PROFIT FOR THE PERIOD</b>	59.7	267.9
<b>OTHER COMPREHENSIVE INCOME:</b>		
Currency translation differences	(11.6)	(1.1)
Available-for-sale financial assets	(2.0)	(2.3)
Cash flow hedges	(20.7)	56.0
Surplus on dilution of interest in subsidiary companies due to share options exercised	6.3	3.6
Share of other comprehensive income of associated companies	(1.6)	-
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>	<u>(29.6)</u>	<u>56.2</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>30.1</u>	<u>324.1</u>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>		
<b>OWNERS OF THE PARENT</b>	14.7	305.4
<b>NON-CONTROLLING INTERESTS</b>	15.4	18.7
	<u>30.1</u>	<u>324.1</u>

	The Company	
	1st Quarter 2011-12	1st Quarter 2010-11
<b>(LOSS)/PROFIT FOR THE PERIOD</b>	(20.1)	134.3
<b>OTHER COMPREHENSIVE INCOME:</b>		
Available-for-sale financial assets	(1.2)	-
Cash flow hedges	(17.2)	42.1
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>	<u>(18.4)</u>	<u>42.1</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>(38.5)</u>	<u>176.4</u>

**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 2011 (in \$ million)**

	The Group		The Company	
	30-Jun 2011	31-Mar 2011	30-Jun 2011	31-Mar 2011
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>				
Share capital	1,836.0	1,832.4	1,836.0	1,832.4
Treasury shares	(14.9)	(43.0)	(14.9)	(43.0)
Capital reserve	85.3	91.8	(4.0)	2.5
Foreign currency translation reserve	(195.0)	(186.1)	-	-
Share-based compensation reserve	170.0	172.6	136.2	138.5
Fair value reserve	(162.5)	(138.0)	(112.6)	(94.2)
General reserve	12,524.1	12,474.7	12,279.1	12,298.9
	14,243.0	14,204.4	14,119.8	14,135.1
<b>NON-CONTROLLING INTERESTS</b>	313.8	298.4	-	-
<b>TOTAL EQUITY</b>	14,556.8	14,502.8	14,119.8	14,135.1
<b>DEFERRED ACCOUNT</b>	315.1	347.1	299.8	330.7
<b>DEFERRED TAXATION</b>	2,172.7	2,181.1	1,811.3	1,814.1
<b>LONG-TERM LIABILITIES</b>	1,062.2	1,079.2	804.5	803.4
<b>PROVISIONS</b>	220.2	202.0	178.3	162.0
	18,327.0	18,312.2	17,213.7	17,245.3
Represented by:-				
<b>PROPERTY, PLANT AND EQUIPMENT</b>				
Aircraft, spares and spare engines	11,546.2	11,577.3	9,353.8	9,479.1
Land and buildings	268.9	274.6	89.2	92.5
Others	1,926.4	2,025.7	1,735.2	1,805.8
	13,741.5	13,877.6	11,178.2	11,377.4
<b>INTANGIBLE ASSETS</b>	139.7	125.2	93.1	90.8
<b>SUBSIDIARY COMPANIES</b>	-	-	1,755.8	1,755.8
<b>ASSOCIATED COMPANIES</b>	489.3	504.8	1,715.7	1,715.7
<b>JOINT VENTURE COMPANIES</b>	102.6	102.8	-	-
<b>LONG-TERM INVESTMENTS</b>	178.4	35.3	98.3	18.8
<b>OTHER RECEIVABLES</b>	128.4	119.6	128.4	119.6
<b>CURRENT ASSETS</b>				
Inventories	409.4	389.5	247.2	253.9
Trade debtors	1,303.0	1,402.1	890.0	976.7
Deposits and other debtors	46.8	52.0	21.8	33.5
Prepayments	126.2	103.6	93.2	89.5
Amounts owing by subsidiary companies	-	-	222.9	194.0
Amounts owing by associated companies	0.1	-	-	-
Investments	399.9	397.8	342.2	339.9
Cash and bank balances	7,528.2	7,434.2	7,319.2	7,217.8
	9,813.6	9,779.2	9,136.5	9,105.3
Less: <b>CURRENT LIABILITIES</b>				
Sales in advance of carriage	1,433.1	1,459.8	1,396.5	1,421.1
Deferred revenue	459.3	445.1	459.3	445.1
Current tax payable	364.5	440.2	290.6	370.3
Trade and other creditors	2,980.9	2,861.6	2,256.5	2,210.3
Amounts owing to subsidiary companies	-	-	1,523.0	1,529.0
Finance lease commitments	60.4	61.4	-	-
Loans	1.7	1.7	-	-
Notes payable	900.0	900.0	900.0	900.0
Provisions	66.6	62.5	66.4	62.3
	6,266.5	6,232.3	6,892.3	6,938.1
<b>NET CURRENT ASSETS</b>	3,547.1	3,546.9	2,244.2	2,167.2
	18,327.0	18,312.2	17,213.7	17,245.3

**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 2011		As at 31 March 2011	
Secured	Unsecured	Secured	Unsecured
\$60.4M	\$901.7M	\$61.4M	\$901.7M

Amount repayable after one year

As at 30 June 2011		As at 31 March 2011	
Secured	Unsecured	Secured	Unsecured
\$257.7M	\$800.0M	\$275.8M	\$800.0M

Details of any collateral

The secured borrowings pertained to finance leases of aircraft (\$318.1 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 2011 (in \$ million)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	74.7	317.5
Adjustments for:-		
Depreciation	420.2	407.2
Impairment of property, plant and equipment	5.7	10.8
Amortisation of intangible assets	5.8	6.1
(Writeback of impairment)/Impairment of trade debtors	(1.5)	0.5
Income from short-term investments	(0.6)	(0.5)
Share-based compensation expense	3.4	5.0
Exchange differences	0.1	5.1
Amortisation of deferred gain on sale and operating leaseback transactions	(6.5)	(8.1)
Finance charges	21.1	15.5
Interest income	(10.7)	(9.7)
Surplus on disposal of aircraft, spares and spare engines	(39.9)	(24.4)
Dividends from long-term investments	(3.5)	(4.1)
Other non-operating items	(1.3)	(6.3)
Share of profits of joint venture companies	(16.5)	(19.0)
Share of profits of associated companies	(14.2)	(21.7)
Exceptional items	1.3	2.7
Operating profit before working capital changes	437.6	676.6
Increase in trade and other creditors	120.7	100.9
(Decrease)/Increase in sales in advance of carriage	(26.7)	116.2
Decrease in trade debtors	50.7	80.4
Decrease in deposits and other debtors	5.2	9.1
Increase in prepayments	(22.6)	(3.1)
Increase in inventories	(19.9)	(10.4)
Increase/(Decrease) in deferred revenue	14.2	(6.1)
Increase in amounts owing by associated companies	(0.1)	-
Increase in amounts owing to associated companies	-	0.3
Cash generated from operations	559.1	963.9
Income taxes paid	(90.0)	(17.1)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>469.1</b>	<b>946.8</b>

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2011 (in \$ million)**

	The Group	
	1st Quarter 2011-12	1st Quarter 2010-11
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(389.3)	(313.2)
Purchase of intangible assets	(20.8)	(13.5)
Proceeds from disposal of aircraft and other property, plant and equipment	155.6	116.2
Purchase of long-term investments	(144.6)	-
(Purchase)/Disposal of short-term investments	(3.1)	38.4
Investments in associated companies	(2.7)	(1.1)
Dividends received from associated and joint venture companies	32.3	50.7
Dividends received from investments	3.9	4.4
Interest received from investments and deposits	8.7	4.3
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(360.0)</b>	<b>(113.8)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(25.0)	(24.3)
Repayment of long-term lease liabilities	(11.0)	(11.7)
Proceeds from exercise of share options	35.8	19.0
Purchase of treasury shares	(9.0)	-
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(9.2)</b>	<b>(17.0)</b>
<b>NET CASH INFLOW</b>	<b>99.9</b>	<b>816.0</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>7,434.2</b>	<b>4,471.9</b>
Effect of exchange rate changes	(5.9)	(5.7)
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>7,528.2</b>	<b>5,282.2</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Fixed deposits	7,261.8	4,872.4
Cash and bank	266.4	409.8
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>7,528.2</b>	<b>5,282.2</b>

**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 2011 (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 2011	1,832.4	(43.0)	91.8	(186.1)	172.6	(138.0)	12,474.7	14,204.4	298.4	14,502.8
Total comprehensive income for the period April to June 2011, net of tax	-	-	-	(8.9)	(1.0)	(24.5)	49.1	14.7	15.4	30.1
Share-based compensation expense	-	-	-	-	3.4	-	-	3.4	-	3.4
Share options exercised	3.6	-	-	-	(0.6)	-	-	3.0	-	3.0
Share options lapsed	-	-	-	-	(0.3)	-	0.3	-	-	-
Purchase of treasury shares	-	(9.0)	-	-	-	-	-	(9.0)	-	(9.0)
Treasury shares reissued pursuant to equity compensation plans	-	37.1	(6.5)	-	(4.1)	-	-	26.5	-	26.5
Balance at 30 June 2011	1,836.0	(14.9)	85.3	(195.0)	170.0	(162.5)	12,524.1	14,243.0	313.8	14,556.8

**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 income for the period April to June 2010, net of tax	-	-	-	(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 2011 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2011	1,832.4	(43.0)	2.5	138.5	(94.2)	12,298.9	14,135.1
Total comprehensive income for the period April to June 2011, net of tax	-	-	-	-	(18.4)	(20.1)	(38.5)
Share-based compensation expense	-	-	-	2.7	-	-	2.7
Share options exercised	3.6	-	-	(0.6)	-	-	3.0
Share options lapsed	-	-	-	(0.3)	-	0.3	-
Purchase of treasury shares	-	(9.0)	-	-	-	-	(9.0)
Treasury shares reissued pursuant to equity compensation plans	-	37.1	(6.5)	(4.1)	-	-	26.5
Balance at 30 June 2011	<u>1,836.0</u>	<u>(14.9)</u>	<u>(4.0)</u>	<u>136.2</u>	<u>(112.6)</u>	<u>12,279.1</u>	<u>14,119.8</u>

**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, net of tax	-	-	-	-	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>

**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 SHARE PLANS IN THE COMPANY**

#### Share Capital

During the period April to June 2011, the Company issued 317,585 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 2011	1,197,928,580	1,832.4
Share options exercised during the period April to June 2011	317,585	3.6
Balance at 30 June 2011	1,198,246,165	1,836.0

As at 30 June 2011, the number of ordinary shares in issue was 1,198,246,165 of which 1,063,162 were held by the Company as treasury shares. The share capital was \$1,836.0 million. (30 June 2010: 1,192,859,110 ordinary shares of which 59,984 were held as treasury shares.)

#### Employee Share Option Plan

As at 30 June 2011, the number of share options of the Company outstanding was 40,119,961 (30 June 2010: 50,922,506).

During the period April to June 2011, 2,961,671 options 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 2011 is as follows:

Date of Grant	Balance at 01.04.2011	Cancelled	Exercised	Balance at 30.06.2011	Exercise price*	Expiry date
02.07.2001	1,468,115	(4,275)	(1,115,236)	348,604	\$9.75	01.07.2011
01.07.2002	2,406,793	(3,230)	(263,317)	2,140,246	\$10.61	30.06.2012
01.07.2003	1,697,191	(8,260)	(182,568)	1,506,363	\$8.13	30.06.2013
01.07.2004	2,926,794	(17,621)	(277,596)	2,631,577	\$8.49	30.06.2014
01.07.2005	5,463,928	(26,790)	(368,454)	5,068,684	\$9.07	30.06.2015
03.07.2006	7,413,806	(1,520)	(426,222)	6,986,064	\$10.39	02.07.2016
02.07.2007	11,129,875	(38,855)	-	11,091,020	\$16.51	01.07.2017
01.07.2008	10,707,031	(31,350)	(328,278)	10,347,403	\$13.12	30.06.2018
	43,213,533	(131,901)	(2,961,671)	40,119,961		

\* 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 share 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 shareholders 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 2011, the number of outstanding shares granted under the Company's RSP and PSP were 1,489,477 (30 June 2010: 1,734,240) and 573,384 respectively (30 June 2010: 644,163).

The details of the shares awarded under RSP and PSP are as follows:

Date of Grant	Number of Restricted Shares			Balance at 30.06.2011
	Balance at 01.04.2011	Granted	Vested	
<b><u>RSP</u></b>				
01.08.2007	116,928	-	-	116,928
01.07.2008	210,440	-	-	210,440
29.07.2009	634,809	-	-	634,809
22.07.2010	527,300	-	-	527,300
	1,489,477	-	-	1,489,477

Date of Grant	Number of Performance Shares			Balance at 30.06.2011
	Balance at 01.04.2011	Granted	Vested	
<b><u>PSP</u></b>				
01.07.2008	224,224	-	-	224,224
29.07.2009	193,760	-	-	193,760
22.07.2010	155,400	-	-	155,400
	573,384	-	-	573,384

In addition, during the previous financial year, the Board Compensation & Industrial Relations Committee approved a special time-based RSP. The details of the shares awarded under the special time-based RSP are as follows:

Date of Grant	Number of Restricted Shares			Balance at 30.06.2011
	Balance at 01.04.2011	Granted	Vested	
<b><u>RSP</u></b>				
01.04.2010	10,000	-	(10,000)	-
07.05.2010	466,500	-	(6,500)	460,000
	476,500	-	(16,500)	460,000

**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 2011, the number of ordinary shares in issue was 1,198,246,165 of which 1,063,162 were held by the Company as treasury shares (30 June 2010: 1,192,859,110 ordinary shares of which 59,984 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 April to June 2011, the Company purchased 664,000 treasury shares (April to June 2010: NIL).

The Company transferred 2,644,086 treasury shares to employees on exercise of share options and another 16,500 on vesting of share-based incentive plans (April to June 2010: 16,500 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 2011	3,059,748	(43.0)
Purchase of treasury shares	664,000	(9.0)
Treasury shares transferred on exercise of share options	(2,644,086)	36.9
Treasury shares transferred on vesting of share-based incentive plans	(16,500)	0.2
Balance at 30 June 2011	1,063,162	(14.9)

**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 2011. 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 2011 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 2011-12	1st Quarter 2010-11
Earnings per share (cents)		
- Basic	3.7	21.2
- Diluted	3.7	20.9

**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 11	As at 31 Mar 11	As at 30 Jun 11	As at 31 Mar 11
Net asset value per ordinary share (\$)	11.90	11.89	11.79	11.83

**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's performance for the first quarter of the 2011-12 financial year was impacted by high fuel costs, resulting in 82% drop in net profit attributable to equity holders to \$45 million, compared to \$253 million in the same quarter a year ago.

Group revenue at \$3,578 million grew 3% (+\$112 million) on account of higher passenger carriage, despite weak travel demand to Japan over nuclear radiation concerns.

Group expenditure however increased at a faster rate of 11% (+\$352 million). Expenditure on fuel, excluding hedging, rose 38%, or \$397 million, as average jet fuel prices jumped 46% year-on-year. This was partially offset by a \$90 million year-on-year improvement in hedging on gains of \$12 million this year versus losses of \$78 million last year.

With the year-on-year increase in fuel costs exceeding the improvement in revenue, the Group recorded an operating profit of \$11 million for the first quarter, against the \$251 million operating profit in same period of the previous financial year.

The Parent Airline Company turned in an operating loss of \$36 million in the first quarter, in contrast to the operating profit of \$136 million in the same quarter of the previous financial year. Higher fuel costs before hedging led to operating expenditure rising by \$298 million (+11%), outpacing the \$126 million (+5%) improvement in revenue. Other cost items were well contained and unit cost excluding fuel was lower by 9%.

The operating results of the main companies in the Group for the first quarter are as follows:

- SIA Engineering Operating profit of \$35 million (\$36 million profit in 2010)
- SilkAir Operating profit of \$21 million (\$15 million profit in 2010)
- SIA Cargo Operating loss of \$14 million (\$60 million profit in 2010)

### **BALANCE SHEET REVIEW**

Equity attributable to owners of the parent increased by \$39 million or 0.3% to \$14,243 million as at 30 June 2011 due mainly to profit for the quarter (+\$45 million).

As at 30 June 2011, long-term investments were \$143 million higher as the Company invested in liquid investment grade corporate bonds and SIA Cargo injected cash into China Cargo Airlines Ltd for a 16.0% equity interest in the company. Cash and bank balances rose \$94 million from operational cash inflows. The increase was partially offset by the decrease in property, plant and equipment (-\$136 million). Consequently, total Group assets increased by \$49 million or 0.2% to \$24,593 million.

Total Group liabilities decreased \$5 million or 0.1% to \$10,037 million as at 30 June 2011. This was mainly on account of lower sales in advance of carriage (-\$27 million), partially offset by higher deferred revenue (+\$14 million).

### **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 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**

The prevailing price of jet fuel of above US\$130 per barrel is close to 50% higher year-on-year. At these levels, fuel cost now constitutes more than 40% of the Group's total expenditure. With forward prices remaining high and volatile, high fuel cost will remain the biggest challenge for the Group in the coming months.

Advance bookings for travel in the next few months are almost flat compared to the same period last year. With the current economic uncertainties, significant challenges remain in the key markets of Europe and the United States.

In such an environment, the Company's sound finances and low level of debt put it in a position of strength. Management will monitor business trends closely and respond appropriately.

**11 Dividend**

**(a) Current Financial Period Reported on**

**Any dividend declared for the current financial period reported on?**

None. The Company declares dividend (if any) at the half year and full year results announcements.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

**Any dividend declared for the corresponding period of the immediately preceding financial year?**

None.

**(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/recommendeded for the period ended 30 June 2011.

### 13 Interested Person Transactions

The aggregate values of all Interested Person Transactions ("IPTs") entered into during first quarter of the Financial Year 2011-12 are as follows:

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 2011-12 (\$)	1st Quarter 2011-12 (\$)
<b>Neptune Orient Lines Limited Group</b> - Neptune Orient Lines Limited *	14,400,000	-
<b>SATS Ltd. Group</b>		
- Aero Laundry & Linen Services Private Limited	-	2,741,059
- Air India-SATS Joint Venture (50:50)	-	1,027,605
- Asia Airfreight Terminal Co Ltd	-	2,355,981
- Beijing Airport Inflight Kitchen Limited	-	879,570
- Beijing Aviation Ground Services Company Ltd	-	1,433,415
- Maldives Inflight Catering Pte Ltd	-	434,876
- PT Jasa Angkasa Semesta Tbk	-	2,920,409
- SATS Airport Services Pte Ltd	-	7,614,153
- SATS Catering Pte Ltd	-	4,826,129
- SATS HK Limited	-	1,110,087
- SATS Ltd	-	136,160,572
- SATS Security Services Private Limited	-	9,024,125
- Taj Madras Flight Kitchen Pvt Limited	-	120,889
- Taj SATS Air Catering Ltd	-	1,245,066
- Tan Son Nhat Cargo Services Ltd (TCS)	-	171,288
<b>Temasek Holdings (Private) Limited and Associate</b>		
- Great Wall Airlines Company Limited	-	108,473
<b>Total Interested Person Transactions</b>	<b>14,400,000</b>	<b>172,173,697</b>

\* Subscription of 10-year fixed rate notes which are issued by Neptune Orient Lines Limited under its Medium Term Note Programme. In accordance with Rule 909(3) of the SGX Listing Manual, the value of the transaction is the interest payable (i.e. \$4.4 million over 10 years) on the loan, and the value of the loan (i.e. \$10.0 million).

By Order of the Board

Ethel Tan (Mrs)  
Company Secretary  
28 July 2011



**CONFIRMATION BY THE BOARD**

We, Stephen Lee Ching Yen and Goh Choon Phong, 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 FY2011-12 financial results to be false or misleading in any material respect.

On behalf of the Board,



STEPHEN LEE CHING YEN  
Chairman

  
GOH CHOON-PHONG  
Chief Executive Officer

28 July 2011