



## UNAUDITED RESULTS FOR THIRD QUARTER ENDED 31 DECEMBER 2007

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 9 MONTHS ENDED 31 DECEMBER 2007 (in \$ million)

	The Group		The Group	
	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
<b>REVENUE</b>	4,276.1	3,793.7	11,865.3	10,823.3
<b>EXPENDITURE</b>				
Staff costs	735.3	712.9	2,107.3	1,919.9
Fuel costs	1,327.4	1,228.6	3,739.0	3,786.0
Depreciation	381.5	331.1	1,112.2	970.2
Amortisation of intangible assets	10.3	16.8	31.3	42.3
Aircraft maintenance and overhaul costs	105.1	63.2	333.5	260.2
Commission and incentives	116.5	102.2	333.6	302.5
Landing, parking and overflying charges	170.4	168.1	499.8	494.3
Handling charges	152.7	157.7	446.2	456.4
Rentals on leased aircraft	100.1	101.4	268.9	289.5
Material costs	75.4	80.0	255.4	244.9
Inflight meals	69.6	68.7	197.8	197.8
Advertising and sales costs	47.3	55.5	172.6	175.6
Insurance expenses	18.4	20.4	56.7	72.2
Company accommodation and utilities	43.4	42.6	126.6	125.7
Other passenger costs	39.0	33.7	102.0	96.6
Crew expenses	36.6	32.4	105.9	94.2
Other operating expenses	172.5	130.7	320.1	314.1
	<u>3,601.5</u>	<u>3,346.0</u>	<u>10,208.9</u>	<u>9,842.4</u>
<b>OPERATING PROFIT</b>	674.6	447.7	1,656.4	980.9
Finance charges	(23.6)	(22.9)	(74.0)	(86.5)
Interest income	36.3	43.9	127.7	123.3
(Loss)/surplus on disposal of aircraft, spares and spare engines	(5.1)	39.3	7.4	147.9
Dividends from long-term investments, gross	6.4	10.3	30.6	36.9
Other non-operating items	15.0	23.5	59.9	31.2
Share of profits of joint venture companies	13.1	12.9	38.8	47.6
Share of profits/(losses) of associated companies	31.5	(38.2)	116.2	75.9
<b>PROFIT BEFORE EXCEPTIONAL ITEMS</b>	748.2	516.5	1,963.0	1,357.2
Exceptional items	--	197.7	--	421.0
<b>PROFIT BEFORE TAXATION</b>	748.2	714.2	1,963.0	1,778.2
<b>TAXATION</b>	(137.6)	(105.8)	(374.5)	(261.4)
<b>PROFIT FOR THE PERIOD</b>	<u>610.6</u>	<u>608.4</u>	<u>1,588.5</u>	<u>1,516.8</u>
<b>PROFIT ATTRIBUTABLE TO:</b>				
<b>EQUITY HOLDERS OF THE COMPANY</b>	590.0	589.2	1,521.9	1,457.5
<b>MINORITY INTERESTS</b>	20.6	19.2	66.6	59.3
	<u>610.6</u>	<u>608.4</u>	<u>1,588.5</u>	<u>1,516.8</u>
<b>BASIC EARNINGS PER SHARE (CENTS)</b>	49.8	47.7	124.1	118.5
<b>DILUTED EARNINGS PER SHARE (CENTS)</b>	49.0	47.2	122.1	117.4

**Notes:**

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

	The Group		The Group	
	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
Interest income from short-term investments	(0.2)	(0.2)	(0.6)	(0.6)
Dividend income from short-term investments	(0.1)	(0.1)	(0.7)	(0.7)
Interest income	(36.3)	(43.9)	(127.7)	(123.3)
Finance charges	23.6	22.9	74.0	86.5
Amortisation of deferred gain on sale and leaseback transactions	(25.6)	(21.8)	(77.4)	(66.9)
Surplus on disposal of short-term investments	(2.5)	(1.0)	(7.5)	(2.5)
Bad debts written off	0.3	0.1	0.8	1.2
Impairment/(writeback) of trade debtors	2.8	0.1	4.3	(0.8)
Exchange loss, net	64.6	46.0	78.6	69.4
Adjustment for over provision of tax in respect of prior years	(0.1)	(0.1)	(0.3)	(1.4)

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

	The Group		The Group	
	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
Recognition of liquidated damages	13.8	21.9	41.4	21.9
Surplus on disposal of other fixed assets	0.9	0.1	17.5	7.2
Amortisation of deferred gain on sale and finance leaseback transactions	0.3	0.3	1.0	1.0
Impairment of long-term investments	--	--	--	(0.1)
Surplus on liquidation of Asia Leasing Limited	--	1.2	--	1.2
	<u>15.0</u>	<u>23.5</u>	<u>59.9</u>	<u>31.2</u>

**(iii) The exceptional items are in respect of the following:**

	The Group		The Group	
	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
Surplus on sale of SIA Building	--	--	--	223.3
Surplus on sale of the 35.5% equity stake in Singapore Aircraft Leasing Enterprise Pte Ltd (SALE)	--	197.7	--	197.7
	<u>--</u>	<u>197.7</u>	<u>--</u>	<u>421.0</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.

**BALANCE SHEETS AS AT 31 DECEMBER 2007 (in \$ million)**

	The Group		The Company	
	31-Dec 2007	31-Mar 2007	31-Dec 2007	31-Mar 2007
<b>SHARE CAPITAL</b>	1,678.0	1,494.9	1,678.0	1,494.9
<b>RESERVES</b>				
Capital reserve	44.9	44.9	--	--
Foreign currency translation reserve	(96.0)	(59.5)	--	--
Share-based compensation reserve	119.4	97.3	86.2	71.2
Fair value reserve	226.1	(45.5)	125.6	(18.1)
General reserve	12,402.8	13,567.9	11,210.0	12,544.1
	12,697.2	13,605.1	11,421.8	12,597.2
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>	14,375.2	15,100.0	13,099.8	14,092.1
<b>MINORITY INTERESTS</b>	485.0	443.3	--	--
<b>TOTAL EQUITY</b>	14,860.2	15,543.3	13,099.8	14,092.1
<b>DEFERRED ACCOUNT</b>	855.0	973.6	718.7	810.8
<b>DEFERRED TAXATION</b>	2,530.2	2,410.9	2,088.5	1,981.5
<b>LONG-TERM LIABILITIES</b>	1,633.5	1,805.8	900.0	900.0
	19,878.9	20,733.6	16,807.0	17,784.4
Represented by:-				
<b>FIXED ASSETS</b>				
Aircraft, spares and spare engines	13,033.1	12,944.3	10,318.3	10,204.2
Land and buildings	733.1	772.1	126.2	137.9
Others	2,920.3	2,574.0	2,600.4	2,257.3
	16,686.5	16,290.4	13,044.9	12,599.4
<b>INTANGIBLE ASSETS</b>	110.3	100.2	81.9	67.0
<b>INVESTMENT PROPERTIES</b>	--	21.3	9.2	10.0
<b>SUBSIDIARY COMPANIES</b>	--	--	1,780.8	1,893.1
<b>ASSOCIATED COMPANIES</b>	992.4	897.5	1,722.2	1,722.2
<b>JOINT VENTURE COMPANIES</b>	96.4	86.6	--	--
<b>LONG-TERM INVESTMENTS</b>	43.3	43.3	18.9	18.9
<b>OTHER RECEIVABLES</b>	382.5	303.9	382.5	303.9
<b>CURRENT ASSETS</b>				
Section 44 tax prepayments	--	46.7	--	46.7
Stocks	530.2	534.1	423.1	452.5
Trade debtors	2,036.4	1,952.5	1,353.0	1,429.1
Amounts owing by subsidiary companies	--	--	238.9	215.4
Amounts owing by associated companies	2.7	1.9	--	--
Investments	466.9	596.0	343.6	467.0
Non-current assets held for sale	20.6	--	--	--
Cash and bank balances	4,197.8	5,117.6	3,399.1	4,627.5
	7,254.6	8,248.8	5,757.7	7,238.2
Less: <b>CURRENT LIABILITIES</b>				
Sales in advance of carriage	1,636.3	1,392.9	1,606.3	1,365.1
Deferred revenue	416.3	388.3	416.3	388.3
Current tax payable	362.9	317.9	254.5	158.7
Trade creditors	3,210.6	3,061.8	2,273.7	2,164.7
Amounts owing to subsidiary companies	--	--	1,437.6	1,967.6
Finance lease commitments-repayable within one year	57.8	60.8	--	--
Loans-repayable within one year	0.4	12.8	--	--
Bank overdrafts	2.8	23.9	2.7	23.9
	5,687.1	5,258.4	5,991.1	6,068.3
<b>NET CURRENT ASSETS/(LIABILITIES)</b>	1,567.5	2,990.4	(233.4)	1,169.9
	19,878.9	20,733.6	16,807.0	17,784.4

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 2007		As at 31 March 2007	
Secured	Unsecured	Secured	Unsecured
\$58.1M	\$2.9M	\$72.8M	\$24.7M

Amount repayable after one year

As at 31 December 2007		As at 31 March 2007	
Secured	Unsecured	Secured	Unsecured
\$531.2M	\$1,102.3M	\$703.2M	\$1,102.6M

Details of any collateral

\$0.2 million of the secured borrowings are secured by equipment and vehicles, of which \$0.1 million is repayable within one year. In addition, \$0.3 million of the secured borrowings obtained by SATS Group are secured by machineries, of which \$0.2 million is repayable within one year. The remaining secured borrowings pertained to finance leases of aircraft (\$588.8 million).

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE THIRD QUARTER AND 9 MONTHS ENDED 31 DECEMBER 2007 (in \$ million)**

	The Group		The Group	
	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	1,450.7	1,072.7	3,274.6	1,899.1
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Capital expenditure	(421.4)	(975.8)	(1,588.2)	(2,239.6)
Purchase of intangible assets	(21.7)	(15.3)	(40.1)	(25.0)
Proceeds from disposal of aircraft and other fixed assets	37.1	112.6	113.0	1,032.3
Investments in associated companies	(7.6)	--	(7.6)	--
Acquisition of subsidiary company, net of cash acquired	--	--	(1.5)	--
Repayment of loans by associated companies	--	--	1.0	--
Additional long-term loan	--	0.7	--	0.7
Proceeds from disposal of a joint venture company	--	509.4	--	509.4
Dividends received from associated and joint venture companies	26.7	11.4	57.4	27.3
Dividends received from investments	6.5	10.3	31.3	37.7
Interest received from investments and deposits	30.6	34.0	125.9	110.6
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(349.8)</b>	<b>(312.7)</b>	<b>(1,308.8)</b>	<b>(546.6)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Dividends paid	(237.2)	(185.4)	(1,313.2)	(614.8)
Dividends paid by subsidiary companies to minority interests	(18.9)	(13.4)	(56.4)	(72.4)
Interest paid	(18.3)	(15.7)	(69.1)	(69.6)
Proceeds from borrowings	0.1	--	0.3	--
Repayment of borrowings	--	(3.2)	(113.6)	(13.8)
(Repayment of)/proceeds from long-term lease liabilities	(10.9)	(29.5)	(41.8)	199.0
Proceeds from issuance of share capital by subsidiary companies to minority interests	--	0.1	--	0.1
Proceeds from exercise of employee share options	35.8	135.9	351.3	241.3
Capital reduction	(1,556.3)	--	(1,556.3)	--
Proceeds from issuance of shares	20.2	--	20.2	--
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(1,785.5)</b>	<b>(111.2)</b>	<b>(2,778.6)</b>	<b>(330.2)</b>
<b>NET CASH (OUTFLOW)/INFLOW</b>	<b>(684.6)</b>	<b>648.8</b>	<b>(812.8)</b>	<b>1,022.3</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD</b>	<b>4,940.3</b>	<b>3,499.3</b>	<b>5,093.7</b>	<b>3,141.2</b>
Effect of exchange rate changes	(60.7)	(66.5)	(85.9)	(81.9)
<b>CASH AND CASH EQUIVALENTS AT END PERIOD</b>	<b>4,195.0</b>	<b>4,081.6</b>	<b>4,195.0</b>	<b>4,081.6</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>				
Fixed deposits	3,754.0	3,414.1	3,754.0	3,414.1
Cash and bank	443.8	687.1	443.8	687.1
Bank overdrafts	(2.8)	(19.6)	(2.8)	(19.6)
<b>CASH AND CASH EQUIVALENTS AT END PERIOD</b>	<b>4,195.0</b>	<b>4,081.6</b>	<b>4,195.0</b>	<b>4,081.6</b>

	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
Profit before taxation	748.2	714.2	1,963.0	1,778.2
Adjustments for:-				
Depreciation	381.5	331.1	1,112.2	970.2
Amortisation of intangible assets	10.3	16.8	31.3	42.3
Income from short-term investments	(0.3)	(0.3)	(1.3)	(1.3)
Share-based compensation expense	19.5	17.9	54.6	43.1
Exchange differences	38.8	54.7	52.7	78.5
Amortisation of deferred gain on sale and leaseback transactions	(25.6)	(21.8)	(77.4)	(66.9)
Finance charges	23.6	22.9	74.0	86.5
Interest income	(36.3)	(43.9)	(127.7)	(123.3)
Loss/(surplus) on disposal of aircraft, spares and spare engines	5.1	(39.3)	(7.4)	(147.9)
Dividends from long-term investments, gross	(6.4)	(10.3)	(30.6)	(36.9)
Other non-operating items	(15.0)	(23.5)	(59.9)	(31.2)
Share of profits of joint venture companies	(13.1)	(12.9)	(38.8)	(47.6)
Share of (profits)/losses of associated companies	(31.5)	38.2	(116.2)	(75.9)
Surplus on sale of SIA Building	--	--	--	(223.3)
Surplus on sale of SALE	--	(197.7)	--	(197.7)
Operating profit before working capital changes	1,098.8	846.1	2,828.5	2,046.8
Increase in creditors	274.2	131.6	153.6	174.3
Decrease/(increase) in short term investments	58.3	32.9	110.5	(271.3)
Increase in sales in advance of carriage	47.7	8.5	243.4	155.4
Decrease/(increase) in debtors	63.9	59.1	93.8	(151.8)
(Increase)/decrease in stocks	(15.0)	(9.9)	3.9	(68.2)
Increase in deferred revenue	7.1	14.0	28.0	59.8
Decrease/(increase) in amounts owing by associated and joint venture companies	0.5	0.8	(0.8)	(0.5)
Cash generated from operations	1,535.5	1,083.1	3,460.9	1,944.5
Income taxes paid	(84.8)	(10.4)	(186.3)	(45.4)
Net cash provided by operating activities	1,450.7	1,072.7	3,274.6	1,899.1

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 2007 (in \$ million)**

The Group	Attributable to Equity Holders of the Company								
	Share capital	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total	Minority interests	Total equity
Balance at 1 October 2007	1,623.1	44.9	(63.7)	103.9	20.5	12,048.3	13,777.0	485.3	14,262.3
Currency translation differences	--	--	(32.3)	--	--	--	(32.3)	(5.4)	(37.7)
Net fair value changes on available-for-sale assets	--	--	--	--	(20.0)	--	(20.0)	--	(20.0)
Net fair value changes on cash flow hedges	--	--	--	--	139.8	--	139.8	--	139.8
Share of associated companies' fair value reserve	--	--	--	--	85.8	--	85.8	--	85.8
Surplus on dilution of interest in subsidiary companies due to share options exercised	--	--	--	(1.7)	--	1.6	(0.1)	3.4	3.3
Net income and expense not recognised in the profit and loss account	--	--	(32.3)	(1.7)	205.6	1.6	173.2	(2.0)	171.2
Profit for the period October-December 2007	--	--	--	--	--	590.0	590.0	20.6	610.6
Net income and expense recognised for the period	--	--	(32.3)	(1.7)	205.6	591.6	763.2	18.6	781.8
Share-based payment	--	--	--	19.5	--	--	19.5	--	19.5
Share options exercised	34.7	--	--	(2.2)	--	--	32.5	--	32.5
Share options lapsed	--	--	--	(0.1)	--	0.1	--	--	--
Shares issued	20.2	--	--	--	--	--	20.2	--	20.2
Dividends	--	--	--	--	--	(237.2)	(237.2)	(18.9)	(256.1)
Balance at 31 December 2007	<u>1,678.0</u>	<u>44.9</u>	<u>(96.0)</u>	<u>119.4</u>	<u>226.1</u>	<u>12,402.8</u>	<u>14,375.2</u>	<u>485.0</u>	<u>14,860.2</u>

**STATEMENTS OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2006 (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 October 2006	1,278.0	40.8	(39.9)	87.7	(63.8)	12,472.9	13,775.7	402.7	14,178.4	
Currency translation differences	--	--	(7.7)	--	--	--	(7.7)	(3.5)	(11.2)	
Net fair value changes on available-for-sale assets	--	--	--	--	7.4	--	7.4	--	7.4	
Net fair value changes on cash flow hedges	--	--	--	--	(138.8)	--	(138.8)	--	(138.8)	
Arising from the disposal of a joint venture	--	(10.3)	--	--	--	3.4	(6.9)	--	(6.9)	
Surplus on dilution of interest in subsidiary companies due to share options exercised	--	--	--	--	--	6.7	6.7	3.9	10.6	
Net income and expense not recognised in the profit and loss account	--	(10.3)	(7.7)	--	(131.4)	10.1	(139.3)	0.4	(138.9)	
Profit for the period October-December 2006	--	--	--	--	--	589.2	589.2	19.2	608.4	
Net income and expense recognised for the period	--	(10.3)	(7.7)	--	(131.4)	599.3	449.9	19.6	469.5	
Issuance of share capital by a subsidiary company	--	--	--	--	--	--	--	0.1	0.1	
Share-based payment	--	--	--	17.9	--	--	17.9	1.0	18.9	
Share options exercised	140.1	--	--	(16.3)	--	--	123.8	--	123.8	
Share options lapsed	--	--	--	(0.4)	--	0.4	--	--	--	
Dividends	--	--	--	--	--	(185.4)	(185.4)	(13.4)	(198.8)	
Balance at 31 December 2006	1,418.1	30.5	(47.6)	88.9	(195.2)	12,887.2	14,181.9	410.0	14,591.9	



**STATEMENTS OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2007 (in \$ million)**

The Company	Share capital	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2007	1,623.1	75.2	32.7	10,936.1	12,667.1
Net fair value changes on available-for-sale assets	--	--	(34.4)	--	(34.4)
Net fair value changes on cash flow hedges	--	--	127.3	--	127.3
Net expense not recognised in the profit and loss account	--	--	92.9	--	92.9
Profit for the period October-December 2007	--	--	--	511.1	511.1
Net income and expense recognised for the period	--	--	92.9	511.1	604.0
Share-based payment	--	13.2	--	--	13.2
Share options exercised	34.7	(2.2)	--	--	32.5
Shares issued	20.2	--	--	--	20.2
Dividends	--	--	--	(237.2)	(237.2)
Balance at 31 December 2007	<u>1,678.0</u>	<u>86.2</u>	<u>125.6</u>	<u>11,210.0</u>	<u>13,099.8</u>
Balance at 1 October 2006	1,278.0	66.5	(97.1)	11,446.2	12,693.6
Net fair value changes on available-for-sale assets	--	--	5.2	--	5.2
Net fair value changes on cash flow hedges	--	--	(45.8)	--	(45.8)
Net expense not recognised in the profit and loss account	--	--	(40.6)	--	(40.6)
Profit for the period October-December 2006	--	--	--	692.1	692.1
Net income and expense recognised for the period	--	--	(40.6)	692.1	651.5
Share-based payment	--	11.6	--	--	11.6
Share options exercised	140.1	(13.2)	--	--	126.9
Share options exercised	--	(0.4)	--	0.4	--
Dividends	--	--	--	(185.4)	(185.4)
Balance at 31 December 2006	<u>1,418.1</u>	<u>64.5</u>	<u>(137.7)</u>	<u>11,953.3</u>	<u>13,298.2</u>

1(d) (ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

## SHARE CAPITAL AND SHARE PLANS IN THE COMPANY

### (i) Share Capital

During the quarter ended 31 December 2007, the Company issued 2,463,936 ordinary shares upon the exercise of 2,463,936 share options at the exercise price of between \$9.84 and \$16.15 per share.

In addition, the Company issued 1,093,530 ordinary shares at a Top-Up offer price of \$18.46 in relation to the Top-Up Offer pursuant to a capital reduction.

	Number of Shares	Share Capital (\$ million)
Group and Company		
Balance at 1 October 2007	1,182,469,540	1,623.1
Issue of shares on exercise of share options	2,463,936	34.7
Issue of shares in relation to the Top-Up Offer	1,093,530	20.2
Balance at 31 December 2007	1,186,027,006	1,678.0

### (ii) Employee Share Option Plan

As at 31 December 2007, the number of share options of the Company outstanding was 57,258,071 (31 December 2006: 74,241,360).

During the period October to December 2007, 2,463,936 shares were exercised under the SIA Company 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 2007 is as follows:

Date of grant	Balance at 01.10.2007	Cancelled during 01.10.2007 to 31.12.2007	Exercised during 01.10.2007 to 31.12.2007	Balance at 31.12.2007	Exercise price *	Expiry date
28.03.2000	5,615,115	(40,100)	(545,334)	5,029,681	\$14.84	27.03.2010
03.07.2000	5,880,435	(47,000)	(609,010)	5,224,425	\$16.15	02.07.2010
02.07.2001	2,971,233	(41,540)	(153,525)	2,776,168	\$11.46	01.07.2011
01.07.2002	4,414,151	(33,370)	(309,130)	4,071,651	\$12.32	30.06.2012
01.07.2003	3,182,850	(5,890)	(152,842)	3,024,118	\$9.84	30.06.2013
01.07.2004	4,946,463	(5,795)	(135,516)	4,805,152	\$10.20	30.06.2014
01.07.2005	8,786,965	(10,593)	(509,074)	8,267,298	\$10.78	30.06.2015
03.07.2006	12,006,587	(80,869)	(49,505)	11,876,213	\$12.10	02.07.2016
02.07.2007	12,280,740	(97,375)	-	12,183,365	\$18.22	01.07.2017
	60,084,539	(362,532)	(2,463,936)	57,258,071		

\* Following approval by the Company's shareholders of the declaration of a special dividend of \$0.50 per share on 31 July 2007, the Committee administering the Plan has approved a \$0.50 reduction in the exercise prices of all shares options outstanding on 2 August 2007. The exercise prices reflected here are the exercise prices after such adjustment.

### (iii) Restricted Share Plan and Performance Share Plan

As at 31 December 2007, the number of shares outstanding under the Company's Restricted Share Plan ("RSP") and Performance Share Plan ("PSP") were 788,310 and 302,653 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% to 120% of the initial grant of the restricted shares and between 0% to 150% of the initial grant of the performance shares.

The movement of share plans of the Company during the period October to December 2007 is as follows:

	Balance at 01.10.2007	Granted during 01.10.2007 to 31.12.2007 *	Cancelled during 01.10.2007 to 31.12.2007	Balance at 31.12.2007 *
Share Plans				
Restricted Share Plan (RSP)	767,630	20,680	-	788,310
Performance Share Plan (PSP)	294,700	7,953	-	302,653
	1,062,330	28,633	-	1,090,963

\* Following approval by the Company's shareholders of the declaration of a special dividend of \$0.50 per share on 31 July 2007, the Committee administering the Plan has approved to revise the number of outstanding performance shares under the Company's RSP and PSP by 2.7%. The number of outstanding restricted shares and performance shares reflected here are after such adjustment.

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 financial statements for the current financial reporting period compared with the audited financial statements as at 31 March 2007 except for the new Financial Reporting Standard (FRS) 40: Investment Property that came into effect for the Group in the financial year beginning 1 April 2007. The new standard requires the properties (land or a building, or part of a building, or both) held to earn rentals to be classified as "Investment Properties".

In adopting FRS 40, investment properties of the Group and the Company are measured at cost less accumulated depreciation and impairment losses. Under the provision of FRS 40 and FRS 8 - Accounting Polices, Changes in Accounting Estimates and Errors, the change in accounting policy has resulted in the following accounts in the financial statements as at 31 March 2007 to be reclassified with no impact to the profit and loss account:

Increased/(decreased) by in \$ million	The Group	The Company
Fixed assets	(21.3)	(10.0)
Investment properties	21.3	10.0

The Group will apply FRS 107 and the amendment to FRS 1 from annual period beginning 1 April 2007. FRS 107 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk, including sensitivity analysis to market risk. The amendment to FRS 1 requires the Group to make new disclosures to enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital.

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.

Please refer to paragraph 4.

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	
	3rd Quarter 2007-08	3rd Quarter 2006-07	9 Months 2007-08	9 Months 2006-07
Earnings per share (cents)				
- Basic	49.8	47.7	124.1	118.5
- Diluted	49.0	47.2	122.1	117.4

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital 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 07	As at 31 Mar 07	As at 31 Dec 07	As at 31 Mar 07
Net asset value per ordinary share (\$)	12.12	12.11	11.05	11.30

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 2007-08

The Group made an operating profit of \$675 million in the third quarter of financial year 2007-08, an increase of \$227 million (+50.7%) from the same period of the immediately preceding financial year.

Growth in passenger carriage and yields produced Group revenue of \$4,276 million; \$482 million (+12.7%) higher compared to third quarter 2006-07.

On the cost side, Group expenditure increased \$255 million (+7.6%), to \$3,601 million. Fuel expenditure increased by \$99 million (+8.0%) to \$1,327 million as fuel prices climbed to new highs. Fuel cost accounted for 36.9% of the Group expenditure.

Net profit attributable to equity holders for the third quarter was \$590 million, comparable to the same period of the immediately preceding financial year. The results for

October to December 2006, however, included a \$198 million one-off gain from the sale of the Group's 35.5% equity stake in Singapore Aircraft Leasing Enterprise. Excluding that exceptional gain, profit attributable to equity holders this year was \$199 million (+50.7%) more.

The Parent Airline Company posted an operating profit of \$513 million (+67.6%), contributing 76.0% (+7.7% points) to the Group's operating profit. The operating results of the three major subsidiary companies are as follows:

- Singapore Airlines Cargo (SIA Cargo): Profit of \$73 million (+39.5%)
- Singapore Airport Terminal Services (SATS) Group: Profit of \$47 million (+2.0%)
- SIA Engineering Company (SIAEC): Profit of \$19 million (-27.9%)

#### April – December 2007

For the first nine months of financial year 2007-08, the Group posted an operating profit of \$1,656 million, a year-on-year improvement of \$675 million (+68.9%).

Group revenue grew \$1,042 million (+9.6%) to \$11,865 million, while Group expenditure increase was contained below revenue growth; up \$367 million (+3.7%) to \$10,209 million.

The Group earned a net profit attributable to equity holders of \$1,522 million for the nine months ended 31 December 2007, compared to \$1,458 million in the same period of the immediately preceding financial year. Excluding exceptional gains of \$421 million from the sale of the SIA Building in Singapore and sale of the Group's equity stake in Singapore Aircraft Leasing Enterprise from the previous year's results, net profit attributable to equity holders this year was \$485 million (+46.8%) higher.

9 Whether a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Actual results are in line with the previous statement.

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**

In the last quarter of the current financial year, demand for air travel, as reflected in advance bookings, continues to be firm. Beyond the near term, however, the prospects are uncertain, with financial markets under stress and growing concerns about potential recession in America.

Pricing of futures indicates that oil prices will hold at current high levels, and expenditure on fuel will be partially mitigated by hedging and recovery of incremental costs from surcharges.

11 Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on? None.

(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.

13 Interested Person Transactions

Interested person transactions conducted during the third quarter of Financial Year 2007/08:

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 transactions less than \$100,000)
	3rd Quarter 2007-08 S(\$)	3rd Quarter 2007-08 S(\$)
StarHub Ltd Group - Starhub Ltd	-	110,400
The Ascott Group Ltd Group: - Ascott International Management (New Zealand) Pte Ltd	-	140,646
Total	-	251,046

By Order of the Board

Ethel Tan (Mrs)  
Company Secretary  
1 February 2008

*Singapore Company Registration No.: 197200078R*



**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 third quarter and nine months FY2007/08 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

1 February 2008