



**UNAUDITED RESULTS FOR THE THIRD QUARTER AND NINE MONTHS  
ENDED 31 DECEMBER 2011**

**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 2011 (in \$ million)**

	The Group		The Group	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
<b>REVENUE</b>	3,875.4	3,841.0	11,152.5	10,938.0
<b>EXPENDITURE</b>				
Staff costs	542.1	555.9	1,625.8	1,646.9
Fuel costs	1,505.3	1,113.2	4,357.2	3,336.3
Depreciation	381.0	419.6	1,201.7	1,235.7
Impairment of property, plant and equipment	-	-	10.8	14.6
Amortisation of intangible assets	5.7	5.8	17.7	18.2
Aircraft maintenance and overhaul costs	127.8	105.0	343.1	300.1
Commission and incentives	81.3	108.5	245.7	307.4
Landing, parking and overflying charges	174.6	158.2	500.8	460.4
Handling charges	266.6	248.7	760.0	710.7
Rentals on leased aircraft	149.0	152.5	431.4	435.9
Material costs	51.2	46.6	154.5	169.5
Inflight meals	124.4	115.1	356.6	326.4
Advertising and sales costs	44.3	46.5	138.4	143.0
Insurance expenses	11.2	15.6	34.8	44.2
Company accommodation and utilities	29.3	28.7	86.4	83.5
Other passenger costs	35.5	39.2	102.3	110.0
Crew expenses	38.7	34.7	103.6	100.6
Other operating expenses	150.2	137.9	390.6	389.1
	<b>3,718.2</b>	<b>3,331.7</b>	<b>10,861.4</b>	<b>9,832.5</b>
<b>OPERATING PROFIT</b>	157.2	509.3	291.1	1,105.5
Finance charges	(20.2)	(19.6)	(63.8)	(52.1)
Interest income	9.6	9.0	40.3	28.5
(Loss)/Surplus on disposal of aircraft, spares and spare engines	(11.9)	10.8	49.9	103.1
Dividends from long-term investments	3.3	4.2	14.4	20.1
Other non-operating items	(0.4)	44.6	53.6	68.9
Share of profits of joint venture companies	18.4	17.7	51.9	56.4
Share of profits of associated companies	20.5	32.5	42.5	78.7
<b>PROFIT BEFORE EXCEPTIONAL ITEMS</b>	176.5	608.5	479.9	1,409.1
<b>EXCEPTIONAL ITEMS</b>	-	(199.1)	(1.3)	(201.8)
<b>PROFIT BEFORE TAXATION</b>	176.5	409.4	478.6	1,207.3
<b>TAXATION</b>	(27.1)	(107.8)	(59.2)	(242.9)
<b>PROFIT FOR THE PERIOD</b>	149.4	301.6	419.4	964.4
<b>PROFIT ATTRIBUTABLE TO:</b>				
OWNERS OF THE PARENT	135.2	288.3	374.1	921.0
NON-CONTROLLING INTERESTS	14.2	13.3	45.3	43.4
	149.4	301.6	419.4	964.4
<b>BASIC EARNINGS PER SHARE (CENTS)</b>	11.4	24.1	31.4	77.1
<b>DILUTED EARNINGS PER SHARE (CENTS)</b>	11.3	23.8	31.1	76.1

**Notes:**

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

	The Group		The Group	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
Interest income from short-term investments	(0.1)	(0.2)	(0.5)	(0.6)
Dividend income from short-term investments	-	-	(0.7)	(0.7)
Income from operating lease of aircraft	(29.5)	(31.0)	(87.6)	(61.5)
Amortisation of deferred gain on sale and operating leaseback transactions	(4.0)	(6.7)	(16.7)	(22.6)
Loss/(Surplus) on disposal of short-term investments	0.8	(3.2)	0.7	(4.2)
Bad debts written off	0.1	-	0.8	0.6
Impairment/(Writeback of impairment) of trade debtors	1.3	(1.0)	(0.9)	(2.1)
Writedown on inventories	7.1	17.0	16.3	23.3
Exchange loss, net	2.1	19.1	26.1	76.5
Currency hedging loss	6.7	10.8	44.8	24.8
Fuel hedging (gain)/loss recognised in "Fuel costs"	(0.3)	(17.2)	(0.4)	100.5
Over provision of tax in respect of prior years	(2.3)	(4.3)	(3.6)	(10.3)

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

	The Group		The Group	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
Liquidated damages	(0.4)	45.1	(0.4)	70.6
(Loss)/Surplus on disposal of other property, plant and equipment	-	(0.5)	1.0	(1.0)
Loss on sale of Service Quality (SQ) Centre Pte Ltd	-	-	-	(0.7)
Dividends from an associated company	-	-	4.9	-
Return of capital by an associated company	-	-	48.1	-
	<u>(0.4)</u>	<u>44.6</u>	<u>53.6</u>	<u>68.9</u>

(iii) Exceptional items comprise the following:

During the period April-December 2011, the Company and SIA Cargo accepted a settlement offer from the plaintiffs in the Canadian air cargo class actions to resolve all such actions on an agreed basis for an amount of CAD1.05 million (\$1.3 million). This has been reflected as an exceptional item in the Group's accounts. The settlement is without admission of any wrongdoing or liability and is subject to court approval.

During the period April-December 2010, the exceptional items comprised fines paid by SIA Cargo as imposed by the European Commission (\$135.7 million), the South Korean Fair Trade Commission (\$3.6 million) and the United States Department of Justice Antitrust Division (\$62.5 million).

SIA Cargo has filed appeals against the decisions made by the European Commission and the South Korean Fair Trade Commission. In the appeals, SIA Cargo contests any suggestion that it was involved in a global conspiracy to fix surcharges.

SIA Cargo accepted the plea offer made by the United States Department of Justice. The plea agreement brought the Department of Justice's air cargo investigations in the United States to a close for SIA Cargo.

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2011 (in \$ million)**

	The Group		The Group	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
<b>PROFIT FOR THE PERIOD</b>	149.4	301.6	419.4	964.4
<b>OTHER COMPREHENSIVE INCOME:</b>				
Currency translation differences	(0.4)	(13.6)	15.1	(43.2)
Available-for-sale financial assets	0.7	(0.9)	(10.0)	(0.7)
Cash flow hedges	41.3	0.6	65.9	13.1
Loss on dilution of interest in an associated company due to share options exercised	(1.2)	(0.4)	(1.2)	(0.4)
Surplus on dilution of interest in subsidiary companies due to share options exercised	0.3	7.2	11.6	23.4
Share of other comprehensive income of associated companies	(0.1)	(0.4)	(0.3)	(1.0)
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>	<u>40.6</u>	<u>(7.5)</u>	<u>81.1</u>	<u>(8.8)</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>190.0</u>	<u>294.1</u>	<u>500.5</u>	<u>955.6</u>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>				
<b>OWNERS OF THE PARENT</b>	174.2	275.6	445.4	904.5
<b>NON-CONTROLLING INTERESTS</b>	15.8	18.5	55.1	51.1
	<u>190.0</u>	<u>294.1</u>	<u>500.5</u>	<u>955.6</u>

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2011 (in \$ million)**

	The Company		The Company	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
<b>PROFIT FOR THE PERIOD</b>	152.6	404.7	421.6	929.8
<b>OTHER COMPREHENSIVE INCOME:</b>				
Available-for-sale financial assets	(0.9)	-	(5.9)	-
Cash flow hedges	28.9	(2.0)	69.3	(1.2)
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>	<u>28.0</u>	<u>(2.0)</u>	<u>63.4</u>	<u>(1.2)</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<u>180.6</u>	<u>402.7</u>	<u>485.0</u>	<u>928.6</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 2011 (in \$ million)**

	The Group		The Company	
	31-Dec 2011	31-Mar 2011	31-Dec 2011	31-Mar 2011
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>				
Share capital	1,856.1	1,832.4	1,856.1	1,832.4
Treasury shares	(199.3)	(43.0)	(199.3)	(43.0)
Capital reserve	81.4	91.8	(7.9)	2.5
Foreign currency translation reserve	(174.4)	(186.1)	-	-
Share-based compensation reserve	163.6	172.6	131.6	138.5
Fair value reserve	(82.5)	(138.0)	(30.8)	(94.2)
General reserve	11,301.4	12,474.7	11,164.4	12,298.9
	12,946.3	14,204.4	12,914.1	14,135.1
<b>NON-CONTROLLING INTERESTS</b>	280.2	298.4	-	-
<b>TOTAL EQUITY</b>	13,226.5	14,502.8	12,914.1	14,135.1
<b>DEFERRED ACCOUNT</b>	267.7	347.1	241.8	330.7
<b>DEFERRED TAXATION</b>	2,075.3	2,181.1	1,727.6	1,814.1
<b>LONG-TERM LIABILITIES</b>	1,046.1	1,079.2	806.8	803.4
<b>PROVISIONS</b>	252.7	202.0	210.5	162.0
	<u>16,868.3</u>	<u>18,312.2</u>	<u>15,900.8</u>	<u>17,245.3</u>
Represented by:-				
<b>PROPERTY, PLANT AND EQUIPMENT</b>				
Aircraft, spares and spare engines	11,132.5	11,577.3	9,010.3	9,479.1
Land and buildings	258.1	274.6	82.7	92.5
Others	1,898.1	2,025.7	1,684.8	1,805.8
	13,288.7	13,877.6	10,777.8	11,377.4
<b>INTANGIBLE ASSETS</b>	152.1	125.2	104.6	90.8
<b>SUBSIDIARY COMPANIES</b>	-	-	2,038.8	1,755.8
<b>ASSOCIATED COMPANIES</b>	552.3	504.8	1,701.1	1,715.7
<b>JOINT VENTURE COMPANIES</b>	111.4	102.8	-	-
<b>LONG-TERM INVESTMENTS</b>	328.9	35.3	248.9	18.8
<b>OTHER RECEIVABLES</b>	202.4	119.6	202.4	119.6
<b>DEFERRED ACCOUNT</b>	50.8	-	32.3	-
<b>CURRENT ASSETS</b>				
Inventories	383.3	389.5	234.8	253.9
Trade debtors	1,199.5	1,402.1	776.7	976.7
Deposits and other debtors	49.3	52.0	29.4	33.5
Prepayments	126.2	103.6	94.0	89.5
Amounts owing by subsidiary companies	-	-	215.6	194.0
Investments	762.2	397.8	708.5	339.9
Cash and bank balances	4,560.7	7,434.2	4,325.4	7,217.8
	<u>7,081.2</u>	<u>9,779.2</u>	<u>6,384.4</u>	<u>9,105.3</u>
Less: <b>CURRENT LIABILITIES</b>				
Sales in advance of carriage	1,322.3	1,459.8	1,288.4	1,421.1
Deferred revenue	490.9	445.1	490.9	445.1
Current tax payable	201.2	440.2	155.6	370.3
Trade and other creditors	2,764.2	2,861.6	2,034.0	2,210.3
Amounts owing to subsidiary companies	-	-	1,568.3	1,529.0
Finance lease commitments	65.7	61.4	-	-
Loans	2.3	1.7	-	-
Notes payable	-	900.0	-	900.0
Provisions	52.9	62.5	52.3	62.3
	<u>4,899.5</u>	<u>6,232.3</u>	<u>5,589.5</u>	<u>6,938.1</u>
<b>NET CURRENT ASSETS</b>	<u>2,181.7</u>	<u>3,546.9</u>	<u>794.9</u>	<u>2,167.2</u>
	<u>16,868.3</u>	<u>18,312.2</u>	<u>15,900.8</u>	<u>17,245.3</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 2011		As at 31 March 2011	
Secured	Unsecured	Secured	Unsecured
\$65.7M	\$2.3M	\$61.4M	\$901.7M

Amount repayable after one year

As at 31 December 2011		As at 31 March 2011	
Secured	Unsecured	Secured	Unsecured
\$239.3M	\$800.0M	\$275.8M	\$800.0M

Details of any collateral

The secured borrowings pertained to finance leases of aircraft (\$305.0 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 2011 (in \$ million)**

	The Group		The Group	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before taxation	176.5	409.4	478.6	1,207.3
Adjustments for:-				
Depreciation	381.0	419.6	1,201.7	1,235.7
Impairment of property, plant and equipment	-	-	10.8	14.6
Amortisation of intangible assets	5.7	5.8	17.7	18.2
Impairment/(Writeback of impairment) of trade debtors	1.3	(1.0)	(0.9)	(2.1)
Income from short-term investments	(0.1)	(0.2)	(1.2)	(1.3)
Share-based compensation expense	4.4	3.9	13.6	15.0
Exchange differences	7.8	1.2	(3.0)	18.1
Amortisation of deferred gain on sale and operating leaseback transactions	(4.0)	(6.7)	(16.7)	(22.6)
Finance charges	20.2	19.6	63.8	52.1
Interest income	(9.6)	(9.0)	(40.3)	(28.5)
Loss/(Surplus) on disposal of aircraft, spares and spare engines	11.9	(10.8)	(49.9)	(103.1)
Dividends from long-term investments	(3.3)	(4.2)	(14.4)	(20.1)
Other non-operating items	0.4	(44.6)	(53.6)	(68.9)
Share of profits of joint venture companies	(18.4)	(17.7)	(51.9)	(56.4)
Share of profits of associated companies	(20.5)	(32.5)	(42.5)	(78.7)
Exceptional items	-	199.1	1.3	201.8
Operating profit before working capital changes	553.3	931.9	1,513.1	2,381.1
(Decrease)/Increase in trade and other creditors	(25.3)	37.9	20.3	128.5
(Decrease)/Increase in sales in advance of carriage	(54.5)	(56.4)	(137.5)	87.1
Decrease in trade debtors	52.8	137.3	53.7	213.0
(Increase)/Decrease in deposits and other debtors	(3.2)	13.0	2.7	23.9
Increase in prepayments	(14.9)	(17.1)	(22.6)	(23.0)
Decrease in inventories	20.9	17.8	6.2	23.4
Increase/(Decrease) in deferred revenue	16.8	0.3	45.8	(11.9)
Increase in amounts owing to associated companies	-	0.4	-	-
Cash generated from operations	545.9	1,065.1	1,481.7	2,822.1
Payment of cargo fines	-	-	(1.3)	-
Income taxes paid	(155.6)	(1.1)	(391.9)	(12.3)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>390.3</b>	<b>1,064.0</b>	<b>1,088.5</b>	<b>2,809.8</b>

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2011 (in \$ million)**

	The Group		The Group	
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Capital expenditure	(232.7)	(201.0)	(1,207.5)	(938.0)
Purchase of intangible assets	(12.2)	(2.8)	(43.3)	(17.3)
Proceeds from disposal of aircraft and other property, plant and equipment	76.2	218.9	549.6	715.1
Purchase of long-term investments	(96.1)	-	(300.5)	-
Purchase of short-term investments	(389.4)	(123.7)	(369.7)	(161.1)
Proceeds on disposal of associated company	-	-	-	2.1
Investments in associated companies	(51.9)	-	(54.6)	(1.1)
Dividends received from associated and joint venture companies	27.4	44.9	95.2	118.8
Return of capital by an associated company	-	-	48.1	-
Dividends received from investments	3.3	4.2	15.1	20.8
Interest received from investments and deposits	11.2	6.8	37.8	16.4
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(664.2)</b>	<b>(52.7)</b>	<b>(1,229.8)</b>	<b>(244.3)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Dividends paid	(118.2)	(239.4)	(1,557.2)	(382.7)
Dividends paid by subsidiary companies to non-controlling interests	(14.3)	(14.1)	(73.3)	(46.1)
Interest paid	(25.0)	(22.8)	(69.8)	(52.8)
Proceeds from issuance of bonds	-	-	-	800.0
Repayment of fixed rate notes	(900.0)	-	(900.0)	-
Proceeds from borrowings	0.4	0.8	1.0	1.2
Repayment of borrowings	-	-	(0.4)	-
Repayment of long-term lease liabilities	(11.2)	(11.8)	(41.4)	(43.5)
Proceeds from exercise of share options	1.3	17.4	59.3	79.2
Purchase of treasury shares	(56.6)	(15.8)	(207.6)	(15.8)
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>	<b>(1,123.6)</b>	<b>(285.7)</b>	<b>(2,789.4)</b>	<b>339.5</b>
<b>NET CASH (OUTFLOW)/INFLOW</b>	<b>(1,397.5)</b>	<b>725.6</b>	<b>(2,930.7)</b>	<b>2,905.0</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>5,964.7</b>	<b>6,613.5</b>	<b>7,434.2</b>	<b>4,471.9</b>
Effect of exchange rate changes	(6.5)	(6.7)	57.2	(44.5)
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>4,560.7</b>	<b>7,332.4</b>	<b>4,560.7</b>	<b>7,332.4</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>				
Fixed deposits	4,209.8	7,005.7	4,209.8	7,005.7
Cash and bank	350.9	326.7	350.9	326.7
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>4,560.7</b>	<b>7,332.4</b>	<b>4,560.7</b>	<b>7,332.4</b>

**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 2011 (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 2011	1,856.1	(144.1)	81.4	(173.7)	160.1	(124.3)	11,286.0	12,941.5	278.7	13,220.2
Total comprehensive income for the period October to December 2011, net of tax	-	-	-	(0.7)	(0.1)	41.8	133.2	174.2	15.8	190.0
Share-based compensation expense	-	-	-	-	4.4	-	-	4.4	-	4.4
Share options lapsed	-	-	-	-	(0.4)	-	0.4	-	-	-
Purchase of treasury shares	-	(56.6)	-	-	-	-	-	(56.6)	-	(56.6)
Treasury shares reissued pursuant to equity compensation plans	-	1.4	-	-	(0.4)	-	-	1.0	-	1.0
Dividends	-	-	-	-	-	-	(118.2)	(118.2)	(14.3)	(132.5)
Balance at 31 December 2011	1,856.1	(199.3)	81.4	(174.4)	163.6	(82.5)	11,301.4	12,946.3	280.2	13,226.5

**STATEMENTS OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2010 (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 2010	1,812.8	(0.7)	75.1	(159.4)	172.4	(128.8)	12,239.8	14,011.2	281.0	14,292.2
Total comprehensive income for the period October to December 2010, net of tax	-	-	-	(11.1)	(1.7)	(0.9)	289.3	275.6	18.5	294.1
Share-based compensation expense	-	-	-	-	3.9	-	-	3.9	-	3.9
Share options exercised and share awards vested	12.3	-	-	-	(2.2)	-	-	10.1	-	10.1
Share options lapsed	-	-	-	-	(0.2)	-	0.2	-	-	-
Purchase of treasury shares	-	(15.8)	-	-	-	-	-	(15.8)	-	(15.8)
Treasury shares reissued pursuant to equity compensation plans	-	0.1	-	-	-	-	-	0.1	-	0.1
Dividends	-	-	-	-	-	-	(239.4)	(239.4)	(14.1)	(253.5)
Balance at 31 December 2010	1,825.1	(16.4)	75.1	(170.5)	172.2	(129.7)	12,289.9	14,045.7	285.4	14,331.1



**STATEMENTS OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2011 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2011	1,856.1	(144.1)	(7.9)	128.9	(58.8)	11,129.6	12,903.8
Total comprehensive income for the period October to December 2011, net of tax	-	-	-	-	28.0	152.6	180.6
Share-based compensation expense	-	-	-	3.5	-	-	3.5
Share options lapsed	-	-	-	(0.4)	-	0.4	-
Purchase of treasury shares	-	(56.6)	-	-	-	-	(56.6)
Treasury shares reissued pursuant to equity compensation plans	-	1.4	-	(0.4)	-	-	1.0
Dividends	-	-	-	-	-	(118.2)	(118.2)
Balance at 31 December 2011	1,856.1	(199.3)	(7.9)	131.6	(30.8)	11,164.4	12,914.1

**STATEMENTS OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2010 (in \$ million)**

The Company	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
Balance at 1 October 2010	1,812.8	(0.7)	2.8	137.9	(84.5)	12,051.4	13,919.7
Total comprehensive income for the period October to December 2010, net of tax	-	-	-	-	(2.0)	404.7	402.7
Share-based compensation expense	-	-	-	3.2	-	-	3.2
Share options exercised and share awards vested	12.3	-	-	(2.2)	-	-	10.1
Share options lapsed	-	-	-	(0.2)	-	0.2	-
Purchase of treasury shares	-	(15.8)	-	-	-	-	(15.8)
Treasury shares reissued pursuant to equity compensation plans	-	0.1	-	-	-	-	0.1
Dividends	-	-	-	-	-	(239.4)	(239.4)
Balance at 31 December 2010	1,825.1	(16.4)	2.8	138.7	(86.5)	12,216.9	14,080.6

**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 2011, the Company did not issue any new 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 2011	1,199,851,018	1,856.1
Share options exercised during the period October to December 2011	-	-
Balance at 31 December 2011	1,199,851,018	1,856.1

As at 31 December 2011, the number of ordinary shares in issue was 1,199,851,018 of which 17,582,022 were held by the Company as treasury shares. The share capital was \$1,856.1 million. (31 December 2010: 1,197,308,204 ordinary shares of which 1,090,984 were held as treasury shares.)

#### Employee Share Option Plan

As at 31 December 2011, the number of share options of the Company outstanding was 37,742,241 (31 December 2010: 44,105,750). During the period October to December 2011, 121,073 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 2011 is as follows:

Date of Grant	Balance at 01.10.2011	Cancelled	Exercised	Balance at 31.12.2011	Exercise price*	Expiry date
01.07.2002	1,998,076	(3,895)	(7,220)	1,986,961	\$9.81	30.06.2012
01.07.2003	1,265,891	(2,755)	(6,775)	1,256,361	\$7.33	30.06.2013
01.07.2004	2,448,903	(1,710)	(21,328)	2,425,865	\$7.69	30.06.2014
01.07.2005	4,693,207	(16,530)	(38,570)	4,638,107	\$8.27	30.06.2015
03.07.2006	6,577,974	(27,616)	(47,180)	6,503,178	\$9.59	02.07.2016
02.07.2007	11,045,135	(38,095)	-	11,007,040	\$15.71	01.07.2017
01.07.2008	9,956,839	(32,110)	-	9,924,729	\$12.32	30.06.2018
	37,986,025	(122,711)	(121,073)	37,742,241		

\* 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 2011, the number of outstanding shares granted under the Company's RSP and PSP were 1,463,457 (31 December 2010: 1,545,161) and 523,811 respectively (31 December 2010: 644,664).

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

Date of Grant	Number of Restricted Shares		
	Balance at 01.10.2011	Cancelled	Balance at 31.12.2011
<b>RSP</b>			
01.07.2008	92,707	-	92,707
29.07.2009	226,435	-	226,435
22.07.2010	558,465	-	558,465
01.07.2011	585,850	-	585,850
	1,463,457	-	1,463,457

Date of Grant	Number of Performance Shares		
	Balance at 01.10.2011	Cancelled	Balance at 31.12.2011
<b>PSP</b>			
29.07.2009	205,222	-	205,222
22.07.2010	164,590	-	164,590
01.07.2011	153,999	-	153,999
	523,811	-	523,811

In addition, during the previous financial year, the Board Compensation & Industrial Relations Committee approved a special time-based RSP. 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 01.10.2011	Vested	Balance at 31.12.2011
<b>RSP</b>			
07.05.2010	481,916	(5,295)	476,621
	481,916	(5,295)	476,621

**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 2011, the number of ordinary shares in issue was 1,199,851,018 of which 17,582,022 were held by the Company as treasury shares (31 December 2010: 1,197,308,204 ordinary shares of which 1,090,984 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 2011, the Company purchased 5,063,000 treasury shares (October to December 2010: 1,036,000).

The Company transferred 121,073 treasury shares to employees on exercise of share options and another 5,295 treasury shares on vesting of share-based incentive plans (October to December 2010: NIL on exercise of share options and 5,000 treasury shares on vesting of share-based incentive plans). 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 2011	12,645,390	(144.1)
Purchase of treasury shares	5,063,000	(56.6)
Treasury shares transferred on exercise of share options	(121,073)	1.4
Treasury shares transferred on vesting of share-based incentive plans	(5,295)	- *
Balance at 31 December 2011	17,582,022	(199.3)

\* Less than \$0.1 million.

**2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.**

The financial statements have not been audited or reviewed by our auditors.

**3 Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of matter).**

Not applicable.

**4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 March 2011. 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 2011 has no significant impact on the Group.

**5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable.

**6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	The Group			
	3 <sup>rd</sup> Quarter 2011-12	3 <sup>rd</sup> Quarter 2010-11	9 Months 2011-12	9 Months 2010-11
Earnings per share (cents)				
- Basic	11.4	24.1	31.4	77.1
- Diluted	11.3	23.8	31.1	76.1

**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 11	As at 31 Mar 11	As at 31 Dec 11	As at 31 Mar 11
Net asset value per ordinary share (\$)	10.95	11.89	10.92	11.83

**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 2011-12

The persistently high jet fuel prices had adversely affected the Group's performance. In the third quarter of the 2011-12 financial year, the Group turned in a net profit of \$135 million, a drop of \$153 million or 53% over the same quarter in the preceding year.

Group revenue improved \$34 million (+1%) to \$3,875 million on the back of marginal growth in passenger carriage, while Group expenditure rose at a faster pace, increasing \$386 million (+12%) to \$3,718 million, led by higher fuel costs.

Expenditure on fuel grew by \$375 million (+33%), as jet fuel prices increased 30% over the same period last year. Fuel accounted for 40% of Group expenditure, up 7 percentage points year-on-year.

Consequently, Group operating profit declined to \$157 million, \$352 million lower (-69%) than the year before.

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 \$137 million (\$378 million profit in 2010)
- SIA Engineering              Operating profit of \$28 million (\$34 million profit in 2010)
- SilkAir                          Operating profit of \$32 million (\$45 million profit in 2010)
- SIA Cargo                        Operating loss of \$40 million (\$48 million profit in 2010)

The operating profit of the Parent Airline Company fell \$241 million (-64%) as higher fuel expenditure (+\$316 million or 34%) weighed on its performance. Ongoing initiatives in cost management and efficiency helped to keep other cost items in check, with passenger unit cost excluding fuel down by 9%.

#### April to December 2011

For the nine months to December 2011, the Group posted a net profit of \$374 million, a decline of \$547 million (-59%) from the \$921 million for the corresponding period in the previous year.

Group revenue was up \$215 million (+2%) to \$11,152 million, while Group expenditure increased \$1,029 million (+10%) to \$10,861 million, principally on account of higher jet fuel prices.

Consequently, operating profit for the Group fell \$814 million (-74%) to \$291 million.

#### **BALANCE SHEET REVIEW** **(December 2011 vs March 2011)**

Equity attributable to owners of the parent decreased by \$1,258 million or 9% to \$12,946 million as at 31 December 2011 due mainly to the payment of final and special dividends in respect of FY2010-11 (-\$1,439 million) and payment of interim dividends in respect of FY2011-12 (-\$118 million) from the general reserve, partially offset by April to December 2011 profits (+\$374 million).

Total Group assets decreased by \$2,777 million (-11%) to \$21,768 million primarily due to the decrease in cash and bank balances by \$2,874 million, arising mainly from the dividend payments and repayment of the \$900 million fixed rate note in December 2011. Property, plant and equipment decreased \$589 million due mainly to sale of aircraft during the year. This was partially offset by increase in investments of \$364 million from placement of money market funds and increase in long-term investments of \$294 million on investments in money market funds, liquid investment grade corporate bonds, credit-linked notes and a 16% equity interest in China Cargo Airlines Ltd.

Total Group liabilities decreased \$1,500 million or 15% to \$8,541 million as at 31 December 2011. This was mainly on account of repayment of the fixed rate note in December 2011 (-\$900 million), lower current tax payable (-\$239 million), sales in advance of carriage (-\$138 million) and deferred taxation (-\$106 million).

#### **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**

Forward bookings continue to show signs of weakness in the final quarter of the financial year, due to uncertainty in the global economy and the protracted Eurozone debt crisis. Similarly, the air cargo market remains weak as forward indicators such as Purchasing Manager Indices slide further alongside weak consumer demand in major developed economies. Passenger yields are expected to remain under pressure while cargo yields are expected to continue to decline.

As the price of jet fuel remains high and volatile, fuel costs continue to adversely impact the Group's financial performance.

Amidst these challenges, the Group will continue to proactively seek out revenue opportunities and exercise flexibility in aligning capacity deployment to market demand. Vigilance in cost management will be maintained.

**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 announcements.

**(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/recommendeded for the period ended 31 December 2011.

### 13 Interested Person Transactions

The aggregate values of all Interested Person Transactions ("IPTs") entered into during the 3<sup>rd</sup> quarter of the Financial Year 2011-12 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 <sup>rd</sup> Quarter 2011-12 (S\$)	3 <sup>rd</sup> Quarter 2011-12 (S\$)
<b>SATS Ltd. Group</b>		
- Aero Laundry & Linen Services Private Limited	-	2,893,854
- Air India SATS Airport Services Private Limited	-	2,885,078
- Asia Airfreight Terminal Co Ltd	-	2,731,456
- Beijing Airport Inflight Kitchen Limited	-	1,001,353
- Beijing Aviation Ground Services Company Ltd	-	1,386,998
- Maldives Inflight Catering Pte Ltd	-	533,484
- PT Jasa Angkasa Semesta Tbk	-	3,112,442
- SATS HK Limited	-	1,242,908
- SATS Ltd	-	161,444,919
- SATS Security Services Private Limited	-	3,319,761
- Taj Madras Flight Kitchen Pvt Limited	-	140,960
- Taj SATS Air Catering Ltd	-	1,059,183
<b>Singapore Telecommunications Limited Group</b>		
- Singapore Telecommunications Limited	-	220,722
<b>Temasek Holdings (Private) Limited and Associates</b>		
- Great Wall Airlines Company Limited	-	122,523
<b>Tiger Airways Holdings Limited Group</b>		
- Tiger Airways Holdings Limited *	51,912,683	-
<b>Total Interested Person Transactions</b>	<b>51,912,683</b>	<b>182,095,641</b>

\* Subscription of 89,504,625 new ordinary shares in Tiger Airways Holdings Limited at an issue price of SGD0.58 per share pursuant to the Rights Issue of Tiger Airways Holdings Limited.

By Order of the Board

Ethel Tan (Mrs)  
Company Secretary  
2 February 2012

*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 2011 financial results 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

2 February 2012