



**UNAUDITED RESULTS FOR HALF YEAR AND SECOND QUARTER
ENDED 30 SEPTEMBER 2008**

**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 SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2008 (in \$ million)

	The Group		The Group	
	2nd Quarter 2008-09	2nd Quarter 2007-08	1st Half 2008-09	1st Half 2007-08
REVENUE	4,379.3	3,967.1	8,511.0	7,589.2
EXPENDITURE				
Staff costs	649.4	725.6	1,329.5	1,372.0
Fuel costs	1,918.1	1,246.5	3,449.6	2,411.6
Depreciation	422.5	373.6	849.7	730.7
Amortisation of intangible assets	11.2	10.0	21.6	21.0
Aircraft maintenance and overhaul costs	101.8	118.8	197.5	228.4
Commission and incentives	109.7	108.2	222.5	217.1
Landing, parking and overflying charges	171.6	167.3	343.0	329.4
Handling charges	153.0	148.2	300.4	293.5
Rentals on leased aircraft	116.2	85.9	223.5	168.8
Material costs	84.6	88.6	157.1	180.0
Inflight meals	64.5	63.5	128.7	128.2
Advertising and sales costs	55.5	68.8	115.3	125.3
Insurance expenses	18.6	18.7	34.0	38.3
Company accommodation and utilities	46.8	42.5	91.0	83.2
Other passenger costs	36.4	31.4	74.9	63.0
Crew expenses	46.0	35.5	93.3	69.3
Other operating expenses	141.7	115.5	304.5	147.6
	<u>4,147.6</u>	<u>3,448.6</u>	<u>7,936.1</u>	<u>6,607.4</u>
OPERATING PROFIT	231.7	518.5	574.9	981.8
Finance charges	(21.8)	(26.9)	(42.1)	(50.4)
Interest income	28.0	47.3	55.0	91.4
Surplus on disposal of aircraft, spares and spare engines	13.2	18.0	20.5	12.5
Dividends from long-term investments, gross	9.9	13.6	13.6	24.2
Other non-operating items	1.2	14.2	9.6	44.9
Share of profits of joint venture companies	14.5	14.7	29.8	25.7
Share of profits of associated companies	127.3	58.8	216.9	84.7
PROFIT BEFORE TAXATION	<u>404.0</u>	<u>658.2</u>	<u>878.2</u>	<u>1,214.8</u>
TAXATION	(58.5)	(126.5)	(155.2)	(236.9)
PROFIT FOR THE PERIOD	<u>345.5</u>	<u>531.7</u>	<u>723.0</u>	<u>977.9</u>
PROFIT ATTRIBUTABLE TO:				
EQUITY HOLDERS OF THE COMPANY	323.8	507.8	682.4	931.9
MINORITY INTERESTS	21.7	23.9	40.6	46.0
	<u>345.5</u>	<u>531.7</u>	<u>723.0</u>	<u>977.9</u>
BASIC EARNINGS PER SHARE (CENTS)	27.3	40.8	57.6	74.7
DILUTED EARNINGS PER SHARE (CENTS)	27.1	40.3	57.2	73.5

Notes:

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

	The Group		The Group	
	2nd Quarter 2008-09	2nd Quarter 2007-08	1st Half 2008-09	1st Half 2007-08
Interest income from short-term investments	(0.3)	(0.2)	(0.5)	(0.4)
Dividend income from short-term investments	(0.4)	(0.3)	(0.6)	(0.6)
Amortisation of deferred gain on sale and leaseback transactions	(21.5)	(25.6)	(45.0)	(51.8)
Loss/(Surplus) on disposal of short-term investments	1.4	(3.1)	0.1	(5.0)
Bad debts written off	0.2	0.1	0.3	0.5
Impairment of trade debtors	4.3	0.9	7.9	1.5
Exchange loss, net	28.5	46.0	81.7	14.0
Fuel hedging (gain)/loss recognised in "Fuel costs"	(185.8)	(6.8)	(532.8)	17.0
Ineffectiveness of fuel hedging contracts recognised in "Fuel costs"	2.3	--	0.6	--
Adjustment for over provision of tax in respect of prior years	(7.7)	--	(7.7)	(0.2)

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

	The Group		The Group	
	2nd Quarter 2008-09	2nd Quarter 2007-08	1st Half 2008-09	1st Half 2007-08
Recognition of liquidated damages	10.5	13.9	18.2	27.6
Surplus on disposal of other property, plant and equipment	0.5	--	0.9	16.6
Amortisation of deferred gain on sale and finance leaseback transactions	0.3	0.3	0.7	0.7
Impairment of investments	(10.0)	--	(10.1)	--
Loss on partial disposal of a subsidiary company	(0.1)	--	(0.1)	--
	<u>1.2</u>	<u>14.2</u>	<u>9.6</u>	<u>44.9</u>

(iii) Share of profits from associated companies:

During the quarter, the increase in share of profits from associated companies was mainly due to Virgin Atlantic Limited's better performance further uplifted by an adjustment of \$50.0 million (the Group's share) arising from the re-classification of its subsidiary company, Virgin Nigeria, to a long-term investment.

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.

BALANCE SHEETS AS AT 30 SEPTEMBER 2008 (in \$ million)

	The Group		The Company	
	30-Sep 2008	31-Mar 2008	30-Sep 2008	31-Mar 2008
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY				
Share capital	1,684.8	1,682.0	1,684.8	1,682.0
Treasury shares	(12.8)	(33.2)	(12.8)	(33.2)
Capital reserve	95.6	95.6	--	--
Foreign currency translation reserve	(131.9)	(130.7)	--	--
Share-based compensation reserve	157.4	136.4	112.7	98.6
Fair value reserve	67.9	443.4	(215.7)	198.6
General reserve	12,671.2	12,931.7	11,353.7	11,589.7
	14,532.2	15,125.2	12,922.7	13,535.7
MINORITY INTERESTS	506.0	503.7	--	--
TOTAL EQUITY	15,038.2	15,628.9	12,922.7	13,535.7
DEFERRED ACCOUNT	678.7	787.3	569.3	660.0
DEFERRED TAXATION	2,392.9	2,542.1	1,980.5	2,101.9
LONG-TERM LIABILITIES	1,395.6	1,599.2	910.3	900.0
	19,505.4	20,557.5	16,382.8	17,197.6
Represented by:-				
PROPERTY, PLANT AND EQUIPMENT				
Aircraft, spares and spare engines	13,373.7	13,182.2	10,910.2	10,708.5
Land and buildings	709.4	729.3	125.6	132.2
Others	1,937.8	2,562.6	1,574.5	2,218.3
	16,020.9	16,474.1	12,610.3	13,059.0
INTANGIBLE ASSETS	98.2	106.6	73.3	79.0
SUBSIDIARY COMPANIES	--	--	1,780.8	1,780.8
ASSOCIATED COMPANIES	1,410.1	1,121.0	1,719.8	1,722.2
JOINT VENTURE COMPANIES	115.5	95.1	--	--
LONG-TERM INVESTMENTS	43.2	43.3	18.8	18.9
OTHER NON-CURRENT ASSETS	470.4	361.8	458.0	353.6
CURRENT ASSETS				
Inventories	523.8	507.7	395.7	406.3
Trade debtors	1,821.5	2,043.8	1,219.6	1,433.4
Deposits and other debtors	94.0	73.1	67.6	37.7
Prepayments	98.3	104.9	81.7	90.2
Amounts owing by subsidiary companies	--	--	312.6	227.4
Amounts owing by associated companies	2.0	0.5	--	--
Investments	489.0	464.3	397.8	360.9
Cash and bank balances	5,089.6	5,119.0	4,188.4	4,216.7
	8,118.2	8,313.3	6,663.4	6,772.6
Less: CURRENT LIABILITIES				
Sales in advance of carriage	1,783.9	1,680.3	1,740.2	1,647.0
Deferred revenue	476.1	435.7	476.1	435.7
Current tax payable	352.4	415.1	260.2	282.7
Trade and other creditors	3,897.6	3,367.9	2,934.3	2,494.0
Amounts owing to subsidiary companies	--	--	1,530.8	1,729.1
Amounts owing to associated companies	--	1.2	--	--
Finance lease commitments-repayable within one year	60.7	56.9	--	--
Loans-repayable within one year	0.4	0.6	--	--
Notes-repayable within one year	200.0	--	--	--
	6,771.1	5,957.7	6,941.6	6,588.5
NET CURRENT ASSETS/(LIABILITIES)	1,347.1	2,355.6	(278.2)	184.1
	19,505.4	20,557.5	16,382.8	17,197.6

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 September 2008		As at 31 March 2008	
Secured	Unsecured	Secured	Unsecured
\$60.7M	\$200.4M	\$57.0M	\$0.5M

Amount repayable after one year

As at 30 September 2008		As at 31 March 2008	
Secured	Unsecured	Secured	Unsecured
\$482.1M	\$903.2M	\$495.8M	\$1,103.4M

Details of any collateral

\$0.1 million of the secured borrowings by SIAEC are secured by equipment and vehicles and are repayable after a year. In addition, \$4.2 million of the secured borrowings secured by SATS Group are secured by machineries, of which \$0.4 million is repayable within one year. The remaining secured borrowings pertained to finance leases of aircraft (\$538.5 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.

FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2008 (in \$ million)

	The Group		The Group	
	2nd Quarter 2008-09	2nd Quarter 2007-08	1st Half 2008-09	1st Half 2007-08
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before taxation	404.0	658.2	878.2	1,214.8
Adjustments for:-				
Depreciation	422.5	373.6	849.7	730.7
Amortisation of intangible assets	11.2	10.0	21.6	21.0
Income from short-term investments	(0.7)	(0.5)	(1.1)	(1.0)
Share-based compensation expense	17.1	20.2	35.7	35.1
Exchange differences	48.4	33.4	86.6	13.9
Amortisation of deferred gain on sale and leaseback transactions	(21.5)	(25.6)	(45.0)	(51.8)
Finance charges	21.8	26.9	42.1	50.4
Interest income	(28.0)	(47.3)	(55.0)	(91.4)
Surplus on disposal of aircraft, spares and spare engines	(13.2)	(18.0)	(20.5)	(12.5)
Dividends from long-term investments, gross	(9.9)	(13.6)	(13.6)	(24.2)
Other non-operating items	(1.2)	(14.2)	(9.6)	(44.9)
Share of profits of joint venture companies	(14.5)	(14.7)	(29.8)	(25.7)
Share of profits of associated companies	(127.3)	(58.8)	(216.9)	(84.7)
Operating profit before working capital changes	708.7	929.6	1,522.4	1,729.7
(Decrease)/increase in trade and other creditors	(150.1)	(305.9)	109.7	(120.6)
Decrease/(increase) in short term investments	88.7	400.3	(44.6)	52.2
(Decrease)/increase in sales in advance of carriage	(75.7)	45.3	103.6	195.7
Increase in trade debtors	(64.8)	(2.8)	(111.4)	(36.0)
Decrease/(increase) in deposits and other debtors	22.7	93.7	(20.9)	66.0
Decrease/(increase) in prepayments	10.2	0.3	6.6	(0.1)
(Increase)/decrease in inventories	(3.8)	9.1	(16.1)	18.9
Increase in deferred revenue	22.0	9.2	40.4	20.9
(Increase)/decrease in amounts owing to/by associated companies	(1.6)	0.6	(2.7)	(1.3)
Cash generated from operations	556.3	1,179.4	1,587.0	1,925.4
Income taxes paid	(134.2)	(55.9)	(205.9)	(101.5)
NET CASH PROVIDED BY OPERATING ACTIVITIES	422.1	1,123.5	1,381.1	1,823.9

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2008 (in \$ million)**

	The Group		The Group	
	2nd Quarter 2008-09	2nd Quarter 2007-08	1st Half 2008-09	1st Half 2007-08
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	(506.9)	(529.5)	(1,134.4)	(1,166.8)
Purchase of intangible assets - application software	(7.0)	(6.9)	(11.6)	(18.4)
Proceeds from disposal of aircraft and other property, plant and equipment	55.0	74.0	737.1	75.9
Investments in companies pending incorporation	--	--	(4.2)	--
Proceeds from partial disposal of a subsidiary company	0.3	--	0.3	--
Acquisition of minority interest	(0.6)	--	(0.6)	--
Acquisition of subsidiary company, net of cash required	--	(1.5)	--	(1.5)
Repayment of loans by associated companies	2.4	1.0	2.6	1.0
Dividends received from associated and joint venture companies	14.5	18.0	25.6	30.7
Dividends received from investments	10.3	13.9	14.2	24.8
Interest received from investments and deposits	28.6	57.1	51.4	95.3
NET CASH USED IN INVESTING ACTIVITIES	(403.4)	(373.9)	(319.6)	(959.0)
CASH FLOW FROM FINANCING ACTIVITIES				
Dividends paid	(948.7)	(1,076.0)	(948.7)	(1,076.0)
Dividends paid by subsidiary companies to minority interests	(55.4)	(37.5)	(55.4)	(37.5)
Interest paid	(6.4)	(23.6)	(28.7)	(50.8)
Proceeds from borrowings	(1.0)	--	--	0.2
Repayment of borrowings	(0.2)	(110.6)	(0.3)	(113.6)
Repayment of long-term lease liabilities	(17.5)	(18.2)	(27.9)	(30.9)
Proceeds from issuance of share capital by subsidiary companies to minority interests	8.3	--	8.8	--
Proceeds from exercise of employee share options	40.6	200.1	49.6	315.5
Purchase of treasury shares	(11.9)	--	(30.7)	--
NET CASH USED IN FINANCING ACTIVITIES	(992.2)	(1,065.8)	(1,033.3)	(993.1)
NET CASH (OUTFLOW)/INFLOW	(973.5)	(316.2)	28.2	(128.2)
CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD	6,079.3	5,308.9	5,119.0	5,093.7
Effect of exchange rate changes	(16.2)	(52.4)	(57.6)	(25.2)
CASH AND CASH EQUIVALENTS AT END PERIOD	5,089.6	4,940.3	5,089.6	4,940.3
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Fixed deposits	4,690.6	4,616.4	4,690.6	4,616.4
Cash and bank	399.0	323.9	399.0	323.9
CASH AND CASH EQUIVALENTS AT END PERIOD	5,089.6	4,940.3	5,089.6	4,940.3

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 SECOND QUARTER ENDED 30 SEPTEMBER 2008 (in \$ million)**

The Group	Attributable to Equity Holders of the Company									
	Share capital	Treasury shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total	Minority interests	Total equity
Balance at 1 July 2008	1,684.8	(46.8)	95.6	(141.6)	152.1	1,073.4	13,291.7	16,109.2	522.3	16,631.5
Currency translation differences	--	--	--	9.7	--	--	--	9.7	10.0	19.7
Net fair value changes on available-for-sale assets	--	--	--	--	--	(4.1)	--	(4.1)	--	(4.1)
Net fair value changes on cash flow hedges	--	--	--	--	--	(993.7)	--	(993.7)	--	(993.7)
Share of associated companies' fair value reserve	--	--	--	--	--	(7.7)	--	(7.7)	--	(7.7)
Surplus on dilution of interest in subsidiary companies due to share options exercised	--	--	--	--	(2.5)	--	7.2	4.7	2.1	6.8
Net income and expense not recognised in the profit and loss account	--	--	--	9.7	(2.5)	(1,005.5)	7.2	(991.1)	12.1	(979.0)
Profit for the period July-September 2008	--	--	--	--	--	--	323.8	323.8	21.7	345.5
Net income and expense recognised for the period	--	--	--	9.7	(2.5)	(1,005.5)	331.0	(667.3)	33.8	(633.5)
Issuance of share capital by subsidiary companies	--	--	--	--	--	--	--	--	8.3	8.3
Acquisition of minority interest	--	--	--	--	--	--	--	--	(3.3)	(3.3)
Partial disposal of a subsidiary company	--	--	--	--	--	--	--	--	0.3	0.3
Share-based compensation expense	--	--	--	--	17.1	--	--	17.1	--	17.1
Share options lapsed	--	--	--	--	(0.1)	--	0.1	--	--	--
Purchase of treasury shares	--	(11.9)	--	--	--	--	--	(11.9)	--	(11.9)
Treasury shares reissued pursuant to employee share option plan	--	45.9	--	--	(9.2)	--	(2.9)	33.8	--	33.8
Dividends	--	--	--	--	--	--	(948.7)	(948.7)	(55.4)	(1,004.1)
Balance at 30 September 2008	1,684.8	(12.8)	95.6	(131.9)	157.4	67.9	12,671.2	14,532.2	506.0	15,038.2

**STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2007 (in \$ million)**

The Group	Attributable to Equity Holders of the Company							Total	Minority interests	Total equity
	Share capital	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve				
Balance at 1 July 2007	1,596.1	44.9	(43.9)	106.8	(9.8)	13,998.7	15,692.8	480.6	16,173.4	
Currency translation differences	--	--	(19.8)	--	--	--	(19.8)	(3.8)	(23.6)	
Net fair value changes on available-for-sale assets	--	--	--	--	(7.3)	--	(7.3)	--	(7.3)	
Net fair value changes on cash flow hedges	--	--	--	--	56.6	--	56.6	--	56.6	
Share of associated companies' fair value reserve	--	--	--	--	(19.0)	--	(19.0)	--	(19.0)	
Surplus on dilution of interest in subsidiary companies due to share options exercised	--	--	--	(6.8)	--	18.1	11.3	22.1	33.4	
Net income and expense not recognised in the profit and loss account	--	--	(19.8)	(6.8)	30.3	18.1	21.8	18.3	40.1	
Profit for the period July-September 2007	--	--	--	--	--	507.8	507.8	23.9	531.7	
Net income and expense recognised for the period	--	--	(19.8)	(6.8)	30.3	525.9	529.6	42.2	571.8	
Share-based compensation expense	--	--	--	20.2	--	--	20.2	--	20.2	
Share options exercised	182.9	--	--	(16.2)	--	--	166.7	--	166.7	
Share options lapsed	--	--	--	(0.1)	--	0.1	--	--	--	
Capital reduction	(155.9)	--	--	--	--	(1,400.4)	(1,556.3)	--	(1,556.3)	
Dividends	--	--	--	--	--	(1,076.0)	(1,076.0)	(37.5)	(1,113.5)	
Balance at 30 September 2007	1,623.1	44.9	(63.7)	103.9	20.5	12,048.3	13,777.0	485.3	14,262.3	

**STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2008 (in \$ million)**

The Company	Share capital	Treasury shares	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 July 2008	1,684.8	(46.8)	109.8	590.6	11,817.3	14,155.7
Net fair value changes on available-for-sale assets	--	--	--	(1.2)	--	(1.2)
Net fair value changes on cash flow hedges	--	--	--	(805.1)	--	(805.1)
Net expense not recognised in the profit and loss account	--	--	--	(806.3)	--	(806.3)
Profit for the period July-September 2008	--	--	--	--	488.0	488.0
Net income and expense recognised for the period	--	--	--	(806.3)	488.0	(318.3)
Share-based compensation expense	--	--	12.1	--	--	12.1
Purchase of treasury shares	--	(11.9)	--	--	--	(11.9)
Treasury shares reissued pursuant to employee share option plan	--	45.9	(9.2)	--	(2.9)	33.8
Dividends	--	--	--	--	(948.7)	(948.7)
Balance at 30 September 2008	1,684.8	(12.8)	112.7	(215.7)	11,353.7	12,922.7

**STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2007 (in \$ million)**

The Company	Share capital	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 July 2007	1,596.1	77.6	0.6	12,887.9	14,562.2
Net fair value changes on available-for-sale assets	--	--	(10.4)	--	(10.4)
Net fair value changes on cash flow hedges	--	--	42.5	--	42.5
Net income not recognised in the profit and loss account	--	--	32.1	--	32.1
Profit for the period July-September 2007	--	--	--	524.6	524.6
Net income recognised for the period	--	--	32.1	524.6	556.7
Share-based compensation expense	--	13.8	--	--	13.8
Share options exercised	182.9	(16.2)	--	--	166.7
Capital reduction	(155.9)	--	--	(1,400.4)	(1,556.3)
Dividends	--	--	--	(1,076.0)	(1,076.0)
Balance at 30 September 2007	1,623.1	75.2	32.7	10,936.1	12,667.1

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

(i) Share Capital

During the period July to September 2008, the Company did not issue any shares upon exercise of options pursuant to share options exercised under the Employee Share Option Plan.

As at 30 September 2008, the number of ordinary shares in issue was 1,186,547,790 and the share capital was \$1,684.8 million.

Treasury Shares

During the period July to September 2008, the Company purchased 800,000 of its ordinary shares by way of on-market purchases at share prices ranging from \$13.90 to \$15.06. The total amount paid to purchase the shares was \$11.9 million.

In addition, the Company transferred 2,939,486 of the treasury shares to employees on exercise of share options. In addition, treasury shares transferred on vesting of share-based incentive plan amounted to \$2.3 million or 152,969 shares. Treasury shares are presented as a component within equity attributable to equity holders of the Company.

	Number of Shares	Treasury Shares (\$ million)
Group and Company		
Balance at 1 July 2008	3,156,417	(46.8)
Purchase of treasury shares	800,000	(11.9)
Treasury shares transferred on exercise of share options	(2,939,486)	43.6
Treasury shares transferred on vesting of share-based incentive plan	(152,969)	2.3
Balance at 30 September 2008	863,962	(12.8)

The total number of issued ordinary shares less treasury shares as at 30 September 2008 was 1,185,683,828 (30 September 2007: 1,182,469,541).

(ii) Employee Share Option Plan

As at 30 September 2008, the number of share options of the Company outstanding was 64,369,301 (30 September 2007: 60,084,539).

During the period July to September 2008, 2,939,486 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 July to September 2008 is as follows:

Date of grant	Balance at 01.07.2008	Cancelled during 01.07.2008 to 30.09.2008	Exercised during 01.07.2008 to 30.09.2008	Balance at 30.09.2008	Exercise price *	Expiry date
28.03.2000	4,714,181	(191,700)	(76,450)	4,446,031	\$14.84	27.03.2010
03.07.2000	4,992,845	(253,300)	(1,000)	4,738,545	\$16.15	02.07.2010
02.07.2001	2,553,068	(87,520)	(109,895)	2,355,653	\$11.46	01.07.2011
01.07.2002	3,715,711	(91,490)	(179,160)	3,445,061	\$12.32	30.06.2012
01.07.2003	2,872,015	(38,855)	(255,351)	2,577,809	\$9.84	30.06.2013
01.07.2004	4,668,189	(950)	(380,100)	4,287,139	\$10.20	30.06.2014
01.07.2005	8,048,654	(10,332)	(502,820)	7,535,502	\$10.78	30.06.2015
03.07.2006	11,725,184	(19,585)	(1,434,710)	10,270,889	\$12.10	02.07.2016
02.07.2007	11,981,395	(36,860)	-	11,944,535	\$18.22	01.07.2017
01.07.2008	12,836,062	(67,925)	-	12,768,137	\$14.83	30.06.2018
	68,107,304	(798,517)	(2,939,486)	64,369,301		

* 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 exercise prices reflected here are the exercise prices after such adjustment.

(iii) 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 120% of the initial grant of the restricted shares and between 0% and 150% of the initial grant of the performance shares.

As at 30 September 2008, the number of outstanding shares granted under the Company's RSP and PSP were 1,339,497 (30 September 2007: 767,630) and 524,853 (30 September 2007: 294,700) respectively.

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

Date of grant	Number of Restricted Shares				
	Balance at 01.07.2008	Adjustment*	Cancelled	Vested	Balance at 30.09.2008
RSP					
27.07.2006	258,852	41,226	(2,136)	(152,969)	144,973
01.08.2007	527,805	-	(9,705)	-	518,100
01.07.2008	676,424	-	-	-	676,424
	1,463,081	41,226	(11,841)	(152,969)	1,339,497

* Adjustment at the end of two-year performance period upon meeting stated performance targets.

Date of grant	Number of Performance Shares	
	Balance at 01.07.2008	Balance at 30.09.2008
PSP		
27.07.2006	144,701	144,701
01.08.2007	157,952	157,952
01.07.2008	222,200	222,200
	524,853	524,853

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 2008 except for the adoption of the Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are mandatory for financial year beginning on or after 1 April 2008. The adoption of these FRS and INT FRS has no significant impact to 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		The Group	
	2nd Quarter 2008-09	2nd Quarter 2007-08	1 st Half 2008-09	1 st Half 2007-08
Earnings per share (cents)				
- Basic	27.3	40.8	57.6	74.7
- Diluted	27.1	40.3	57.2	73.5

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 Sep 08	As at 31 Mar 08	As at 30 Sep 08	As at 31 Mar 08
Net asset value per ordinary share (\$)	12.26	12.77	10.90	11.43

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

First Half 2008-09

The Group recorded a net profit attributable to equity holders of \$682 million. This was \$250 million (-26.8%) lower than for the same period a year ago.

Group revenue improved \$922 million (+12.1%) to \$8,511 million on account of higher passenger carriage, while Group expenditure rose at a faster pace, increasing by \$1,329 million (+20.1%).

Expenditure on fuel for the Group grew by \$1,587 million (+66.3%) during the six months to September 2008, when fuel prices reached new heights. The average price of jet fuel in the half year increased 75.8% year-on-year from USD88/BBL to USD155/BBL. This was partially mitigated by hedging gains of \$532 million.

Consequently, Group operating profit declined to \$575 million, \$407 million (-41.4%) lower than the first half of the preceding financial year.

Operating profit for the Parent Airline Company was \$286 million (-36.6%) lower year-on-year, impacted by the high fuel expenditure which increased \$1,391 million (+72.8%) to \$3,300 million. Other cost items were well managed, so that unit cost excluding fuel was actually lowered by 8.3%.

The operating results of the major subsidiary companies are as follows:

• SATS	Profit of \$82 million	(-12.5%)
• SIA Engineering	Profit of \$57 million	(-10.7%)
• SilkAir	Profit of \$ 5 million	(-44.6%)
• SIA Cargo	Loss of \$76 million	(profit of \$19 million previously)

Second Quarter FY2008-09

The Group's net profit attributable to equity holders for the second quarter was \$324 million, \$184 million (-36.2%) lower than the same period in the previous year.

Group revenue rose \$412 million (+10.4%) to \$4,379 million, while expenditure was up by a higher amount of \$699 million (+20.3%), led by higher fuel costs.

As a result, Group operating profit for the second quarter declined \$287 million (-55.3%) to \$232 million. For the second quarter of the financial year, operating profits for the Company, SilkAir and SIA Cargo were weighed down by the impact of high fuel cost.

BALANCE SHEET REVIEW

Total equity attributable to equity holders decreased by \$593.0 million from \$15,125.2 million as at 31 March 2008 to \$14,532.2 million as at 30 September 2008 arising from a decrease in fair value reserve of \$375.5 million in the first half of FY2008-09 and payment for final dividends in respect of FY2007-08 from the general reserve. This reduction was partially offset by profits earned for the first half of the financial year. The decrease in fair value reserve was mainly due to a fair value loss on outstanding fuel options and swap contracts consequent to a decline in fuel prices, partially offset by a fair value gain on outstanding foreign exchange contracts.

Total Group assets decreased by \$238.7 million (-0.9%) from 31 March 2008 to \$26,276.5 million as at 30 September 2008. The reduction resulted mainly from a drop in trade debtors balance of \$222.3 million due to the downward revaluation of outstanding fuel hedging contracts. The balance for property, plant and equipment was also \$453.2 million lower, a result of depreciation expense of \$849.7 million which was partially offset by net acquisitions of \$396.5 million. An improvement in share of profits and reserves of associated companies increased the balance of associated companies by \$289.1 million.

Total Group liabilities increased by \$352.0 million (+3.2%) from 31 March 2008 to \$11,238.3 million as at 30 September 2008 mainly from trade and other creditors of \$529.7 million, attributable to fair value loss on outstanding fuel hedges.

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

The financial turmoil around the world and weak consumer confidence are impacting demand for air transportation. Although advance bookings for the immediate next quarter are holding up reasonably well, there are signs of weakness beyond that.

Fuel prices have retreated but fuel remains the biggest single item of operating expenditure.

Recent volatility in currency markets presents another challenge. With fuel and aircraft related payments in US dollars, the sharp appreciation of the US dollar and the concurrent depreciation of the Euro, UK pound and Australian dollar, all major revenue currencies for the Company, is an adverse development, partially mitigated by the Company's ongoing currency hedging programme.

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? Yes.

Name of dividend	Interim
Dividend type	Cash
Dividend rate	20 cents per ordinary share
Tax rate	Tax exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Name of dividend	Interim
Dividend type	Cash
Dividend rate	20 cents per ordinary share
Tax rate	Tax exempt (one-tier)

(c) Date payable

The interim dividend will be paid on 4 December 2008.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Transfer Books and the Register of Members of the Company will be closed on 24 November 2008 for the preparation of dividend warrants. Duly completed and stamped transfers received by the Share Registrar, M&C Services Private Limited, 138 Robinson Road, #17-00 The Corporate Office, Singapore 068906 up to 5.00 p.m. on 21 November 2008 will be registered to determine shareholders' entitlements to the interim dividend. Subject as aforesaid, shareholders whose Securities Accounts with The Central Depository (Pte) Limited ("CDP") are credited with ordinary shares in the capital of the Company as at 5.00 p.m. on 21 November 2008 will be entitled to the interim dividend.

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

Not applicable.

13 Interested Person Transactions

Interested person transactions conducted during the second quarter of Financial Year 2008-09:

Name of Interested Person	Aggregate value of all interested person transactions during the quarter under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding IPTs less than \$100,000)
	2nd Quarter 2008-09 S(\$)	2nd Quarter 2008-09 S(\$)
Singapore Technologies Engineering Ltd Group - Miltope Corporation	-	148,756
Singapore Computer Systems Limited Group - Singapore Computer Systems Limited	-	406,349
Capitaland Limited Group - Orchard Turn Retail Investment Pte Ltd		5,392,425
Temasek Holdings Pte Ltd Group - Great Wall Airlines Co Ltd	-	98,659,935
Total Interested Persons Transactions	-	104,607,465

By Order of the Board

Ethel Tan (Mrs)
Company Secretary
6 November 2008

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 second quarter and half year ended 30 September 2008 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

6 November 2008