

## JUNE 2003 OPERATING RESULTS

The operating results for June 2003 are given in the table below.

<b>How SIA performed in Jun-03</b>			
	<b>2003</b>	<b>2002</b>	<b>Change</b>
<b>SIA (PASSENGER)</b>			
Capacity (M seat-km)	5,421.8	8,032.7	-32.5 %
Passenger-km (M)	3,891.3	6,306.3	-38.3 %
Passengers carried ('000)	808	1,305	-38.1 %
Passenger load factor (%)	71.8	78.5	-6.7 pts
<u>Load Factor by Route Region (%)</u>			
East Asia	65.1	69.3	-4.2 pts
Americas	80.7	86.3	-5.6 pts
Europe	71.5	79.8	-8.3 pts
South West Pacific	73.2	79.6	-6.4 pts
West Asia and Africa	63.5	77.6	-14.1 pts
<b>SIA CARGO</b>			
Capacity (M tonne-km)	768.8	817.7	-6.0 %
Freight tonne-km (M)	535.1	582.5	-8.1 %
Freight carried (M kg)	81.0	87.2	-7.1 %
Cargo load factor (%)	69.6	71.2	-1.6 pts
<u>Load Factor by Route Region (%)</u>			
East Asia	69.2	63.8	5.4 pts
Americas	66.9	70.2	-3.3 pts
Europe	73.8	78.6	-4.8 pts
South West Pacific	69.2	65.6	3.6 pts
West Asia and Africa	68.5	70.7	-2.2 pts
<b>OVERALL (PASSENGER &amp; CARGO)</b>			
Capacity (M tonne-km)	1,304.3	1,612.5	-19.1 %
Load carried (M tonne-km)	916.9	1,194.7	-23.3 %
Overall load factor (%)	70.3	74.1	-3.8 pts

Singapore's removal from the list of SARS-affected areas by the World Health Organisation and increased confidence in worldwide measures taken to contain the spread of SARS contributed to better demand in June 2003, when compared to the previous months. However, actual passenger carriage was still weaker than in June 2002. Passenger capacity in June 2003 was 32.5% lower than June 2002 while passenger loads (measured in revenue passenger-kilometres) fell by a greater margin of 38.3%. To boost travel confidence and stimulate demand, SIA launched a worldwide promotion campaign - the SIA Fabulous offer - in early June. Results were encouraging.

Going forward, reductions in flight schedules in July and August will be less than April through June in consideration of seasonal demand. The capacity is proving adequate thus far.

Bellyhold capacity reduction in June, resulting from cutbacks in passenger services due to the SARS outbreak, contributed to the fall in cargo loads. Additional freighter services continued to be mounted to North Asia to help ease this shortage in capacity. Although most markets are holding up, there are signs of a softening market out of Europe. Cargo traffic out of America continues to remain soft.