



## UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2015

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 2015 (in \$ million)

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
<b>REVENUE</b>	3,733.3	3,682.2
<b>EXPENDITURE</b>		
Staff costs	588.7	578.9
Fuel costs	1,252.5	1,373.2
Depreciation	390.6	370.9
Impairment of property, plant and equipment	8.2	-
Amortisation of intangible assets	7.8	6.4
Aircraft maintenance and overhaul costs	184.7	156.7
Commission and incentives	87.3	78.9
Landing, parking and overflying charges	186.9	184.9
Handling charges	277.2	261.1
Rentals on leased aircraft	186.7	178.1
Material costs	48.0	51.2
Inflight meals	132.0	140.7
Advertising and sales costs	65.3	48.9
Insurance expenses	10.6	10.4
Company accommodation and utilities	28.5	30.6
Other passenger costs	45.8	43.4
Crew expenses	35.5	36.8
Other operating expenses	85.6	91.6
	<b>3,621.9</b>	<b>3,642.7</b>
<b>OPERATING PROFIT</b>	111.4	39.5
Finance charges	(13.3)	(11.6)
Interest income	17.8	16.9
(Loss)/Surplus on disposal of aircraft, spares and spare engines	(0.6)	9.7
Dividends from long-term investments	12.2	2.3
Other non-operating items	6.8	6.0
Share of (losses)/profits of joint venture companies	(0.7)	16.3
Share of losses of associated companies	(7.1)	(18.9)
<b>PROFIT BEFORE EXCEPTIONAL ITEMS</b>	126.5	60.2
<b>EXCEPTIONAL ITEMS</b>	-	0.3
<b>PROFIT BEFORE TAXATION</b>	126.5	60.5
<b>TAXATION</b>	(24.9)	(12.0)
<b>PROFIT FOR THE PERIOD</b>	101.6	48.5
<b>PROFIT ATTRIBUTABLE TO:</b>		
<b>OWNERS OF THE PARENT</b>	91.2	34.8
<b>NON-CONTROLLING INTERESTS</b>	10.4	13.7
	101.6	48.5
<b>BASIC EARNINGS PER SHARE (CENTS)</b>	7.8	3.0
<b>DILUTED EARNINGS PER SHARE (CENTS)</b>	7.8	2.9

**Notes:**

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

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
Compensation for changes in aircraft delivery slots	(110.1)	(16.9)
Interest income from short-term investments	(0.2)	(0.2)
Dividend income from short-term investments	(0.4)	(0.4)
Income from operating lease of aircraft	(13.1)	(6.7)
Amortisation of deferred gain on sale and operating leaseback transactions	(3.3)	(1.6)
Surplus on disposal of short-term investments	(0.8)	(2.8)
Bad debts written off	-	0.2
Impairment of trade debtors	0.7	-
Writedown on inventories	6.6	6.1
Exchange loss, net	31.2	9.6
Currency hedging (gain)/loss	(36.7)	4.4
Fuel hedging loss/(gain) recognised in "Fuel costs"	262.7	(20.4)
Ineffectiveness of fuel hedging contracts recognised in "Fuel costs"	0.5	(13.6)
Underprovision of tax in respect of prior years	7.9	0.5

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

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
Surplus on disposal of other property, plant and equipment	6.8	0.4
Surplus on disposal of a subsidiary company	-	5.8
Loss on liquidation of an associated company	-	(0.2)
	<u>6.8</u>	<u>6.0</u>

(iii) Exceptional items comprise the following:

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
Gain on divestment of an associated company	-	7.3
Impairment of freighters	-	(7.0)
	<u>-</u>	<u>0.3</u>

In the first quarter of the previous financial year:

1. The Company recorded an additional gain of \$7.3 million on the sale of Virgin Atlantic Limited arising from certain post-closing adjustments.
2. Singapore Airlines Cargo ("SIA Cargo") recorded an additional impairment loss of \$7.0 million on two surplus freighters that had been removed from the operating fleet, based on the sale price of the freighters.

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2015 (in \$ million)**

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
<b>PROFIT FOR THE PERIOD</b>	101.6	48.5
<b>OTHER COMPREHENSIVE INCOME:</b>		
<u>Items that may be reclassified subsequently to profit or loss:</u>		
Currency translation differences	(20.0)	(2.3)
Available-for-sale financial assets	(1.8)	61.6
Cash flow hedges	244.5	89.4
Share of other comprehensive income of associated and joint venture companies	6.3	2.2
Realisation of reserves on liquidation of an associated company	-	(0.5)
	<u>229.0</u>	<u>150.4</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>	<u>330.6</u>	<u>198.9</u>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>		
<b>OWNERS OF THE PARENT</b>	317.0	183.7
<b>NON-CONTROLLING INTERESTS</b>	<u>13.6</u>	<u>15.2</u>
	<u>330.6</u>	<u>198.9</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 2015 (in \$ million)**

	The Group		The Company	
	30-Jun 2015	31-Mar 2015	30-Jun 2015	31-Mar 2015
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>				
Share capital	1,856.1	1,856.1	1,856.1	1,856.1
Treasury shares	(307.7)	(326.3)	(307.7)	(326.3)
Other reserves	11,247.9	10,933.8	10,363.8	10,049.5
	12,796.3	12,463.6	11,912.2	11,579.3
<b>NON-CONTROLLING INTERESTS</b>	481.3	466.5	-	-
<b>TOTAL EQUITY</b>	13,277.6	12,930.1	11,912.2	11,579.3
<b>DEFERRED ACCOUNT</b>	278.4	141.7	239.3	115.1
<b>DEFERRED TAXATION</b>	1,701.6	1,599.6	1,361.8	1,325.5
<b>LONG-TERM LIABILITIES</b>	1,366.1	1,370.0	1,002.0	1,001.0
<b>PROVISIONS</b>	818.8	936.9	565.4	682.9
<b>DEFINED BENEFIT PLANS</b>	159.6	160.4	151.4	152.4
	17,602.1	17,138.7	15,232.1	14,856.2
Represented by:-				
<b>PROPERTY, PLANT AND EQUIPMENT</b>				
Aircraft, spares and spare engines	10,225.5	9,957.5	7,487.7	7,700.3
Land and buildings	205.3	209.4	58.6	59.9
Others	3,241.2	3,356.3	2,234.2	2,146.2
	13,672.0	13,523.2	9,780.5	9,906.4
<b>INTANGIBLE ASSETS</b>	496.0	497.6	158.6	159.4
<b>SUBSIDIARY COMPANIES</b>	-	-	3,661.1	3,364.7
<b>ASSOCIATED COMPANIES</b>	909.2	922.2	493.5	472.4
<b>JOINT VENTURE COMPANIES</b>	157.1	167.9	-	-
<b>LONG-TERM INVESTMENTS</b>	1,085.8	1,125.0	1,061.0	1,100.2
<b>OTHER RECEIVABLES</b>	158.1	163.9	18.4	17.9
<b>DEFERRED ACCOUNT</b>	14.7	56.4	-	36.3
<b>CURRENT ASSETS</b>				
Inventories	187.7	202.0	118.6	131.7
Trade debtors	1,389.8	1,486.9	915.3	993.7
Deposits and other debtors	53.2	43.4	43.6	22.5
Prepayments	143.0	124.6	104.6	92.9
Amounts owing by subsidiary companies	-	-	268.4	311.5
Investments	178.4	168.6	109.8	102.7
Derivative assets	60.5	114.4	57.2	107.0
Cash and bank balances	5,490.8	5,254.1	4,877.1	4,646.5
Assets held for sale	71.0	71.0	-	-
	7,574.4	7,465.0	6,494.6	6,408.5
Less: <b>CURRENT LIABILITIES</b>				
Sales in advance of carriage	1,650.7	1,464.7	1,502.8	1,328.6
Deferred revenue	618.8	612.5	618.8	612.5
Current tax payable	136.6	161.9	79.6	111.4
Trade and other creditors	2,762.4	2,906.5	2,035.3	2,088.6
Amounts owing to subsidiary companies	-	-	1,074.9	1,048.7
Finance lease commitments	43.8	54.1	-	-
Loans	91.3	93.0	-	-
Notes payable	300.0	300.0	300.0	300.0
Provisions	224.1	170.2	204.9	138.0
Derivative liabilities	637.5	1,019.6	619.3	981.8
	6,465.2	6,782.5	6,435.6	6,609.6
<b>NET CURRENT ASSETS/(LIABILITIES)</b>	1,109.2	682.5	59.0	(201.1)
	17,602.1	17,138.7	15,232.1	14,856.2

**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 2015		As at 31 March 2015	
Secured	Unsecured	Secured	Unsecured
\$126.0M	\$309.1M	\$137.8M	\$309.3M

Amount repayable after one year

As at 30 June 2015		As at 31 March 2015	
Secured	Unsecured	Secured	Unsecured
\$254.6M	\$1,024.6M	\$268.5M	\$1,023.9M

Details of any collateral

The secured borrowings pertained to secured bank loans (\$297.8 million) and finance leases of aircraft (\$82.8 million). The secured bank loans are secured via assignment of the aircraft purchase agreement, assignment of engine warranty and credit agreement as well as mortgage of the aircraft.

**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 2015 (in \$ million)**

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	126.5	60.5
Adjustments for:		
Depreciation	390.6	370.9
Impairment of property, plant and equipment	8.2	-
Amortisation of intangible assets	7.8	6.4
Impairment of trade debtors	0.7	-
Writedown of inventories	6.6	6.1
Income from short-term investments	(0.6)	(0.6)
Provisions	4.1	53.6
Share-based compensation expense	2.9	1.9
Exchange differences	21.2	4.3
Amortisation of deferred gain on sale and operating leaseback transactions	(3.3)	(1.6)
Finance charges	13.3	11.6
Interest income	(17.8)	(16.9)
Loss/(Surplus) on disposal of aircraft, spares and spare engines	0.6	(9.7)
Dividends from long-term investments	(12.2)	(2.3)
Other non-operating items	(6.8)	(6.0)
Share of losses/(profits) of joint venture companies	0.7	(16.3)
Share of losses of associated companies	7.1	18.9
Exceptional items	-	(0.3)
Operating cash flow before working capital changes	549.6	480.5
Decrease in trade and other creditors	(41.1)	(115.6)
Increase in sales in advance of carriage	186.0	135.5
Decrease in trade debtors	106.0	176.1
(Increase)/Decrease in deposits and other debtors	(9.8)	4.5
Increase in prepayments	(18.4)	(17.5)
Decrease in inventories	7.7	2.6
Increase in deferred revenue	6.3	8.5
Cash generated from operations	786.3	674.6
Income taxes paid	(4.1)	(27.8)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>782.2</b>	<b>646.8</b>

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2015 (in \$ million)**

	The Group	
	1st Quarter 2015-16	1st Quarter 2014-15
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(592.5)	(551.1)
Purchase of intangible assets	(7.5)	(6.5)
Proceeds from disposal of aircraft and other property, plant and equipment	67.7	46.5
Purchase of long-term investments	(23.8)	(29.0)
Proceeds from disposal of short-term investments	44.4	99.3
Dividends received from associated and joint venture companies	11.7	27.0
Dividends received from investments	12.5	2.7
Interest received from investments and deposits	16.3	12.6
Proceeds from liquidation of an associated company	-	18.5
Proceeds from disposal of an associated company	-	7.3
Proceeds from disposal of a subsidiary company, net of cash disposed	-	8.9
Acquisition of additional interest in a subsidiary company	-	(3.4)
Investment in an associated company	(21.1)	-
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(492.3)</b>	<b>(367.2)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividends paid by subsidiary companies to non-controlling interests	(0.7)	(7.9)
Interest paid	(13.5)	(2.1)
Proceeds from borrowings	1.2	3.4
Repayment of borrowings	(9.2)	-
Repayment of long-term lease liabilities	(14.7)	(12.8)
Proceeds from exercise of share options	17.8	23.9
Proceeds from issuance of bonds	-	500.0
Purchase of treasury shares	(1.3)	(24.7)
<b>NET CASH (USED IN)/GENERATED FROM FINANCING ACTIVITIES</b>	<b>(20.4)</b>	<b>479.8</b>
<b>NET CASH INFLOW</b>	<b>269.5</b>	<b>759.4</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>5,254.1</b>	<b>4,883.9</b>
Effect of exchange rate changes	(32.8)	(8.8)
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>5,490.8</b>	<b>5,634.5</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Fixed deposits	4,653.0	5,011.8
Cash and bank	837.8	622.7
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>5,490.8</b>	<b>5,634.5</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 2015 (in \$ million)**

The Group	Attributable to Owners of the Parent							Total	Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve			
Balance at 1 April 2015	1,856.1	(326.3)	215.9	(135.7)	113.2	(706.2)	11,446.6	12,463.6	466.5	12,930.1
<u>Comprehensive income</u>										
Currency translation differences	-	-	-	(23.2)	-	-	-	(23.2)	3.2	(20.0)
Net fair value changes on available-for-sale assets	-	-	-	-	-	(1.8)	-	(1.8)	-	(1.8)
Net fair value changes on cash flow hedges	-	-	-	-	-	244.5	-	244.5	-	244.5
Share of other comprehensive income of associated and joint venture companies	-	-	-	-	0.3	6.0	-	6.3	-	6.3
Other comprehensive income for the period	-	-	-	(23.2)	0.3	248.7	-	225.8	3.2	229.0
Profit for the period	-	-	-	-	-	-	91.2	91.2	10.4	101.6
Total comprehensive income for the period, net of tax	-	-	-	(23.2)	0.3	248.7	91.2	317.0	13.6	330.6
<u>Transactions with owners, recorded directly in equity</u>										
<u>Contributions by and distributions to owners</u>										
Share of other changes in equity of associated companies	-	-	(1.8)	-	-	-	-	(1.8)	-	(1.8)
Surplus on dilution of interest in subsidiary companies due to share options exercised	-	-	-	-	(1.4)	-	2.8	1.4	1.9	3.3
Share-based compensation expense	-	-	-	-	2.9	-	-	2.9	-	2.9
Share options lapsed	-	-	-	-	(3.2)	-	3.2	-	-	-
Purchase of treasury shares	-	(1.3)	-	-	-	-	-	(1.3)	-	(1.3)
Treasury shares reissued pursuant to equity compensation plans	-	19.9	0.6	-	(6.0)	-	-	14.5	-	14.5
Dividends	-	-	-	-	-	-	-	-	(0.7)	(0.7)
Total transactions with owners	-	18.6	(1.2)	-	(7.7)	-	6.0	15.7	1.2	16.9
Balance at 30 June 2015	1,856.1	(307.7)	214.7	(158.9)	105.8	(457.5)	11,543.8	12,796.3	481.3	13,277.6



**STATEMENTS OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2014 (in \$ million)**

The Group	Attributable to Owners of the Parent							Total	Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve			
Balance at 1 April 2014	1,856.1	(262.2)	123.7	(101.5)	134.5	(40.4)	11,527.0	13,237.2	337.4	13,574.6
<u>Comprehensive income</u>										
Currency translation differences	-	-	-	(3.8)	-	-	-	(3.8)	1.5	(2.3)
Net fair value changes on available-for-sale assets	-	-	-	-	-	61.6	-	61.6	-	61.6
Net fair value changes on cash flow hedges	-	-	-	-	-	89.4	-	89.4	-	89.4
Realisation of reserves on liquidation of an associated company	-	-	-	(0.5)	-	-	-	(0.5)	-	(0.5)
Share of other comprehensive income of associated and joint venture companies	-	-	-	-	0.2	2.0	-	2.2	-	2.2
Other comprehensive income for the period	-	-	-	(4.3)	0.2	153.0	-	148.9	1.5	150.4
Profit for the period	-	-	-	-	-	-	34.8	34.8	13.7	48.5
Total comprehensive income for the period, net of tax	-	-	-	(4.3)	0.2	153.0	34.8	183.7	15.2	198.9
<u>Transactions with owners, recorded directly in equity</u>										
<u>Contributions by and distributions to owners</u>										
Surplus on dilution of interest in subsidiary companies due to share options exercised	-	-	-	-	(2.1)	-	8.5	6.4	3.8	10.2
Share-based compensation expense	-	-	-	-	1.9	-	-	1.9	-	1.9
Share options lapsed	-	-	-	-	(3.6)	-	3.6	-	-	-
Purchase of treasury shares	-	(24.7)	-	-	-	-	-	(24.7)	-	(24.7)
Treasury shares reissued pursuant to equity compensation plans	-	19.8	0.4	-	(6.5)	-	-	13.7	-	13.7
Dividends	-	-	-	-	-	-	-	-	(7.9)	(7.9)
Total contributions by and distributions to owners	-	(4.9)	0.4	-	(10.3)	-	12.1	(2.7)	(4.1)	(6.8)
<u>Changes in ownership interests in subsidiaries</u>										
Acquisition of non-controlling interests	-	-	(2.4)	-	-	-	-	(2.4)	-	(2.4)
Total changes in ownership interests in subsidiaries	-	-	(2.4)	-	-	-	-	(2.4)	-	(2.4)
Total transactions with owners	-	(4.9)	(2.0)	-	(10.3)	-	12.1	(5.1)	(4.1)	(9.2)
Balance at 30 June 2014	1,856.1	(267.1)	121.7	(105.8)	124.4	112.6	11,573.9	13,415.8	348.5	13,764.3

**STATEMENTS OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2015 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2015	1,856.1	(326.3)	(6.3)	96.1	(581.8)	10,541.5	11,579.3
<u>Comprehensive income</u>							
Net fair value changes on available-for-sale assets	-	-	-	-	(0.5)	-	(0.5)
Net fair value changes on cash flow hedges	-	-	-	-	204.0	-	204.0
Other comprehensive income for the period	-	-	-	-	203.5	-	203.5
Profit for the period	-	-	-	-	-	114.5	114.5
Total comprehensive income for the period, net of tax	-	-	-	-	203.5	114.5	318.0
<u>Transactions with owners, recorded directly in equity</u>							
<u>Contributions by and distributions to owners</u>							
Share-based compensation expense	-	-	-	1.7	-	-	1.7
Share options lapsed	-	-	-	(3.2)	-	3.2	-
Purchase of treasury shares	-	(1.3)	-	-	-	-	(1.3)
Treasury shares reissued pursuant to equity compensation plans	-	19.9	0.6	(6.0)	-	-	14.5
Total transactions with owners	-	18.6	0.6	(7.5)	-	3.2	14.9
Balance at 30 June 2015	1,856.1	(307.7)	(5.7)	88.6	(378.3)	10,659.2	11,912.2

**STATEMENTS OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2014 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 April 2014	1,856.1	(262.2)	(9.1)	113.6	(51.5)	10,465.2	12,112.1
<u>Comprehensive income</u>							
Net fair value changes on available-for-sale assets	-	-	-	-	63.0	-	63.0
Net fair value changes on cash flow hedges	-	-	-	-	71.2	-	71.2
Other comprehensive income for the period	-	-	-	-	134.2	-	134.2
Profit for the period	-	-	-	-	-	57.1	57.1
Total comprehensive income for the period, net of tax	-	-	-	-	134.2	57.1	191.3
<u>Transactions with owners, recorded directly in equity</u>							
<u>Contributions by and distributions to owners</u>							
Share-based compensation expense	-	-	-	1.5	-	-	1.5
Share options lapsed	-	-	-	(3.6)	-	3.6	-
Purchase of treasury shares	-	(24.7)	-	-	-	-	(24.7)
Treasury shares reissued pursuant to equity compensation plans	-	19.8	0.4	(6.5)	-	-	13.7
Total transactions with owners	-	(4.9)	0.4	(8.6)	-	3.6	(9.5)
Balance at 30 June 2014	1,856.1	(267.1)	(8.7)	105.0	82.7	10,525.9	12,293.9

**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 2015, the Company did not issue any shares upon exercise of options pursuant to share options exercised under the Employee Share Option Plan, as treasury shares were transferred to the employees.

Group and Company	Number of Shares	Share Capital (\$ million)
Issued and fully paid share capital		
<u>Ordinary Shares</u>		
Balance at 1 April 2015	1,199,851,018	1,856.1
Share options exercised during the period April to June 2015	-	-
Balance at 30 June 2015	1,199,851,018	1,856.1

As at 30 June 2015, the number of ordinary shares in issue was 1,199,851,018 of which 28,726,839 were held by the Company as treasury shares (30 June 2014: 1,199,851,018 ordinary shares of which 24,353,331 were held as treasury shares). The share capital was \$1,856.1 million.

### Employee Share Option Plan

As at 30 June 2015, the number of share options of the Company outstanding was 22,294,264 (30 June 2014: 27,995,624). During the period April to June 2015, 1,760,351 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. Treasury shares were transferred to the employees on exercise of these share options.

The movement of share options of the Company during the period April to June 2015 is as follows:

Date of Grant	Balance at 01.04.2015	Cancelled	Exercised	Balance at 30.06.2015	Exercise price*	Expiry date
01.07.2005	2,459,630	(986,568)	(1,473,062)	-	\$8.02	30.06.2015
03.07.2006	4,777,805	(24,978)	(287,289)	4,465,538	\$9.34	02.07.2016
02.07.2007	9,388,087	(82,270)	-	9,305,817	\$15.46	01.07.2017
01.07.2008	8,607,507	(84,598)	-	8,522,909	\$12.07	30.06.2018
	25,233,029	(1,178,414)	(1,760,351)	22,294,264		

\* 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 Committee approved another reduction of \$0.80 in the exercise prices of the share options outstanding on 18 August 2011, following approval by the Company's shareholders of the declaration of a special dividend of \$0.80 per share on 29 July 2011. Following approval by the Company's shareholders of the declaration of a special dividend of \$0.25 per share on 30 July 2014, the Committee approved another reduction of \$0.25 in the exercise prices of the share options outstanding on 14 August 2014. 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 first approved by the shareholders of the Company on 28 July 2005 and expired on 27 July 2015. On 30 July 2014, the shareholders of the Company approved the RSP 2014 and PSP 2014, which replaced the RSP and PSP respectively.

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 2015, the number of outstanding shares granted under the Company's RSP and PSP were 1,575,637 (30 June 2014: 1,327,116) and 650,398 respectively (30 June 2014: 537,639).

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

Date of Grant	Number of Restricted Shares			Balance at 30.06.2015
	Balance at 01.04.2015	Granted	Vested	
<b>RSP</b>				
01.07.2011	15,216	-	-	15,216
10.07.2012	220,910	-	-	220,910
15.07.2013	650,438	-	-	650,438
03.07.2014	689,073	-	-	689,073
	1,575,637	-	-	1,575,637

Date of Grant	Number of Performance Shares			Balance at 30.06.2015
	Balance at 01.04.2015	Granted	Vested	
<b>PSP</b>				
10.07.2012	173,405	-	-	173,405
15.07.2013	228,425	-	-	228,425
03.07.2014	248,568	-	-	248,568
	650,398	-	-	650,398

In addition, the Board Compensation & Industrial Relations Committee approved a special time-based RSP in FY2010-11 to be granted to senior management. The details of the shares awarded under the special time-based RSP are as follows:

Date of Grant	Number of Time-based Restricted Shares			Balance at 30.06.2015
	Balance at 01.04.2015	Granted	Vested	
<b>RSP</b>				
07.05.2010	115,319	-	(101,753)	13,566

Deferred Share Award ("DSA")

In September 2013 and August 2014, one-off grants of Deferred Share Award of fully paid ordinary shares were granted to senior management. At the end of a 3-year vesting period, an additional final award will be vested equal to the Base Award multiplied by the accumulated dividend yield. The details of the Deferred Share Award are as follows:

Date of Grant	Number of Deferred Share Award			
	Balance at 01.04.2015	Granted	Vested	Balance at 30.06.2015
<b>DSA</b>				
04.09.2013	154,557	-	-	154,557
28.08.2014	73,470	-	-	73,470
	228,027	-	-	228,027

**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 2015, the number of ordinary shares in issue was 1,199,851,018 of which 28,726,839 were held by the Company as treasury shares (30 June 2014: 1,199,851,018 ordinary shares of which 24,353,331 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 2015, the Company purchased 126,500 treasury shares (April to June 2014: 2,371,000).

The Company transferred 1,760,351 treasury shares to employees on exercise of share options and another 101,753 treasury shares on vesting of share-based incentive plans (April to June 2014: 1,703,172 on exercise of share options and 99,297 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 2015	30,462,443	(326.3)
Purchase of treasury shares	126,500	(1.3)
Treasury shares transferred on exercise of share options	(1,760,351)	18.9
Treasury shares transferred on vesting of share-based incentive plans	(101,753)	1.0
Balance at 30 June 2015	28,726,839	(307.7)

**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.**

Except as disclosed below, 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 2015. 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 2015 has no significant impact on the Group.

During the quarter, the Group revised the estimated useful lives of certain of its overhaul assets to better reflect the economic useful lives with effect from 1 April 2015. The effect of this change is a reduction in depreciation expense of approximately \$4.8 million for the quarter ended 30 June 2015.

**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	
	1 <sup>st</sup> Quarter 2015-16	1 <sup>st</sup> Quarter 2014-15
Earnings per share (cents)		
- Basic	7.8	3.0
- Diluted	7.8	2.9

**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 15	As at 31 Mar 15	As at 30 Jun 15	As at 31 Mar 15
Net asset value per ordinary share (\$)	10.93	10.66	10.17	9.90

**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 an operating profit of \$111 million in the April-June 2015 quarter. This was \$72 million higher than last year.

First Quarter Operating Results Excluding Tiger Airways

Group revenue declined \$117 million (-3.2%) to \$3,565 million. Lower passenger flown revenue (-\$126 million or -4.4%) was recorded, as passenger yields were eroded by significant capacity injection and aggressive fares from competitors, particularly on Americas and Europe routes. Cargo revenue also declined over last year (-\$37 million or -7.2%), notwithstanding a slight increase in freight carriage, due to a 7.6% fall in yield. Engineering services revenue fell (-\$32 million) on the back of reduced overhaul activities. On the other hand, other revenue increased, including income earned upon the release of seven aircraft delivery slots originally planned for delivery in the next few financial years<sup>1</sup>.

Group expenditure fell \$189 million (-5.2%) to \$3,454 million, with the bulk of the savings coming from net fuel cost (-\$182 million or -13.3%). Before hedging, fuel cost decreased \$468 million (-33.3%), with average jet fuel price down 37.4% from one year ago, with some of the benefits eroded due to the strengthening of the US Dollar against the Singapore Dollar. The swing in hedging loss was \$286 million, as 58.5% of the Group's fuel requirement was hedged at a weighted average price of USD110 per barrel in the quarter. Ex-fuel costs were almost flat year-on-year.

	<b>FIRST QUARTER</b>		
	Ex-Tiger <sup>2</sup>		
	Apr-Jun 2015	Apr-Jun 2015	Apr-Jun 2014
<b>SIA GROUP</b>	<u>\$ million</u>	<u>\$ million</u>	<u>\$ million</u>
Total revenue	3,733	3,565	3,682
Fuel cost	1,253	1,191	1,373
Ex-fuel cost	<u>2,369</u>	<u>2,263</u>	<u>2,270</u>
Total expenditure	<u>3,622</u>	<u>3,454</u>	<u>3,643</u>
<b>OPERATING PROFIT</b>	<b><u>111</u></b>	<b><u>111</u></b>	<b><u>39</u></b>

<sup>1</sup> Following a request by Airbus, SIA signed an agreement with the manufacturer during the quarter to release seven production slots for A350-900 aircraft, reducing to 63 the number of A350-900s on firm order, while 20 purchase options remain unchanged. It will not materially affect SIA's fleet renewal or growth plans, as adjustments have been made to bring forward deliveries of other A350-900 aircraft on order. SIA also has lease extension options on some of the A330-300s already in service.

<sup>2</sup> Ex-Tiger refers to Group results excluding Tiger Airways, which was consolidated with effect from October 2014. This set of figures is presented to facilitate a meaningful year-on-year comparison of results, as the results for Tiger Airways would not be included as part of SIA Group in the first quarter of FY2014-15.

### First Quarter Net Profit

There was a reduction in share of losses of associated companies (+\$12 million), mainly as a result of the losses recorded by Tiger Airways last year when it was an associate of the Group, partially offset by losses from Vistara and Virgin Australia in this financial year. The impact was negated by weaker share of results from joint venture companies (-\$17 million), attributable to losses incurred by NokScoot and weaker performance by SIA Engineering's joint ventures. The absence of gains from disposal of aircraft that was recorded last year accounted for a \$10 million decline. After non-operating items, Group net profit improved \$56 million year-on-year to \$91 million.

### First Quarter Operating Results of Main Companies

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

<u>Operating Profit/(Loss)</u>	<u>1st Quarter FY2015-16 \$ million</u>	<u>1st Quarter FY2014-15 \$ million</u>
Parent Airline Company	108	45
SIA Engineering	21	21
SilkAir	5	2
SIA Cargo	(9)	(18)
Scout	(20)	(25)

Operating profit for the Parent Airline Company was \$63 million higher compared to the same quarter last year. Revenue declined \$99 million, mainly due to a \$154 million reduction in passenger revenue stemming from a 4.2% drop in passenger carriage and a 1.8% fall in passenger yield. Other revenue increased, largely from income earned upon the release of seven aircraft delivery slots. Expenditure was down \$162 million, with \$155 million savings coming from reduction in net fuel costs.

SIA Engineering's operating profit was flat year-on-year. Revenue fell \$16 million, mainly from lower component and overhaul revenue. This was negated by a \$16 million reduction in expenditure, largely due to lower staff costs and subcontract costs.

SilkAir recorded a \$3 million improvement in operating profit. Total revenue increased \$14 million (+6.6%). Passenger revenue was boosted (+\$18 million or +9.6%) by an 8.2% increase in passenger carriage as a result of network expansion, and a 0.8% increase in passenger yield. Expenditure rose \$11 million, mainly attributable to higher leasing costs with more 737-800s on lease.

SIA Cargo halved its operating loss compared to last year. Lower revenue stemming from a 7.6% reduction in cargo yield was more than offset by the fall in expenditure, mainly from lower fuel costs.

Scout recorded an operating loss of \$20 million in the quarter, an improvement of \$5 million over last year. Growth in traffic outstripped the capacity expansion, while yield remained flat. Unit cost fell 7.0%, benefitting from lower fuel costs, and partly from the deployment of the more efficient 787s in the quarter.

Tiger Airways, which became a subsidiary of the Group in October 2014, broke even during the quarter.



**BALANCE SHEET REVIEW**  
**(June 2015 vs March 2015)**

Equity attributable to owners of the parent increased by \$333 million or 2.7% to \$12,796 million as at 30 June 2015 largely due to fair value movements on cash flow hedges (+\$245 million) and profits for April – June 2015 (+\$91 million). The fair value movements on cash flow hedges of \$245 million was mainly attributable to the reduction in fair value losses incurred on the outstanding fuel hedges.

Total Group assets rose by \$146 million or 0.6% to \$24,067 million. The increase was mainly attributable to an increase in cash balances (+\$237 million), largely arising from higher operational cash inflows (+\$782 million), partially offset by capital expenditure (-\$593 million).

Total Group liabilities decreased by \$201 million or 1.8% to \$10,790 million as at 30 June 2015. The decrease was attributable to a reduction in derivative liabilities (-\$382 million), trade and other creditors (-\$144 million) and provisions (-\$64 million), partially offset by an increase in sales in advance of carriage (+\$186 million), deferred account (+\$137 million) and deferred taxation (+\$102 million). The decrease in derivative liabilities largely arose from the reduction in fair value losses on the outstanding fuel hedging contracts.

**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**

Advance passenger bookings for the July-September quarter are higher year-on-year, mainly supported by promotional content. There is weaker demand for Americas and Europe regions, reflecting the competitive environment. Yields are expected to remain under pressure.

Fuel hedging losses will ensue in the July-September 2015 quarter. Fuel prices remain range-bound and the Group has hedged 55.4% of its jet fuel requirement<sup>3</sup> for the quarter at a weighted average price of USD104 per barrel.

Investment in product upgrades will continue during the year. With the new Premium Economy Class debuting in early August, customers will be offered greater choice.

Air cargo yields are unlikely to see an upturn as industry overcapacity persists. SIA Cargo will continue to manage capacity carefully, while actively pursuing opportunities in special product segments to stimulate yields.

The Group will continue to make prompt adjustments to capacity deployment to address changing market demand. Efforts are also being taken to offer customers enhanced products and services, and a more integrated network across the various airlines in the portfolio. A strong balance sheet and prudent management will position the Group well to meet the current challenges.

<sup>3</sup> The Group fuel hedging position excludes Tiger Airways.

**11 Dividend**

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

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

None. The Company declares a 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 2015.

### 13 Interested Person Transactions

The aggregate values of all Interested Person Transactions ("IPTs") entered into during the first quarter of the Financial Year 2015-16 are as follows:

Name of Interested Person	Aggregate value of all IPTs during the financial year 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)
	1 <sup>st</sup> Quarter 2015-16 (\$)	1 <sup>st</sup> Quarter 2015-16 (\$)
<b>CapitaLand Limited Group</b> - Guangzhou Hai Yi Property Development Co. Ltd	-	213,545
<b>PT Bank Danamon Indonesia TBK</b>	-	169,541
<b>SATS Ltd Group</b> - Aero Laundry & Linen Services Private Limited - Air India SATS Airport Services Private Limited - Asia Airfreight Terminal Co Ltd - Beijing Airport Inflight Kitchen Ltd - Beijing Aviation Ground Services Co Ltd - Maldives Inflight Catering Private Limited - PT Jasa Angkasa Semesta Tbk - SATS HK Limited - SATS Ltd - SATS Security Services Private Limited - Taj Madras Flight Kitchen Pvt Limited - Taj SATS Air Catering Ltd - TKF Corporation	- - - - - - - - - - - - - - -	3,141,294 1,834,117 1,764,291 1,338,191 1,738,770 806,907 4,072,721 1,169,916 169,157,677 5,860,957 190,380 1,387,074 1,259,378
<b>SembCorp Industries Limited Group</b> - SembCorp Power Pte Ltd	-	778,147
<b>Singapore Technologies Engineering Limited Group</b> - Unicorn International Pte Ltd	-	221,251
<b>Singapore Telecommunications Limited Group</b> - Optus Networks Pty Ltd - Singapore Telecommunications Limited - Trusted Hub Limited	- - -	140,684 448,021 135,729
<b>Singapore GP Pte Ltd*</b>	2,138,136	-
<b>Temasek Holdings (Private) Limited and Associates</b> - MediaCorp Pte Ltd	-	316,205
<b>Total Interested Person Transactions</b>	<b>2,138,136</b>	<b>196,144,796</b>

\* Agreement for the purchase of admission and hospitality tickets in exchange for hospitality passes, marketing support and SIA tickets.

By Order of the Board

Ethel Tan (Mrs)  
Company Secretary  
29 July 2015

**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 FY2015-16 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

29 July 2015