



**UNAUDITED RESULTS FOR THE THIRD QUARTER AND NINE MONTHS
ENDED 31 DECEMBER 2013**

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 2013 (in \$ million)

	The Group		The Group	
	3 rd Quarter 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
REVENUE	3,874.6	3,860.4	11,615.5	11,431.4
EXPENDITURE				
Staff costs	568.8	583.2	1,760.5	1,750.4
Fuel costs	1,409.8	1,483.6	4,318.7	4,458.8
Depreciation	394.8	420.4	1,198.4	1,185.5
Impairment of property, plant and equipment	5.2	2.4	13.1	3.0
Amortisation of intangible assets	6.3	4.4	18.9	16.9
Aircraft maintenance and overhaul costs	161.4	134.5	478.2	393.7
Commission and incentives	86.9	89.9	262.3	266.1
Landing, parking and overflying charges	177.9	177.0	541.3	522.9
Handling charges	262.8	252.7	785.0	764.9
Rentals on leased aircraft	168.3	137.7	474.4	414.6
Material costs	50.6	46.6	163.0	162.4
Inflight meals	139.1	138.3	415.5	409.1
Advertising and sales costs	56.9	47.4	178.6	149.2
Insurance expenses	10.2	10.0	31.3	32.8
Company accommodation and utilities	29.1	29.3	87.7	86.6
Other passenger costs	43.5	42.8	127.2	124.0
Crew expenses	36.5	35.6	110.0	112.1
Other operating expenses	115.5	93.6	331.8	305.0
	<u>3,723.6</u>	<u>3,729.4</u>	<u>11,295.9</u>	<u>11,158.0</u>
OPERATING PROFIT	151.0	131.0	319.6	273.4
Finance charges	(8.4)	(10.2)	(28.7)	(32.0)
Interest income	17.5	23.7	48.0	48.3
Surplus on disposal of aircraft, spares and spare engines	13.0	6.2	36.0	1.3
Dividends from long-term investments	9.2	6.9	17.4	23.6
Other non-operating items	0.5	8.6	0.8	11.7
Share of profits of joint venture companies	18.8	22.5	72.7	70.3
Share of (losses)/profits of associated companies	(40.8)	20.3	(5.0)	44.1
PROFIT BEFORE EXCEPTIONAL ITEMS	<u>160.8</u>	<u>209.0</u>	<u>460.8</u>	<u>440.7</u>
EXCEPTIONAL ITEMS	(79.9)	(19.9)	(58.1)	(19.9)
PROFIT BEFORE TAXATION	<u>80.9</u>	<u>189.1</u>	<u>402.7</u>	<u>420.8</u>
TAXATION	(15.9)	(31.4)	(21.6)	(63.6)
PROFIT FOR THE PERIOD	<u><u>65.0</u></u>	<u><u>157.7</u></u>	<u><u>381.1</u></u>	<u><u>357.2</u></u>
PROFIT ATTRIBUTABLE TO:				
OWNERS OF THE PARENT	50.1	142.5	332.5	310.6
NON-CONTROLLING INTERESTS	14.9	15.2	48.6	46.6
	<u>65.0</u>	<u>157.7</u>	<u>381.1</u>	<u>357.2</u>
BASIC EARNINGS PER SHARE (CENTS)	4.3	12.1	28.3	26.4
DILUTED EARNINGS PER SHARE (CENTS)	4.2	12.0	28.0	26.2

Notes:

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

	The Group		The Group	
	3rd Quarter 2013-14	3rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
Interest income from short-term investments	(0.1)	(0.2)	(0.5)	(0.5)
Dividend income from short-term investments	-	-	(0.8)	(0.8)
Income from operating lease of aircraft	(19.6)	(19.7)	(59.6)	(72.6)
Amortisation of deferred (gain)/loss on sale and operating leaseback transactions	(3.2)	1.0	(9.2)	2.4
(Surplus)/Loss on disposal of short-term investments	-	(0.1)	(0.1)	1.9
Bad debts written off	0.1	0.1	0.3	0.5
Impairment/(Writeback of impairment) of trade debtors	1.1	0.1	0.7	(6.3)
Writedown on inventories	6.1	3.3	18.9	16.7
Exchange loss, net	11.4	13.5	67.0	60.9
Currency hedging gain	(14.3)	(8.9)	(43.9)	(21.1)
Fuel hedging gain recognised in "Fuel costs"	(45.9)	(19.9)	(55.2)	(9.0)
Ineffectiveness of fuel hedging contracts recognised in "Fuel costs"	(1.7)	-	(3.1)	-
(Over)/Underprovision of tax in respect of prior years	(20.2)	0.3	(65.8)	(11.9)

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

	The Group		The Group	
	3 rd Quarter 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
Recognition of liquidated damages	-	-	-	0.3
Surplus on disposal of other property, plant and equipment	0.5	0.3	0.8	0.4
Gain on disposal of an associated company	-	8.3	-	8.3
Dividends from an associated company	-	-	-	2.7
	<u>0.5</u>	<u>8.6</u>	<u>0.8</u>	<u>11.7</u>

(iii) Exceptional items comprise the following:

	The Group		The Group	
	3 rd Quarter	3 rd Quarter	9 Months	9 Months
	2013-14	2012-13	2013-14	2012-13
Gain on divestment of an associated company	0.7	-	339.9	-
Impairment of freighters	-	-	(293.4)	-
Impairment of property, plant and equipment of Singapore Flying College	-	-	(24.0)	-
Provision for penalties and costs incurred by Singapore Airlines Cargo ("SIAC")	(80.6)	(19.9)	(80.6)	(19.9)
	<u>(79.9)</u>	<u>(19.9)</u>	<u>(58.1)</u>	<u>(19.9)</u>

During the period April-December 2013, the Company completed the sale of its 49% stake in Virgin Atlantic Limited for a consideration of USD361.0 million (\$455.3 million). Under the equity method, the Group has previously accounted for \$116.6 million in the reserves, which have been offset against the net sales proceeds (after certain post-closing adjustments) of \$456.5 million, resulting in a gain of \$339.9 million.

SIAC recorded an impairment loss of \$293.4 million on four surplus freighters that have been removed from the operating fleet and marked for sale.

In December 2013, SIAC reached a settlement with the plaintiffs in the United States air cargo class action for an amount of USD62.8 million (\$78.3 million). The settlement is without admission of any wrongdoing or liability. The settlement is subject to the approval of the United States District Court.

In addition, in a Swiss air cargo competition law case, the Swiss Competition Commission imposed a fine of CHF1.7 million (\$2.3 million). SIAC will study the grounds of the Commission's decision carefully and subsequently decide whether to appeal the decision to the Swiss Federal Administrative Tribunal.

The Group's exceptional items for the April-December 2012 period pertained to provision for penalties and costs agreed between SIAC and the Australian Competition and Consumer Commission for an amount of AUD12.2 million (\$15.5 million) and the New Zealand Commerce Commission for an amount of NZD4.4 million (\$4.4 million). The penalties and costs were recommended by the parties and endorsed by the respective Courts, bringing the Commissions' air cargo investigations and proceedings which started in 2008 in Australia and New Zealand to a close for SIAC.

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2013 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
PROFIT FOR THE PERIOD	65.0	157.7	381.1	357.2
OTHER COMPREHENSIVE INCOME:				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Currency translation differences	3.4	(0.3)	18.5	(12.8)
Available-for-sale financial assets	(42.3)	(0.2)	(74.3)	3.7
Cash flow hedges	147.9	(43.5)	145.1	13.8
Surplus on dilution of interest in an associated company due to share options exercised	-	-	0.5	0.1
Share of comprehensive income of associated companies and joint venture companies	1.7	(1.0)	0.3	(0.5)
Realisation of reserves on disposal of an associated company	-	-	116.6	-
	<u>110.7</u>	<u>(45.0)</u>	<u>206.7</u>	<u>4.3</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	<u>175.7</u>	<u>112.7</u>	<u>587.8</u>	<u>361.5</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
OWNERS OF THE PARENT	160.1	97.6	537.3	317.4
NON-CONTROLLING INTERESTS	15.6	15.1	50.5	44.1
	<u>175.7</u>	<u>112.7</u>	<u>587.8</u>	<u>361.5</u>
	The Company		The Company	
	3 rd Quarter 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
PROFIT FOR THE PERIOD	222.5	142.9	577.0	451.2
OTHER COMPREHENSIVE INCOME:				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Available-for-sale financial assets	(43.2)	(1.3)	(74.4)	2.2
Cash flow hedges	118.9	(34.4)	119.6	7.0
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	<u>75.7</u>	<u>(35.7)</u>	<u>45.2</u>	<u>9.2</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>298.2</u>	<u>107.2</u>	<u>622.2</u>	<u>460.4</u>

1(b) (i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

STATEMENTS OF FINANCIAL POSITION AT 31 DECEMBER 2013 (in \$ million)

	The Group		The Company	
	31-Dec 2013	31-Mar 2013	31-Dec 2013	31-Mar 2013
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT				
Share capital	1,856.1	1,856.1	1,856.1	1,856.1
Treasury shares	(252.1)	(269.8)	(252.1)	(269.8)
Other reserves	11,744.9	11,518.4	10,670.0	10,372.3
	13,348.9	13,104.7	12,274.0	11,958.6
NON-CONTROLLING INTERESTS	319.7	312.6	-	-
TOTAL EQUITY	13,668.6	13,417.3	12,274.0	11,958.6
DEFERRED ACCOUNT	221.9	146.7	207.3	127.8
DEFERRED TAXATION	1,884.1	1,951.3	1,551.3	1,621.3
LONG-TERM LIABILITIES	914.6	944.5	800.0	803.9
PROVISIONS	572.4	421.3	542.1	376.1
	<u>17,261.6</u>	<u>16,881.1</u>	<u>15,374.7</u>	<u>14,887.7</u>
Represented by:-				
PROPERTY, PLANT AND EQUIPMENT				
Aircraft, spares and spare engines	10,092.9	10,875.6	8,481.1	8,746.8
Land and buildings	228.6	242.5	66.3	70.7
Others	2,654.9	1,979.9	1,842.0	1,581.8
	12,976.4	13,098.0	10,389.4	10,399.3
INTANGIBLE ASSETS	218.9	218.5	154.6	159.0
SUBSIDIARY COMPANIES	-	-	2,030.1	2,030.1
ASSOCIATED COMPANIES	780.4	554.4	367.4	532.5
JOINT VENTURE COMPANIES	123.2	120.8	-	-
LONG-TERM INVESTMENTS	1,125.3	706.9	1,045.2	626.8
OTHER RECEIVABLES	192.2	213.9	192.2	213.9
DEFERRED ACCOUNT	8.6	16.1	-	-
CURRENT ASSETS				
Inventories	250.2	274.9	172.8	192.7
Trade debtors	1,316.0	1,578.4	849.8	1,080.9
Deposits and other debtors	61.4	54.9	22.8	36.6
Prepayments	129.2	103.2	94.8	75.8
Amounts owing by subsidiary companies	-	-	498.5	189.9
Investments	296.3	349.4	237.2	289.4
Derivative assets	264.7	79.1	263.8	77.7
Cash and bank balances	4,912.5	5,059.6	4,627.5	4,834.3
	<u>7,230.3</u>	<u>7,499.5</u>	<u>6,767.2</u>	<u>6,777.3</u>
Less: CURRENT LIABILITIES				
Sales in advance of carriage	1,384.0	1,434.3	1,298.5	1,367.7
Deferred revenue	559.6	532.5	559.6	532.5
Current tax payable	199.7	160.1	162.5	130.2
Trade and other creditors	3,092.8	3,201.1	2,347.1	2,510.1
Amounts owing to subsidiary companies	-	-	1,176.8	1,219.8
Finance lease commitments	61.7	67.8	-	-
Loans	7.6	5.7	-	-
Provisions	37.8	72.3	7.1	65.2
Derivative liabilities	50.5	73.2	19.8	25.7
	<u>5,393.7</u>	<u>5,547.0</u>	<u>5,571.4</u>	<u>5,851.2</u>
NET CURRENT ASSETS	1,836.6	1,952.5	1,195.8	926.1
	<u>17,261.6</u>	<u>16,881.1</u>	<u>15,374.7</u>	<u>14,887.7</u>

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 2013		As at 31 March 2013	
Secured	Unsecured	Secured	Unsecured
\$61.7M	\$7.6M	\$67.8M	\$5.7M

Amount repayable after one year

As at 31 December 2013		As at 31 March 2013	
Secured	Unsecured	Secured	Unsecured
\$104.3M	\$810.2M	\$140.6M	\$800.0M

Details of any collateral

The secured borrowings pertained to finance leases of aircraft (\$166.0 million).

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

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2013 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
CASH FLOW FROM OPERATING ACTIVITIES				
Profit before taxation	80.9	189.1	402.7	420.8
Adjustments for:-				
Depreciation	394.8	420.4	1,198.4	1,185.5
Impairment of property, plant and equipment	5.2	2.4	13.1	3.0
Amortisation of intangible assets	6.3	4.4	18.9	16.9
Impairment/(Writeback of impairment) of trade debtors	1.1	0.1	0.7	(6.3)
Writedown of inventories	6.1	3.3	18.9	16.7
Income from short-term investments	(0.1)	(0.2)	(1.3)	(1.3)
Provisions	41.5	55.7	121.5	110.8
Share-based compensation expense	2.0	1.9	2.8	3.6
Exchange differences	(8.8)	(0.3)	(5.9)	15.4
Amortisation of deferred (gain)/loss on sale and operating leaseback transactions	(3.2)	1.0	(9.2)	2.4
Finance charges	8.4	10.2	28.7	32.0
Interest income	(17.5)	(23.7)	(48.0)	(48.3)
Surplus on disposal of aircraft, spares and spare engines	(13.0)	(6.2)	(36.0)	(1.3)
Dividends from long-term investments	(9.2)	(6.9)	(17.4)	(23.6)
Other non-operating items	(0.5)	(8.6)	(0.8)	(11.7)
Share of profits of joint venture companies	(18.8)	(22.5)	(72.7)	(70.3)
Share of losses/(profits) of associated companies	40.8	(20.3)	5.0	(44.1)
Exceptional items	79.9	19.9	58.1	19.9
Operating profit before working capital changes	595.9	619.7	1,677.5	1,620.1
(Decrease)/Increase in trade and other creditors	(180.5)	(96.9)	(129.6)	85.2
Decrease in sales in advance of carriage	(92.7)	(95.7)	(50.3)	(47.9)
Decrease in trade debtors	133.9	150.8	291.7	21.7
Decrease/(Increase) in deposits and other debtors	7.5	(9.0)	(6.5)	(11.8)
Increase in prepayments	(10.7)	(8.5)	(26.0)	(12.9)
(Increase)/Decrease in inventories	(0.6)	0.3	5.8	(1.0)
(Decrease)/Increase in deferred revenue	(9.6)	10.6	27.1	26.3
Cash generated from operations	443.2	571.3	1,789.7	1,679.7
Payment of cargo fines	-	(19.9)	-	(24.0)
Income taxes paid	(9.8)	(21.6)	(70.1)	(187.5)
NET CASH PROVIDED BY OPERATING ACTIVITIES	433.4	529.8	1,719.6	1,468.2

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2013 (in \$ million)**

	The Group		The Group	
	3 rd Quarter 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
CASH FLOW FROM INVESTING ACTIVITIES				
Capital expenditure	(605.4)	(550.3)	(1,977.6)	(1,493.4)
Purchase of intangible assets	(3.5)	(22.8)	(18.4)	(73.6)
Proceeds from disposal of aircraft and other property, plant and equipment	491.0	210.4	631.5	288.1
Purchase of long-term investments	(327.0)	(196.3)	(526.6)	(258.7)
Purchase of derivative assets	(20.2)	-	(20.2)	-
Disposal of short-term investments	11.7	141.8	87.6	393.4
Dividends received from associated and joint venture companies	53.3	27.4	129.2	101.6
Dividends received from investments	9.2	6.9	18.2	24.4
Interest received from investments and deposits	15.2	18.6	39.4	36.0
Proceeds from disposal of associated company	0.7	4.6	459.4	4.6
Investments in associated companies	(53.9)	-	(281.8)	-
Proceeds from capital reduction of an associated company	-	-	1.8	-
NET CASH USED IN INVESTING ACTIVITIES	(428.9)	(359.7)	(1,457.5)	(977.6)
CASH FLOW FROM FINANCING ACTIVITIES				
Dividends paid	(117.7)	(70.5)	(317.8)	(188.0)
Dividends paid by subsidiary companies to non-controlling interests	(17.2)	(16.9)	(57.4)	(56.4)
Interest paid	(2.5)	(0.8)	(23.2)	(22.2)
Proceeds from borrowings	6.5	1.4	12.9	2.3
Repayment of borrowings	(0.3)	-	(0.9)	(0.3)
Repayment of long-term lease liabilities	(12.3)	(11.4)	(45.6)	(43.3)
Proceeds from exercise of share options	7.6	4.9	35.9	24.8
Purchase of treasury shares	-	-	-	(37.7)
NET CASH USED IN FINANCING ACTIVITIES	(135.9)	(93.3)	(396.1)	(320.8)
NET CASH (OUTFLOW)/INFLOW	(131.4)	76.8	(134.0)	169.8
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	5,039.6	4,774.2	5,059.6	4,702.7
Effect of exchange rate changes	4.3	(0.6)	(13.1)	(22.1)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	4,912.5	4,850.4	4,912.5	4,850.4
ANALYSIS OF CASH AND CASH EQUIVALENTS				
Fixed deposits	4,396.5	4,450.6	4,396.5	4,450.6
Cash and bank	516.0	399.8	516.0	399.8
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	4,912.5	4,850.4	4,912.5	4,850.4

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 2013 (in \$ million)**

The Group	Attributable to Owners of the Parent							Total	Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve			
Balance at 1 October 2013	1,856.1	(253.8)	110.4	(100.3)	135.7	(23.9)	11,576.2	13,300.4	317.8	13,618.2
<u>Comprehensive Income</u>										
Currency translation differences	-	-	-	2.7	-	-	-	2.7	0.7	3.4
Net fair value changes on available-for-sale assets	-	-	-	-	-	(42.3)	-	(42.3)	-	(42.3)
Net fair value changes on cash flow hedges	-	-	-	-	-	147.9	-	147.9	-	147.9
Share of other comprehensive income of associated companies	-	-	-	-	0.2	1.5	-	1.7	-	1.7
Other comprehensive income for the period	-	-	-	2.7	0.2	107.1	-	110.0	0.7	110.7
Profit for the period	-	-	-	-	-	-	50.1	50.1	14.9	65.0
Total comprehensive income for the period, net of tax	-	-	-	2.7	0.2	107.1	50.1	160.1	15.6	175.7
<u>Transactions with owners recorded directly in equity</u>										
Surplus on dilution of interest in subsidiary companies due to share options exercised	-	-	-	-	(1.2)	-	4.0	2.8	3.5	6.3
Share-based compensation expense	-	-	-	-	2.0	-	-	2.0	-	2.0
Share options lapsed	-	-	-	-	(0.8)	-	0.8	-	-	-
Treasury shares reissued pursuant to equity compensation plans	-	1.7	0.1	-	(0.5)	-	-	1.3	-	1.3
Dividends	-	-	-	-	-	-	(117.7)	(117.7)	(17.2)	(134.9)
Total transactions with owners	-	1.7	0.1	-	(0.5)	-	(112.9)	(111.6)	(13.7)	(125.3)
Balance at 31 December 2013	1,856.1	(252.1)	110.5	(97.6)	135.4	83.2	11,513.4	13,348.9	319.7	13,668.6

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2012 (in \$ million)**

The Group	Attributable to Owners of the Parent							Total	Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	General reserve			
Balance at 1 October 2012	1,856.1	(274.6)	98.0	(196.0)	154.0	14.9	11,321.4	12,973.8	289.3	13,263.1
<u>Comprehensive Income</u>										
Currency translation differences	-	-	-	(0.2)	-	-	-	(0.2)	(0.1)	(0.3)
Net fair value changes on available-for-sale assets	-	-	-	-	-	(0.2)	-	(0.2)	-	(0.2)
Net fair value changes on cash flow hedges	-	-	-	-	-	(43.5)	-	(43.5)	-	(43.5)
Share of other comprehensive income of associated companies	-	-	-	-	-	(1.0)	-	(1.0)	-	(1.0)
Other comprehensive income for the period	-	-	-	(0.2)	-	(44.7)	-	(44.9)	(0.1)	(45.0)
Profit for the period	-	-	-	-	-	-	142.5	142.5	15.2	157.7
Total comprehensive income for the period, net of tax	-	-	-	(0.2)	-	(44.7)	142.5	97.6	15.1	112.7
<u>Transactions with owners recorded directly in equity</u>										
Surplus on dilution of interest in subsidiary companies due to share options exercised	-	-	-	-	(0.9)	-	2.4	1.5	2.4	3.9
Share-based compensation expense	-	-	-	-	1.9	-	-	1.9	-	1.9
Share options and share awards lapsed	-	-	-	-	(1.1)	-	1.1	-	-	-
Treasury shares reissued pursuant to equity compensation plans	-	1.4	(0.1)	-	(0.3)	-	-	1.0	-	1.0
Dividends	-	-	-	-	-	-	(70.5)	(70.5)	(16.9)	(87.4)
Total transactions with owners	-	1.4	(0.1)	-	(0.4)	-	(67.0)	(66.1)	(14.5)	(80.6)
Balance at 31 December 2012	1,856.1	(273.2)	97.9	(196.2)	153.6	(29.8)	11,396.9	13,005.3	289.9	13,295.2

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2013 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2013	1,856.1	(253.8)	(9.3)	113.9	(27.6)	10,411.3	12,090.6
<u>Comprehensive income</u>							
Net fair value changes on available-for-sale assets	-	-	-	-	(43.2)	-	(43.2)
Net fair value changes on cash flow hedges	-	-	-	-	118.9	-	118.9
Other comprehensive income for the period	-	-	-	-	75.7	-	75.7
Profit for the period	-	-	-	-	-	222.5	222.5
Total comprehensive income for the period, net of tax	-	-	-	-	75.7	222.5	298.2
<u>Transactions with owners, recorded directly in equity</u>							
Share-based compensation expense	-	-	-	1.6	-	-	1.6
Share options lapsed	-	-	-	(0.7)	-	0.7	-
Treasury shares reissued pursuant to equity compensation plans	-	1.7	0.1	(0.5)	-	-	1.3
Dividends	-	-	-	-	-	(117.7)	(117.7)
Total transactions with owners	-	1.7	0.1	0.4	-	(117.0)	(114.8)
Balance at 31 December 2013	1,856.1	(252.1)	(9.2)	114.3	48.1	10,516.8	12,274.0

**STATEMENTS OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2012 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2012	1,856.1	(274.6)	(9.2)	124.6	35.1	11,325.6	13,057.6
<u>Comprehensive income</u>							
Net fair value changes on available-for-sale assets	-	-	-	-	(1.3)	-	(1.3)
Net fair value changes on cash flow hedges	-	-	-	-	(34.4)	-	(34.4)
Other comprehensive income for the period	-	-	-	-	(35.7)	-	(35.7)
Profit for the period	-	-	-	-	-	142.9	142.9
Total comprehensive income for the period, net of tax	-	-	-	-	(35.7)	142.9	107.2
<u>Transactions with owners, recorded directly in equity</u>							
Share-based compensation expense	-	-	-	1.3	-	-	1.3
Share options and share awards lapsed	-	-	-	(1.0)	-	1.0	-
Treasury shares reissued pursuant to equity compensation plans	-	1.4	(0.1)	(0.3)	-	-	1.0
Dividends	-	-	-	-	-	(70.5)	(70.5)
Total transactions with owners	-	1.4	(0.1)	-	-	(69.5)	(68.2)
Balance at 31 December 2012	1,856.1	(273.2)	(9.3)	124.6	(0.6)	11,399.0	13,096.6

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

SHARE CAPITAL AND SHARE PLANS IN THE COMPANY

Share Capital

During the period October to December 2013, the Company did not issue any shares upon exercise of options pursuant to share options exercised under the Employee Share Option Plan.

Group and Company	Number of Shares	Share Capital (\$ million)
Issued and fully paid share capital		
<u>Ordinary Shares</u>		
Balance at 1 October 2013	1,199,851,018	1,856.1
Share options exercised during the period October to December 2013	-	-
Balance at 31 December 2013	1,199,851,018	1,856.1

As at 31 December 2013, the number of ordinary shares in issue was 1,199,851,018 of which 22,757,937 were held by the Company as treasury shares. The share capital was \$1,856.1 million. (31 December 2012: 1,199,851,018 ordinary shares of which 24,660,340 were held as treasury shares.)

Employee Share Option Plan

As at 31 December 2013, the number of share options of the Company outstanding was 31,527,101 (31 December 2012: 34,209,597). During the period October to December 2013, 153,416 options were exercised under the Singapore Airlines Limited Employee Share Option Plan, which comprises the Senior Executive Share Option Scheme for senior executives and the Employee Share Option Scheme for all other employees.

The movement of share options of the Company during the period October to December 2013 is as follows:

Date of Grant	Balance at 01.10.2013	Cancelled	Exercised	Balance at 31.12.2013	Exercise price*	Expiry date
01.07.2004	2,119,432	(760)	(69,535)	2,049,137	\$7.69	30.06.2014
01.07.2005	4,115,859	(15,105)	(32,515)	4,068,239	\$8.27	30.06.2015
03.07.2006	5,865,959	(28,565)	(51,366)	5,786,028	\$9.59	02.07.2016
02.07.2007	10,322,579	(100,415)	-	10,222,164	\$15.71	01.07.2017
01.07.2008	9,495,773	(94,240)	-	9,401,533	\$12.32	30.06.2018
	31,919,602	(239,085)	(153,416)	31,527,101		

* Following approval by the Company's shareholders of the declaration of a special dividend of \$0.50 per share on 31 July 2007, the Board Compensation & Industrial Relations Committee approved a reduction of \$0.50 in the exercise prices of the share options outstanding on 2 August 2007. The said Committee approved another \$1.71 reduction in the exercise prices of the share options outstanding on 28 August 2009 following approval by the Company's shareholders of the dividend *in specie* of SATS shares on 31 July 2009. The Committee approved another reduction of \$0.80 in the exercise prices of the share options outstanding on 18 August 2011, following approval by the Company's shareholders of the declaration of a special dividend of \$0.80 per share on 29 July 2011. The exercise prices reflected here are the exercise prices after such adjustments.

Restricted Share Plan ("RSP") and Performance Share Plan ("PSP")

In addition to the Employee Share Option Plan, senior management staff are entitled to two share-based incentive plans, the RSP and PSP, which were approved by the shareholders of the Company on 28 July 2005.

Depending on the achievement of pre-determined targets over a two-year period for the RSP and a three-year period for the PSP, the final number of restricted shares and performance shares awarded could range between 0% and 150% of the initial grant of the restricted shares and between 0% and 200% of the initial grant of the performance shares.

As at 31 December 2013, the number of outstanding shares granted under the Company's RSP and PSP were 1,370,286 (31 December 2012: 1,468,167) and 570,112 respectively (31 December 2012: 491,329).

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

Date of Grant	Number of Restricted Shares		
	Balance at 01.10.2013	Vested	Balance at 31.12.2013
RSP			
22.07.2010	108,696	-	108,696
01.07.2011	32,415	-	32,415
10.07.2012	574,923	-	574,923
15.07.2013	654,252	-	654,252
	1,370,286	-	1,370,286

Date of Grant	Number of Performance Shares		
	Balance at 01.10.2013	Vested	Balance at 31.12.2013
PSP			
01.07.2011	153,999	-	153,999
10.07.2012	181,213	-	181,213
15.07.2013	234,900	-	234,900
	570,112	-	570,112

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

Date of Grant	Number of Time-based Restricted Shares		
	Balance at 01.10.2013	Vested	Balance at 31.12.2013
RSP			
07.05.2010	233,012	-	233,012

Deferred Share Award ("DSA")

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

Date of Grant	Number of Deferred Shares Award		
	Balance at 01.10.2013	Vested	Balance at 31.12.2013
DSA			
04.09.2013	161,800	-	161,800

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 2013, the number of ordinary shares in issue was 1,199,851,018 of which 22,757,937 were held by the Company as treasury shares (31 December 2012: 1,199,851,018 ordinary shares of which 24,660,340 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 2013, the Company did not purchase any treasury shares (October to December 2012: nil).

The Company transferred 153,416 treasury shares to employees on exercise of share options (October to December 2012: 131,457 on exercise of share options). Treasury shares are presented as a component within equity attributable to owners of the parent.

Group and Company	Number of Shares	Treasury Shares (\$ million)
Balance at 1 October 2013	22,911,353	(253.8)
Treasury shares transferred on exercise of share options	(153,416)	1.7
Balance at 31 December 2013	22,757,937	(252.1)

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 FY2013-14 third quarter financial statements compared with the FY2012-2013 financial statements, except for the early adoption of the following FRSs during the quarter:

- Revised FRS 27 Separate Financial Statements
- Revised FRS 28 Investments in Associates and Joint Ventures
- FRS 110 Consolidated Financial Statements
- FRS 111 Joint Arrangements
- FRS 112 Disclosure of Interests in Other Entities

The early adoption of the above standards did not have any effect on the financial performance or position of the Group.

During the year, the Company revised the estimated useful lives of certain of its overhaul assets to better reflect the economic useful life with effect from 1 April 2013. The effect of this change is a reduction in depreciation expense of approximately \$25.3 million for the period ended 31 December 2013.

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 2013-14	3 rd Quarter 2012-13	9 Months 2013-14	9 Months 2012-13
Earnings per share (cents)				
- Basic	4.3	12.1	28.3	26.4
- Diluted	4.2	12.0	28.0	26.2

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 13	As at 31 Mar 13	As at 31 Dec 13	As at 31 Mar 13
Net asset value per ordinary share (\$)	11.34	11.15	10.43	10.17

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 2013-14

The Group recorded an operating profit of \$151 million in the third quarter of the 2013-14 financial year, \$20 million higher (+15.3%) than a year ago.

Group revenue was flat at \$3,875 million as higher passenger carriage was offset by weaker yields (down by 2.7%) due to efforts to stimulate demand amid the competitive environment and unfavourable exchange rate movements on major revenue generating currencies.

Group expenditure decreased marginally by \$5 million (-0.1%) to \$3,724 million, largely owing to lower net fuel cost despite appreciation of the US Dollar, as average jet fuel prices decreased 5.6% year-on-year. This was partially offset by higher staff and non-fuel variable costs which rose in line with the increase in capacity.

Group net profit for the third quarter was \$50 million, a decline of \$93 million (-65.0%) from the corresponding period a year ago. This was largely due to exceptional items of \$80 million and share of losses and one-off items from associated companies, mainly Tiger Airways Holdings Limited ("Tiger Airways").

The one-off items from Tiger Airways arose from impairment in Tigerair Mandala and losses related to assets held for sale in Tigerair Philippines, together \$46 million.

Excluding the exceptional items and impairment losses from Tiger Airways, Group net profit would have improved by \$33 million or 23.1%.

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

- Parent Airline Company Operating profit of \$130 million (\$87 million profit in 2012)
- SIA Engineering Operating profit of \$25 million (\$31 million profit in 2012)
- SilkAir Operating profit of \$6 million (\$34 million profit in 2012)
- SIA Cargo Operating profit of \$1 million (\$29 million loss in 2012)

The operating profit of the Parent Airline Company improved \$43 million year-on-year, mainly from a 1.2% reduction in expenditure. Strict cost management helped to keep cost items in check as passenger unit cost decreased by 2.2%.

SilkAir's operating profit in the third quarter of the financial year was \$28 million lower as passenger carriage growth lagged behind capacity injection to develop emerging destinations in the region.

SIA Cargo reported an operating profit of \$1 million during the seasonal peak in the third quarter, supported by ongoing efforts to better match capacity with demand.

April to December 2013

For the nine months to December 2013, Group operating profit improved \$47 million (+17.2%) to \$320 million.

Group revenue was up \$185 million (+1.6%) to \$11,616 million, mainly due to recognition of the settlement pertaining to changes in aircraft delivery slots and growth in passenger carriage. Group expenditure increased largely due to higher staff costs and other variable costs, though at a slower pace of 1.2% (+\$138 million) to \$11,296 million.

The Group posted a net profit of \$332 million for the April-December period, \$21 million higher (+6.8%) year-on-year. This is due to an increase in operating profit, non-operating items from sale of aircraft and tax write-backs, partially offset by share of losses from associated companies this year against share of profits from associated companies last year and higher exceptional items [see Note 1(a)(iii) above].

BALANCE SHEET REVIEW **(December 2013 vs March 2013)**

Equity attributable to owners of the parent increased by \$244 million or 1.9% to \$13,349 million as at 31 December 2013 largely due to profits for April 2013 – December 2013 (+\$332 million) and fair value changes on cash flow hedges (+\$145 million). This was partially reduced by the payment of FY2012-13 final dividend of 17 cents per share (-\$200 million) and FY2013-14 interim dividend of 10 cents per share (-\$118 million).

Total Group assets increased by \$227 million or 1.0% to \$22,655 million, primarily from an increase in fair value of derivatives of \$186 million, while cashflow from operations and cash resources funded the investments in Virgin Australia (\$241 million) and Tiger Airways (\$277 million), and dividend payment (\$318 million) during the period.

Total Group liabilities decreased marginally by \$24 million or 0.3% to \$8,987 million as at 31 December 2013. The decline is attributable to lower trade creditors (-\$108 million) and deferred taxation (-\$67 million), partially offset by an increase in provisions (+\$117 million) and deferred account (+\$75 million). Increase in provisions primarily arose from higher provisions for return costs for leased aircraft as there are more aircraft on lease.

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

Not applicable.

10 A commentary at the date of announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

OUTLOOK

The outlook for the air transportation industry continues to be challenging with airlines offering aggressive fares amidst increasing capacity, and fuel prices remaining high by historical standards.

Advance passenger bookings for the fourth quarter are slightly lagging the planned capacity increase due to the shift in Easter holiday travel demand from March last year to April this year. Efforts to stimulate demand to boost loads will continue to place pressure on yields.

Air cargo demand is projected to be relatively flat. However, cargo yields are likely to remain under pressure as the cargo business continues to face overcapacity.

Under these circumstances, the Group will proactively make adjustments to flight schedules and capacity to match market demand. Discipline on costs will be maintained. With strong finances, the Group is well positioned to meet the challenges ahead.

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 the 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/recommendeded, a statement to that effect.

No dividend has been declared/ recommended for the period ended 31 December 2013.

13 Interested Person Transactions

The aggregate values of all Interested Person Transactions (“IPTs”) entered into during the 3rd quarter of the Financial Year 2013-14 are as follows:

Name of Interested Person	Aggregate value of all IPTs during the financial quarter under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all IPTs conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	3 rd Quarter 2013-14 (S\$)	3 rd Quarter 2013-14 (S\$)
PT Bank Danamon Indonesia TBK	-	137,957
SATS Ltd Group		
- Aero Laundry & Linen Services Private Limited	-	3,396,313
- Air India SATS Airport Services Private Limited	-	1,893,767
- Asia Airfreight Terminal Co Ltd	-	1,938,427
- Beijing Airport Inflight Kitchen Ltd	-	991,985
- Beijing Aviation Ground Services Co Ltd	-	1,663,833
- Maldives Inflight Catering Private Limited	-	813,828
- PT Jasa Angkasa Semesta Tbk	-	3,417,210
- SATS HK Limited	-	935,556
- SATS Ltd	-	173,524,709
- SATS Security Services Private Limited	-	5,218,680
- Taj Madras Flight Kitchen Pvt Limited	-	115,824
- Taj SATS Air Catering Ltd	-	997,415
SembCorp Industries Limited Group		
- SembCorp Power Pte Ltd	-	1,001,891
Singapore Telecommunications Limited Group		
- Optus Networks Pty Ltd	-	149,519
- Singapore Telecommunications Limited	-	549,955
Temasek Holdings (Private) Limited and Associates		
- MediaCorp Pte Ltd	-	212,341
- Dahlia Investments Pte Ltd and Aranda Investments Pte Ltd*	49,034,009	-
Total Interested Person Transactions	49,034,009	196,959,210

* Share purchase agreement with Dahlia Investments Pte Ltd and Aranda Investments Pte Ltd to acquire 72,334,350 ordinary shares of Tiger Airways Holdings Ltd.

By Order of the Board

Ethel Tan (Mrs)
Company Secretary
6 February 2014

Singapore Company Registration No.: 197200078R

CONFIRMATION BY THE BOARD

We, Stephen Lee Ching Yen and Goh Choon Phong, being two directors of Singapore Airlines Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the third quarter and nine months ended 31 December 2013 to be false or misleading in any material respect.

On behalf of the Board,



STEPHEN LEE CHING YEN
Chairman



GOH CHOON PHONG
Chief Executive Officer

6 February 2014