



**UNAUDITED RESULTS FOR THE THIRD QUARTER AND
NINE MONTHS ENDED 31 DECEMBER 2017**

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 THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
REVENUE	4,076.7	3,846.9	11,788.8	11,157.6
EXPENDITURE				
Staff costs	670.6	634.4	1,998.6	1,925.8
Fuel costs	1,024.7	938.6	2,880.8	2,780.3
Depreciation	414.2	384.2	1,226.4	1,165.1
Impairment of property, plant and equipment	-	-	0.2	-
Amortisation of intangible assets	11.5	10.1	32.5	28.9
Aircraft maintenance and overhaul costs	224.2	229.4	676.5	658.3
Commission and incentives	113.8	92.4	320.4	274.8
Landing, parking and overflying charges	217.3	210.1	641.6	613.3
Handling charges	336.4	302.6	988.8	887.2
Rentals on leased aircraft	196.7	222.2	613.3	669.6
Material costs	14.0	12.3	44.8	44.0
Inflight meals	135.8	138.5	404.5	407.5
Advertising and sales costs	72.2	78.2	207.6	213.8
Insurance expenses	13.0	10.6	39.4	32.1
Company accommodation and utilities	23.1	29.0	69.8	85.7
Other passenger costs	43.4	42.1	131.6	130.9
Crew expenses	40.6	41.2	120.2	116.5
Other operating expenses	195.8	178.1	549.0	528.6
	<u>3,747.3</u>	<u>3,554.0</u>	<u>10,946.0</u>	<u>10,562.4</u>
OPERATING PROFIT	329.4	292.9	842.8	595.2
Finance charges	(25.4)	(12.6)	(67.6)	(33.4)
Interest income	15.2	17.1	50.2	57.5
Surplus/(Loss) on disposal of aircraft, spares and spare engines	6.0	(3.0)	11.1	(15.8)
Dividends from long-term investments	3.0	2.0	6.2	5.5
Dividends from asset held for sale	-	-	-	39.5
Other non-operating items	(0.4)	(85.0)	11.7	45.5
Share of profits of joint venture companies	23.5	9.0	30.8	15.2
Share of (losses)/profits of associated companies	(2.3)	6.3	(20.7)	(58.5)
PROFIT BEFORE TAXATION	<u>349.0</u>	<u>226.7</u>	<u>864.5</u>	<u>650.7</u>
TAXATION	<u>(49.3)</u>	<u>(35.7)</u>	<u>(121.3)</u>	<u>(82.4)</u>
PROFIT FOR THE PERIOD	<u>299.7</u>	<u>191.0</u>	<u>743.2</u>	<u>568.3</u>
PROFIT ATTRIBUTABLE TO:				
OWNERS OF THE COMPANY	286.1	177.2	711.1	498.7
NON-CONTROLLING INTERESTS	13.6	13.8	32.1	69.6
	<u>299.7</u>	<u>191.0</u>	<u>743.2</u>	<u>568.3</u>
BASIC EARNINGS PER SHARE (CENTS)	24.2	15.0	60.2	42.2
DILUTED EARNINGS PER SHARE (CENTS)	24.1	14.9	59.9	42.0

Notes:

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

	The Group		The Group	
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
Compensation for changes in aircraft delivery slots	(3.2)	(9.1)	(82.2)	(29.3)
Interest income from short-term investments	(0.3)	(0.3)	(0.8)	(0.7)
Dividend income from short-term investments	(0.1)	-	(0.7)	(0.7)
Income from operating lease of aircraft	(12.6)	(11.0)	(43.9)	(36.2)
Amortisation of deferred gain on sale and operating leaseback transactions	(1.8)	(1.5)	(3.3)	(4.8)
Loss on disposal of short-term investments	0.1	-	0.1	0.4
Bad debts (recovered)/written off	(0.4)	1.3	-	1.9
Impairment/(Writeback of impairment) of trade debtors	0.1	(1.1)	2.6	(1.5)
Writedown of inventories	2.0	1.5	4.7	3.2
Exchange loss, net	18.8	9.9	28.3	18.1
Currency hedging loss	21.6	7.1	39.5	32.4
Fuel hedging (gain)/loss recognised in "Fuel costs"	(44.0)	42.2	(15.1)	365.9
Ineffectiveness of fuel hedging contracts recognised in "Fuel costs"	-	-	-	(36.4)
Net (gain)/loss on financial assets mandatorily measured at fair value through profit or loss ("FVTPL")	(1.8)	0.6	(6.3)	0.6
(Over)/Under provision of tax in respect of prior years	(9.9)	1.1	(34.2)	(9.5)

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

	The Group		The Group	
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
Impairment of aircraft	-	-	-	(20.8)
Impairment of intangible assets	-	(79.0)	-	(79.0)
Surplus on disposal of asset held for sale	-	-	-	141.6
Surplus/(loss) on disposal of other property, plant and equipment	0.6	(0.2)	8.3	(0.2)
Surplus on partial disposal of associated companies	-	2.4	-	2.4
Loss on disposal of a long term investment	-	(6.1)	-	(6.1)
Provision for onerous aircraft leases	(0.5)	-	(0.5)	-
Net gain/(losses) on financial assets mandatorily measured at FVTPL	0.1	(2.4)	4.6	(2.4)
Writeback of provision for expected credit losses on investments and guarantees	0.5	0.3	0.8	0.3
Surplus on dilution of interest in an associated company	-	-	-	9.7
Restructuring costs	(1.1)	-	(1.5)	-
	<u>(0.4)</u>	<u>(85.0)</u>	<u>11.7</u>	<u>45.5</u>

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
PROFIT FOR THE PERIOD	299.7	191.0	743.2	568.3
OTHER COMPREHENSIVE INCOME:				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Currency translation differences	(14.2)	48.3	(37.9)	40.9
Net fair value changes on cash flow hedges	402.9	470.0	521.1	985.2
Share of other comprehensive income of associated and joint venture companies	1.1	8.5	(7.0)	23.2
<u>Items that will not be reclassified subsequently to profit or loss:</u>				
Net fair value changes on financial assets measured at fair value through other comprehensive income ("FVOCI")	-	0.3	-	(132.7)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	<u>389.8</u>	<u>527.1</u>	<u>476.2</u>	<u>916.6</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>689.5</u>	<u>718.1</u>	<u>1,219.4</u>	<u>1,484.9</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
OWNERS OF THE COMPANY	676.0	696.4	1,193.8	1,438.2
NON-CONTROLLING INTERESTS	13.5	21.7	25.6	46.7
	<u>689.5</u>	<u>718.1</u>	<u>1,219.4</u>	<u>1,484.9</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 31 DECEMBER 2017 (in \$ million)

	The Group		The Company	
	31-Dec 2017	31-Mar 2017	31-Dec 2017	31-Mar 2017
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY				
Share capital	1,856.1	1,856.1	1,856.1	1,856.1
Treasury shares	(183.5)	(194.7)	(183.5)	(194.7)
Other reserves	12,359.3	11,421.6	11,659.2	10,852.2
	14,031.9	13,083.0	13,331.8	12,513.6
NON-CONTROLLING INTERESTS	360.5	387.2	-	-
TOTAL EQUITY	14,392.4	13,470.2	13,331.8	12,513.6
DEFERRED ACCOUNT	135.1	234.5	120.0	214.9
DEFERRED TAXATION	2,095.4	1,890.5	1,661.1	1,482.1
LONG-TERM LIABILITIES	3,193.2	1,794.7	3,102.8	1,689.4
PROVISIONS	838.0	910.3	584.9	648.0
DEFINED BENEFIT PLANS	125.4	131.2	117.0	122.3
	20,779.5	18,431.4	18,917.6	16,670.3
Represented by:-				
PROPERTY, PLANT AND EQUIPMENT	19,401.1	16,433.3	14,470.6	12,050.8
INTANGIBLE ASSETS	433.0	423.5	176.8	169.5
SUBSIDIARY COMPANIES	-	-	4,837.0	4,610.1
ASSOCIATED COMPANIES	999.0	1,056.9	798.5	756.8
JOINT VENTURE COMPANIES	153.8	160.2	-	-
LONG-TERM INVESTMENTS	347.9	405.7	337.4	395.3
OTHER LONG-TERM ASSETS	683.5	479.3	616.5	397.9
DEFERRED ACCOUNT	55.3	61.1	45.3	49.1
CURRENT ASSETS				
Inventories	179.0	178.4	104.9	106.1
Trade debtors	1,270.6	1,144.6	639.3	694.7
Deposits and other debtors	80.5	127.4	44.4	55.8
Prepayments	206.0	211.0	149.2	169.9
Deferred account	10.1	11.8	7.3	9.1
Amounts owing by subsidiary companies	-	-	158.2	203.8
Derivative assets	303.0	85.0	302.8	82.1
Investments	300.2	539.9	221.6	469.9
Cash and bank balances	2,393.3	3,380.5	1,898.0	2,733.2
Other short-term assets	24.7	21.4	24.7	21.4
	4,767.4	5,700.0	3,550.4	4,546.0
Less: CURRENT LIABILITIES				
Sales in advance of carriage	2,059.7	1,634.3	1,819.4	1,465.9
Deferred revenue	644.2	707.8	644.2	707.8
Deferred account	78.1	86.0	73.7	76.3
Current tax payable	126.7	80.3	38.9	30.3
Trade and other creditors	2,650.6	3,296.1	1,779.3	2,251.9
Amounts owing to subsidiary companies	-	-	1,103.5	1,354.5
Borrowings	27.1	42.0	-	-
Provisions	345.0	322.4	325.8	298.8
Derivative liabilities	130.1	119.7	130.1	119.7
	6,061.5	6,288.6	5,914.9	6,305.2
NET CURRENT LIABILITIES	(1,294.1)	(588.6)	(2,364.5)	(1,759.2)
	20,779.5	18,431.4	18,917.6	16,670.3

1(b) (ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31 December 2017		As at 31 March 2017	
Secured	Unsecured	Secured	Unsecured
\$20.4M	\$6.7M	\$37.9M	\$4.1M

Amount repayable after one year

As at 31 December 2017		As at 31 March 2017	
Secured	Unsecured	Secured	Unsecured
\$63.0M	\$3,051.4M	\$74.0M	\$1,451.8M

Details of any collateral

The secured borrowings pertained to secured bank loans (\$77.6 million) and finance leases of aircraft (\$5.8 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 THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before taxation	349.0	226.7	864.5	650.7
Adjustments for:				
Depreciation	414.2	384.2	1,226.4	1,165.1
Impairment of property, plant and equipment	-	-	0.2	-
Amortisation of intangible assets	11.5	10.1	32.5	28.9
Impairment/(Writeback of impairment) of trade debtors	0.1	(1.1)	2.6	(1.5)
Writedown of inventories	2.0	1.5	4.7	3.2
Income from short-term investments	(0.4)	(0.3)	(1.5)	(1.4)
Provisions	70.9	70.8	210.4	218.3
Share-based compensation expense	3.5	3.9	9.9	11.4
Exchange differences	6.6	(43.2)	16.7	(58.2)
Amortisation of deferred gain on sale and operating leaseback transactions	(1.8)	(1.5)	(3.3)	(4.8)
Finance charges	25.4	12.6	67.6	33.4
Interest income	(15.2)	(17.1)	(50.2)	(57.5)
(Surplus)/Loss on disposal of aircraft, spares and spare engines	(6.0)	3.0	(11.1)	15.8
Dividends from long-term investments	(3.0)	(2.0)	(6.2)	(5.5)
Dividends from asset held for sale	-	-	-	(39.5)
Net (gain)/loss on financial assets mandatorily measured at FVTPL	(1.8)	0.6	(6.3)	0.6
Other non-operating items	0.4	85.0	(11.7)	(45.5)
Share of profits of joint venture companies	(23.5)	(9.0)	(30.8)	(15.2)
Share of losses/(profits) of associated companies	2.3	(6.3)	20.7	58.5
Operating cash flow before working capital changes	834.2	717.9	2,335.1	1,956.8
Decrease in trade and other creditors	(217.0)	(66.4)	(819.0)	(126.4)
(Decrease)/Increase in sales in advance of carriage	(142.2)	(154.1)	425.4	(194.4)
Increase in trade debtors	(31.9)	(108.6)	(131.9)	(35.7)
Decrease/(Increase) in deposits and other debtors	35.4	(45.1)	57.8	(27.1)
Decrease/(Increase) in prepayments	19.4	(78.5)	5.0	(128.6)
Increase in inventories	(0.1)	(3.7)	(5.3)	(1.4)
Increase/(Decrease) in deferred revenue	17.2	16.7	(63.6)	37.1
Cash generated from operations	515.0	278.2	1,803.5	1,480.3
Payment of fines and settlements	-	-	(139.0)	-
Income taxes refunded/(paid)	23.7	(20.9)	19.1	(44.8)
NET CASH PROVIDED BY OPERATING ACTIVITIES	538.7	257.3	1,683.6	1,435.5

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	(1,539.9)	(1,073.6)	(4,333.0)	(3,003.6)
Purchase of intangible assets	(16.3)	(9.3)	(44.5)	(31.1)
Proceeds from disposal of aircraft and other property, plant and equipment	15.3	8.7	81.9	31.7
Purchase of long-term investments	-	-	-	(0.6)
Proceeds from disposal of long-term investments	5.5	13.5	25.6	13.5
Purchase of short-term investments	(76.3)	(87.6)	(564.2)	(574.7)
Proceeds from disposal of short-term investments	108.2	341.9	860.1	957.2
Dividends received from associated and joint venture companies	26.3	15.6	73.1	54.9
Dividends received from investments	3.1	2.0	6.9	6.2
Dividends received from asset held for sale	-	-	-	39.5
Interest received from investments and deposits	16.0	18.8	52.8	62.2
Investments in associated companies	(22.4)	(25.2)	(43.7)	(225.3)
Loan to an associated company	-	-	-	(54.4)
Proceeds from repayment of loan from an associated company	-	-	-	116.4
Proceeds from capital reduction of an associated company	3.3	-	3.3	-
Proceeds from partial disposal of associated companies	-	4.0	-	4.0
Proceeds from disposal of assets held for sale	-	-	-	405.5
NET CASH USED IN INVESTING ACTIVITIES	(1,477.2)	(791.2)	(3,881.7)	(2,198.6)
CASH FLOW FROM FINANCING ACTIVITIES				
Dividends paid	(118.2)	(106.3)	(248.3)	(521.3)
Dividends paid by subsidiary companies to non-controlling interests	(10.5)	(10.3)	(49.0)	(35.8)
Proceeds from exercise of share options pursuant to the Voluntary Conditional General Offer ("VGO") of Tiger Airways	-	-	-	301.2
Acquisition of non-controlling interests without a change in control	-	(1.9)	-	(51.2)
Issuance of share capital by subsidiary companies	-	4.4	-	8.2
Interest paid	(29.3)	(11.8)	(58.1)	(33.4)
Proceeds from borrowings	-	-	3.3	1.8
Repayment of borrowings	(4.8)	(8.0)	(13.5)	(185.8)
Repayment of long-term lease liabilities	(5.9)	(5.4)	(17.6)	(16.0)
Proceeds from exercise of share options	-	-	1.0	33.2
Proceeds from issuance of bonds	203.0	430.0	1,603.0	430.0
Purchase of treasury shares	-	-	-	(134.3)
NET CASH PROVIDED BY/(USED IN) FINANCING ACTIVITIES	34.3	290.7	1,220.8	(203.4)
NET CASH OUTFLOW	(904.2)	(243.2)	(977.3)	(966.5)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	3,287.3	3,277.5	3,380.5	3,972.4
Effect of exchange rate changes	10.2	72.8	(9.9)	101.2
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	2,393.3	3,107.1	2,393.3	3,107.1
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Fixed deposits	1,680.4	2,130.0	1,680.4	2,130.0
Cash and bank balances	712.9	977.1	712.9	977.1
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	2,393.3	3,107.1	2,393.3	3,107.1

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 THIRD QUARTER ENDED 31 DECEMBER 2017 (in \$ million)**

The Group	Attributable to Owners of the Company							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 October 2017	1,856.1	(183.5)	(149.9)	(141.1)	73.2	(124.2)	12,141.8	13,472.4	359.5	13,831.9
<u>Comprehensive income</u>										
Currency translation differences	-	-	-	(14.1)	-	-	-	(14.1)	(0.1)	(14.2)
Net fair value changes on cash flow hedges	-	-	-	-	-	402.9	-	402.9	-	402.9
Share of other comprehensive income of associated and joint venture companies	-	-	-	-	-	1.1	-	1.1	-	1.1
Other comprehensive income for the period, net of tax	-	-	-	(14.1)	-	404.0	-	389.9	(0.1)	389.8
Profit for the period	-	-	-	-	-	-	286.1	286.1	13.6	299.7
Total comprehensive income for the period	-	-	-	(14.1)	-	404.0	286.1	676.0	13.5	689.5
<u>Transactions with owners, recorded directly in equity</u>										
<u>Contributions by and distributions to owners</u>										
Changes in ownership interest without loss of control	-	-	-	-	(0.2)	-	(1.6)	(1.8)	(2.0)	(3.8)
Share-based compensation expense	-	-	-	-	3.5	-	-	3.5	-	3.5
Share options lapsed	-	-	-	-	(0.1)	-	0.1	-	-	-
Dividends	-	-	-	-	-	-	(118.2)	(118.2)	(10.5)	(128.7)
Total transactions with owners	-	-	-	-	3.2	-	(119.7)	(116.5)	(12.5)	(129.0)
Balance at 31 December 2017	1,856.1	(183.5)	(149.9)	(155.2)	76.4	279.8	12,308.2	14,031.9	360.5	14,392.4

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016 (in \$ million)**

The Group	Attributable to Owners of the Company							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			
<u>Balance as at 1 October 2016</u>										
As previously reported	1,856.1	(194.8)	(150.9)	(155.2)	82.0	(68.7)	11,867.2	13,235.7	371.3	13,607.0
Effects of adopting FRS 109	-	-	-	-	-	(28.4)	47.2	18.8	-	18.8
As restated	1,856.1	(194.8)	(150.9)	(155.2)	82.0	(97.1)	11,914.4	13,254.5	371.3	13,625.8
<u>Comprehensive income</u>										
Currency translation differences	-	-	-	39.3	-	-	-	39.3	9.0	48.3
Net fair value changes on financial assets measured at FVOCI	-	-	-	-	-	0.1	-	0.1	0.2	0.3
Net fair value changes on cash flow hedges	-	-	-	-	-	471.3	-	471.3	(1.3)	470.0
Share of other comprehensive income of associated and joint venture companies	-	-	-	-	-	8.5	-	8.5	-	8.5
Other comprehensive income for the period, net of tax	-	-	-	39.3	-	479.9	-	519.2	7.9	527.1
Profit for the period	-	-	-	-	-	-	177.2	177.2	13.8	191.0
Total comprehensive income for the period	-	-	-	39.3	-	479.9	177.2	696.4	21.7	718.1
<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	-	-	(0.1)	-	-	-	-	(0.1)	-	(0.1)
Surplus on dilution of interest in a subsidiary company due to share options exercised	-	-	-	-	(0.2)	-	(3.8)	(4.0)	(3.5)	(7.5)
Share-based compensation expense	-	-	-	-	3.9	-	-	3.9	-	3.9
Share options lapsed	-	-	-	-	(0.7)	-	0.7	-	-	-
Treasury shares reissued pursuant to equity compensation plans	-	0.1	(0.2)	-	0.2	-	-	0.1	-	0.1
Issuance of share capital by a subsidiary company	-	-	-	-	-	-	-	-	4.4	4.4
Dividends	-	-	-	-	-	-	(106.3)	(106.3)	(10.3)	(116.6)
Total transactions with owners	-	0.1	(0.3)	-	3.2	-	(109.4)	(106.4)	(9.4)	(115.8)
<u>Changes in ownership interests in subsidiaries</u>										
Acquisition of non-controlling interests without a change in control	-	-	(1.4)	-	-	-	-	(1.4)	(0.5)	(1.9)
Total changes in ownership interests in subsidiaries	-	-	(1.4)	-	-	-	-	(1.4)	(0.5)	(1.9)
Balance at 31 December 2016	1,856.1	(194.7)	(152.6)	(115.9)	85.2	382.8	11,982.2	13,843.1	383.1	14,226.2

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2017 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2017	1,856.1	(183.5)	26.7	69.4	(99.1)	11,298.6	12,968.2
<u>Comprehensive income</u>							
Net fair value changes on cash flow hedges	-	-	-	-	302.7	-	302.7
Other comprehensive income for the period, net of tax	-	-	-	-	302.7	-	302.7
Profit for the period	-	-	-	-	-	176.4	176.4
Total comprehensive income for the period	-	-	-	-	302.7	176.4	479.1
<u>Transactions with owners, recorded directly in equity</u>							
<u>Contributions by and distributions to owners</u>							
Share-based compensation expense	-	-	-	2.7	-	-	2.7
Share options lapsed	-	-	-	(0.1)	-	0.1	-
Dividends	-	-	-	-	-	(118.2)	(118.2)
Total transactions with owners	-	-	-	2.6	-	(118.1)	(115.5)
Balance at 31 December 2017	1,856.1	(183.5)	26.7	72.0	203.6	11,356.9	13,331.8

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2016 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2016							
As previously reported	1,856.1	(194.8)	25.9	71.4	(66.4)	10,869.9	12,562.1
Effects of adopting FRS 109	-	-	-	-	(20.7)	33.0	12.3
As restated	1,856.1	(194.8)	25.9	71.4	(87.1)	10,902.9	12,574.4
<u>Comprehensive income</u>							
Net fair value changes on financial assets measured at FVOCI	-	-	-	-	0.1	-	0.1
Net fair value changes on cash flow hedges	-	-	-	-	382.2	-	382.2
Other comprehensive income for the period, net of tax	-	-	-	-	382.3	-	382.3
Profit for the period	-	-	-	-	-	170.9	170.9
Total comprehensive income for the period	-	-	-	-	382.3	170.9	553.2
<u>Transactions with owners, recorded directly in equity</u>							
<u>Contributions by and distributions to owners</u>							
Share-based compensation expense	-	-	-	3.1	-	-	3.1
Share options lapsed	-	-	-	(0.6)	-	0.6	-
Treasury shares reissued pursuant to equity compensation plans	-	0.1	(0.2)	0.2	-	-	0.1
Dividends	-	-	-	-	-	(106.3)	(106.3)
Total transactions with owners	-	0.1	(0.2)	2.7	-	(105.7)	(103.1)
Balance at 31 December 2016	1,856.1	(194.7)	25.7	74.1	295.2	10,968.1	13,024.5

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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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 October to December 2017, the Company did not issue any shares upon exercise of options pursuant to share options exercised under the Employee Share Option Plan, since no options were exercised.

Group and Company	Number of Shares	Share Capital (\$ million)
Issued and fully paid share capital <u>Ordinary Shares</u> Balance at 1 October 2017 and 31 December 2017	1,199,851,018	1,856.1

As at 31 December 2017, the number of ordinary shares in issue was 1,199,851,018 of which 17,318,177 were held by the Company as treasury shares (31 December 2016: 1,199,851,018 ordinary shares of which 18,377,002 were held as treasury shares). The share capital was \$1,856.1 million. The treasury shares held represents 1.5% (31 December 2016: 1.6%) of the total number of issued shares (excluding treasury shares).

The Company has no subsidiary holdings as at 31 December 2017 and 31 December 2016.

Employee Share Option Plan

As at 31 December 2017, the number of share options of the Company outstanding was 7,822,765 (31 December 2016: 16,847,050). During the period October to December 2017, no options (October to December 2016: Nil) 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 October to December 2017 is as follows:

Date of Grant	Balance at 01.10.2017	Cancelled	Balance at 31.12.2017	Exercise price*	Expiry date
01.07.2008	7,885,655	(62,890)	7,822,765	\$12.07	30.06.2018

* Following approval by the Company's shareholders of the dividend *in specie* of SATS shares on 31 July 2009, the Board Compensation & Industrial Relations Committee approved a \$1.71 reduction in the exercise prices of the share options outstanding on 28 August 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 the performance periods for the RSP and 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 31 December 2017, the number of outstanding shares granted under the Company's RSP and PSP were 1,856,523 (31 December 2016: 1,972,121) and 698,026 respectively (31 December 2016: 729,168).

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

Date of Grant	Number of Restricted Shares			Balance at 31.12.2017
	Balance at 01.10.2017	Granted	Vested	
RSP				
03.07.2014	184,773	-	-	184,773
03.07.2015	366,620	-	-	366,620
18.07.2016	517,466	-	-	517,466
19.07.2017	787,664	-	-	787,664
	1,856,523	-	-	1,856,523

Date of Grant	Number of Performance Shares			Balance at 31.12.2017
	Balance at 01.10.2017	Granted	Vested	
PSP				
03.07.2015	239,700	-	-	239,700
18.07.2016	240,900	-	-	240,900
19.07.2017	217,426	-	-	217,426
	698,026	-	-	698,026

Deferred Share Award ("DSA")

Grants of DSA of fully paid ordinary shares are 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 DSA are as follows:

Date of Grant	Number of Deferred Share Award			Balance at 31.12.2017
	Balance at 01.10.2017	Granted	Vested	
DSA				
10.09.2015	74,790	-	-	74,790
01.09.2016	65,740	-	-	65,740
06.09.2017	94,070	-	-	94,070
	234,600	-	-	234,600

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 31 December 2017, the number of ordinary shares in issue was 1,199,851,018 of which 17,318,177 were held by the Company as treasury shares (31 December 2016: 1,199,851,018 ordinary shares of which 18,377,002 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 October to December 2017, the Company did not purchase any treasury shares (October to December 2016: Nil).

The Company did not transfer any treasury shares to employees on vesting of share-based incentive plans (October to December 2016: 5,426 on vesting of share-based incentive plans). Treasury shares are presented as a component within equity attributable to owners of the company.

Group and Company	Number of Shares	Treasury Shares (\$ million)
Balance at 1 October 2017 and 31 December 2017	17,318,177	(183.5)

1(d) (v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

The Company has no subsidiary holdings as at 31 December 2017 and 31 December 2016. There was no sales, transfers, cancellation and/or use of subsidiary holdings for the period October to December 2017.

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 2017. 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 2017 has no significant impact on the Group.

During the period, the Company reviewed the actual expiry of miles against the expected breakage rate determined in financial year 2013/14, when the Pay With Miles option to the KrisFlyer programme was introduced. In addition, a downward revision to the estimated breakage rate was made pursuant to recent changes made to the PPS Club programme that include non-expiry of Krisflyer miles. The impact of the revisions in estimates is a one-time net increase of approximately \$114.9 million in revenue.

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			
	3 rd Quarter 2017/18	3 rd Quarter 2016/17	9 Months 2017/18	9 Months 2016/17
Earnings per share (cents)				
- Basic	24.2	15.0	60.2	42.2
- Diluted	24.1	14.9	59.9	42.0

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

	The Group		The Company	
	As at 31 Dec 17	As at 31 Mar 17	As at 31 Dec 17	As at 31 Mar 17
Net asset value per ordinary share (\$)	11.87	11.07	11.27	10.59

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

Third Quarter 2017-18

The SIA Group reported an operating profit of \$330 million in the third quarter of the 2017-18 financial year, \$37 million (+12.6%) higher than last year.

Group revenue rose \$230 million year-on-year to \$4,077 million (+6.0%), with revenue improvements in all business segments. Passenger flown revenue was \$127 million (+4.2%) higher, with traffic growth (+6.9%) outpacing the reduction in passenger yield (-3.1%). Cargo revenue was up \$88 million on higher freight carriage (+4.4%) and yield (+12.1%). Engineering services registered revenue growth of \$8 million (+7.9%), largely attributable to line maintenance, and aircraft and component overhaul activities.

Group expenditure increased \$193 million to \$3,747 million (+5.4%). Net fuel cost rose by \$86 million (+9.2%) as average jet fuel prices were up 20.1%, partially offset by a hedging gain versus a loss last year (+\$86 million). Ex-fuel costs were up \$107 million (+4.1%), partly attributable to the enlarged operations of SilkAir and Scoot.

Third Quarter Operating Results of Main Companies

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

	3 rd Quarter FY2017-18 \$ million	3 rd Quarter FY2016-17 \$ million
Operating Profit		
Parent Airline Company	155	151
SilkAir	19	30
Scoot	43	29
SIA Cargo	88	53
SIA Engineering	18	25

Operating profit for the Parent Airline Company rose by \$4 million or 2.6% year-on-year. Total revenue increased \$108 million, largely due to a \$72 million (+2.9%) improvement in passenger flown revenue, attributable to 4.4% growth in passenger carriage (measured in revenue passenger-kilometres), partially offset by a 1.0% reduction in yield. Passenger load factor rose 2.6 percentage points year-on-year to 81.6%, on the back of a 1.0% increase in capacity (measured in available seat-kilometres). Expenditure was up \$104 million (+3.9%), driven by net fuel cost, staff costs and handling charges.

Operating profit for SilkAir was down by \$11 million compared with the same period last year, as higher expenditure outpaced revenue gains. Total revenue was \$12 million higher (+4.5%), led by higher passenger carriage of 18.4%, partially offset by a 12.3% decline in yield. An enlarged operation (+12.9% in capacity) resulted in an expenditure increase of \$23 million (+9.8%), mainly from higher net fuel cost, aircraft maintenance and overhaul costs, and handling charges. Passenger load factor rose 3.5 percentage points to 74.8%.

Scoot recorded a \$14 million improvement in operating profit. Total revenue grew \$47 million (+12.9%), as passenger carriage and yield rose by 13.5% and 1.7% respectively. Expenditure was \$33 million higher (+9.7%), led by higher operating costs arising from capacity growth of 7.0%. Passenger load factor rose 5.0 percentage points to 87.0%.

Operating profit for SIA Cargo rose by \$35 million to \$88 million in the quarter (+66.0%). Revenue improved \$88 million as freight carriage growth of 4.4% was further supported by a 12.1% improvement in cargo yield. Expenditure was up \$53 million, partly due to a foreign exchange loss against a gain last year, higher staff costs, and higher depreciation from engine overhauls. Cargo load factor rose by 2.4 percentage points to 68.3%.

SIA Engineering posted an operating profit of \$18 million, a contraction of \$7 million year-on-year. The decline was mainly led by higher expenditure (+\$6 million) due to foreign exchange losses versus gains recorded in the same period last year, partially mitigated by a decrease in subcontract services. Revenue was relatively flat (-\$1 million).

Third Quarter Net Profit

The Group reported a net profit of \$286 million for the October-December 2017 quarter, an increase of \$109 million, or 61.6%, from the same period last year. The increase was attributable to a higher operating profit (\$37 million), further lifted by the absence of write-down of the Tigerair brand and trademark made last year (\$79 million), partially offset by a higher tax expense (\$14 million) on improved profitability.

April to December 2017

Group operating profit for the nine months to December 2017 improved by \$248 million to \$843 million (+41.7%). Revenue grew by \$631 million (+5.7%) on stronger passenger and cargo flown revenue, partially offset by higher expenditure (+\$383 million or 3.6%).

The operating results of the main companies in the Group for the nine months of the financial year were as follows:

	9 months FY2017-18 \$ million	9 months FY2016-17 \$ million
Operating Profit		
Parent Airline Company	566	427
SilkAir	40	74
Scoot	48	46
SIA Cargo	120	8
SIA Engineering	56	48

All major entities in the Group except SilkAir reported better operating results, led by the Parent Airline Company and SIA Cargo. SilkAir saw higher costs in categories such as fuel, handling, and aircraft maintenance and overhaul, a consequence of the 13.0% expansion in operations, which outstripped growth in revenue. This resulted in the \$34 million deterioration in earnings.

Operating profit for the Parent Airline Company rose \$139 million or 32.6% year-on-year. Operating revenue rose by \$269 million, with passenger flown revenue contributing nearly half (\$130 million) of the gains. Passenger traffic grew 3.8%, offset by a 1.9% reduction in passenger yield. Revenue was further supported by higher other incidental income¹. Expenditure was \$130 million higher, led largely by higher fuel and staff costs.

SIA Cargo reported an operating profit of \$120 million, a \$112 million increase compared to the same period last year. Revenue grew \$210 million as freight carriage rose 5.5%, and cargo yield improved 8.9% on the back of stronger market conditions. Expenditure increased by \$98 million, due in part to a foreign exchange loss against a gain last year, higher handling cost due to increased loads and higher staff costs.

¹ Other incidental income includes one-off items recognised during the first half of the financial year 2017-18 pertaining to adjustments from the KrisFlyer programme (\$115 million), higher compensation for changes in aircraft delivery slots (\$58 million), partly offset by the absence of up-front recognition of revenue from unutilised tickets recorded in the last financial year (\$145 million).

April to December 2017 Net Profit

Group net profit rose \$212 million or 42.5% to \$711 million for the nine months ended December 2017, contributed largely by the improvement in operating profit.

BALANCE SHEET REVIEW **(December 2017 vs March 2017)**

Equity attributable to owners of the company increased by \$949 million (7.3%) to \$14,032 million as at 31 December 2017, largely due to net profit for the period (+\$711 million), and fair value movement on cash flow hedges (+\$514 million), partially offset by FY2017-18 interim dividend and FY2016-17 final dividend (-\$248 million). The fair value movement on cash flow hedges of \$514 million was mainly attributable to fair value gain on outstanding fuel hedges.

Total Group assets increased by \$2,121 million (8.6%) to \$26,841 million. The increase was mainly attributable to an increase in property, plant and equipment (+\$2,968 million), and derivative assets (+\$449 million), partially offset by a reduction in cash and bank balances (-\$987 million) and investments (-\$298 million). The reduction in cash balances arose primarily from capital expenditure (-\$4,333 million), payment of FY2017-18 interim dividend and FY2016-17 final dividend (-\$248 million) and capital injection in associated companies (-\$44 million). These were partially offset by proceeds from issuance of bonds (+\$1,603 million), cash flows generated from operations (+\$1,684 million), proceeds from maturity of investments net of additional acquisitions (+\$296 million) and dividends received from associated and joint venture companies (+\$73 million).

Total Group liabilities increased by \$1,199 million (10.7%) to \$12,449 million as at 31 December 2017, primarily arising from the increase in notes payable (+\$1,603 million) and sales in advance of carriage (+\$425 million), partially offset by a decrease in trade creditors (-\$646 million) and derivative liabilities (-\$183 million).

The Group's negative working capital arose largely from the collection of cash in advance of services provided. Excluding the liability under "sales in advance of carriage", the Group's working capital would be \$766 million as at 31 December 2017.

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

Despite a stabilisation in yields in recent months, pressure on yields remains as competitors mount significant capacity in key markets with aggressive pricing. These challenging market conditions have been exacerbated by recent fuel price movements.

Fuel prices have been trending higher and volatility is expected to persist in the months ahead, as the market continues to balance demand and supply. For the fourth quarter of the financial year, the Group has hedged 40.7% of its fuel requirements at a weighted average jet fuel price of USD65 per barrel. Longer-dated Brent hedges with maturities extending to the financial year 2022-23 cover up to 47% of the Group's projected annual fuel consumption, at average prices ranging from USD53 to USD59 per barrel.

The Parent Airline Company will take delivery of the world's first Boeing 787-10 aircraft in March 2018, with all-new medium-haul cabin products for regional deployment. The introduction of the new regional cabin products reaffirms the Group's commitment to continuously enhance the premium travel experience for customers through product innovation and leadership.

The Group's three-year transformation programme is well on track, with initiatives already bearing fruit in terms of enhancement of customer experience, revenue generation and improvements in operational efficiency. New initiatives are being actively explored. Digital innovation is an important enabler of the transformation programme, with significant investments being made to lift the Group's digital capabilities.

Through the various key strategic initiatives and strength of the portfolio of airlines serving both full-service and low-cost market segments, the SIA Group is well positioned to meet the ongoing competitive challenges.

11 Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on?

None. The Company declares dividends (if any) at half year and full year results announcement.

(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/recommended, a statement to that effect.

Not applicable.

14 Confirmation that the Issuer has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7 under Rule 720(1) of the Listing Manual.

By Order of the Board

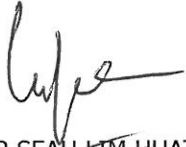
Brenton Wu
Company Secretary
13 February 2018

Singapore Company Registration No.: 197200078R

CONFIRMATION BY THE BOARD

We, Peter Seah Lim Huat 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 third quarter and nine months ended 31 December 2017 financial results to be false or misleading in any material respect.

On behalf of the Board,



PETER SEAH LIM HUAT
Chairman



GOH CHOON PHONG
Chief Executive Officer

13 February 2018