UNAUDITED RESULTS FOR THIRD QUARTER AND 9 MONTHS ENDED 31 DECEMBER 2009

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 2009 (in $ million)

	THE GROUP			
	3rd Quarter		9 Months	
	2009-10	2008-09	2009-10	2008-09
REVENUE	434.3	242.4	1,148.3	735.6
EXPENDITURE				
Staff costs*	(147.1)	(105.0)	(402.0)	(328.3)
Cost of raw materials	(121.9)	(24.1)	(307.5)	(70.2)
Licensing fees	(14.8)	(15.4)	(42.5)	(46.8)
Depreciation and amortisation expenses	(22.8)	(14.2)	(68.1)	(43.7)
Company accommodation and utilities	(22.4)	(20.0)	(65.6)	(56.1)
Other costs	(47.3)	(20.3)	(118.5)	(65.3)
	(376.3)	(199.0)	(1,004.2)	(610.4)
OPERATING PROFIT	58.0	43.4	144.1	125.2
Interest on borrowings	(0.3)	(1.5)	(4.7)	(4.6)
Interest income	0.1	1.6	0.5	6.3
Dividend from long-term investment, gross	-	1.1	-	1.1
Amortisation of deferred income	0.3	0.4	0.8	1.1
Gain on disposal of property, plant & equipment	0.1	-	0.6	0.4
Share of profits of associated companies	9.3	6.2	28.9	18.2
Loss on disposal of short-term non-equity investment	-	(0.8)	-	(10.8)
PROFIT BEFORE TAXATION	67.5	50.4	170.2	136.9
Taxation	(13.8)	(12.4)	(34.7)	(31.7)
PROFIT AFTER TAXATION	53.7	38.0	135.5	105.2
Profit attributable to:				
Equity Holders of the Company	53.4	37.6	134.7	104.5
Minority Interests	0.3	0.4	0.8	0.7
	53.7	38.0	135.5	105.2

Notes :

*Jobs credit deducted from staff costs	3.2	-	15.6	-
Foreign exchange (loss)/gain, net	(0.1)	1.7	(0.7)	1.4
Provision for doubtful debts	(0.7)	-	(0.5)	(0.1)

STATEMENTS OF COMPREHENSIVE INCOME
for the third quarter and 9 months ended 31 December 2009 (in $ million)

	THE GROUP		THE GROUP	
	3Q2009-10	**3Q2008-09**	**9M2009-10**	**9M2008-09**
Profit for the period	53.7	38.0	135.5	105.2
Other comprehensive income:				
Net fair value changes on available-for-sale assets	-	-	0.3	0.5
Foreign currency translation	(3.2)	(9.3)	(1.2)	(6.4)
	(3.2)	(9.3)	(0.9)	(5.9)
Total comprehensive income	50.5	28.7	134.6	99.3
Total comprehensive income attributable to:				
Equity Holders of the Company	50.2	28.3	134.1	98.6
Minority Interests	0.3	0.4	0.5	0.7
	50.5	28.7	134.6	99.3

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 as at 31 December 2009 (in $ million)

	THE GROUP		THE COMPANY	
	31.12.2009	**31.03.2009**	**31.12.2009**	**31.03.2009**
Share capital	271.5	255.2	271.5	255.2
Reserves				
Revenue reserve	1,177.9	1,161.7	805.4	907.7
Share-based compensation reserve	23.5	23.8	23.5	23.8
Statutory reserve	6.3	6.1	-	-
Foreign currency translation reserve	(49.4)	(48.5)	-	-
Fair value reserve	-	(0.3)	-	(0.3)
Equity attributable to equity holders of the company	1,429.8	1,398.0	1,100.4	1,186.4
Minority interests	18.8	18.3	-	-
Total equity	1,448.6	1,416.3	1,100.4	1,186.4
Deferred taxation	96.8	99.4	27.8	27.8
Finance lease	4.3	5.6	-	-
Term loans	7.4	11.3	-	-
Other long-term liability	4.0	4.0	4.0	4.0
Deferred income	19.6	21.0	19.6	21.0
	1,580.7	1,557.6	1,151.8	1,239.2
Represented by:-				
Property, plant and equipment				
Freehold land and buildings	14.1	14.2	-	-
Leasehold land and buildings	437.9	460.8	-	-
Progress payments	8.7	4.9	1.2	0.3
Others	133.1	128.5	0.2	0.3
	593.8	608.4	1.4	0.6
Investment properties	6.6	7.0	392.3	410.4
Other non-current assets	12.0	12.1	12.0	12.1
Deferred tax assets	5.0	5.1	0.7	0.7
Subsidiary companies	-	-	540.7	540.7
Associated companies	327.7	333.5	270.8	270.8
Loan to a subsidiary	-	-	1.2	0.7
Loan to an associated company	0.3	0.8	0.3	0.8
Long-term investment	7.9	7.9	7.9	7.9
Joint venture company	0.1	0.3	-	-
Intangible assets	469.1	474.9	1.7	1.1
Current assets				
Trade debtors *	242.4	123.8	10.0	6.0
Other debtors	11.5	11.7	1.6	2.8
Prepayments	9.2	13.1	0.6	2.1
Related companies *	-	236.6 #	3.8	157.0
Associated companies	0.6	0.2	0.6	0.2
Loan to an associated company	0.6	0.6	0.6	0.6
Inventories	45.6	56.6	0.3	0.2
Short-term non-equity investments	-	20.4	-	20.4
Fixed deposits	87.5	83.9	74.3	83.1
Cash and bank balances	53.0	53.4	10.8	8.0
	450.4	600.3	102.6	280.4
Less: **Current liabilities**				
Term loans	11.5	31.9	-	-
Bank overdraft - secured	2.1	1.8	-	-
Trade creditors	167.9	136.9	26.3	19.6
Other creditors	62.4	67.4	3.7	9.5
Finance leases – current	0.6	0.8	-	-
Notes payable	-	200.0	-	200.0
Related companies	-	-	136.4	44.5
Provision for taxation	47.7	53.9	13.4	13.4
	292.2	492.7	179.8	287.0
Net current assets/(liabilities)	158.2	107.6	(77.2)	(6.6)
	1,580.7	1,557.6	1,151.8	1,239.2

* Amount owing by SIA and SIA-related companies were reclassified from Related Companies to Trade Debtors after SATS ceased to be a subsidiary of SIA on 1 September 2009

\# Funds placed with SIA accounted approximately 60% of Related Companies as part of treasury management.

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

(In $ million)

Amount repayable in one year or less, or on demand

As at 31.12.2009		As at 31.03.2009	
Secured *	Unsecured	Secured *	Unsecured
13.8	0.4	12.2	222.3

Amount repayable after one year

As at 31.12.2009		As at 31.03.2009	
Secured *	Unsecured	Secured *	Unsecured
9.0	2.7	13.9	3.0

Details of any collateral

* Secured by property, plant and equipment and other assets belonging to certain subsidiaries in the Group.

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 STATEMENT
for the third quarter and 9 months ended 31 December 2009 (in $ million)

	THE GROUP			
	3rd Quarter		9 Months	
	2009-10	2008-09	2009-10	2008-09
Cash flows from operating activities				
Profit before taxation	67.5	50.4	170.2	136.9
Adjustments for:				
Interest income	(0.1)	(1.6)	(0.5)	(6.3)
Interest on borrowings	0.3	1.5	4.7	4.6
Dividend from long-term investment	-	(1.1)	-	(1.1)
Depreciation and amortisation expenses	22.8	14.2	68.1	43.7
Gain on disposal of property, plant and equipment	(0.1)	-	(0.6)	(0.4)
Effects of exchange rate changes	-	-	0.1	(0.2)
Share of profits of associated companies	(9.3)	(6.2)	(28.9)	(18.2)
Share-based payment expense	0.5	1.9	3.1	5.8
Amortisation of deferred income	(0.3)	(0.4)	(0.8)	(1.1)
Impairment in short-term non-equity investment	-	(0.3)	-	9.7
Operating profit before working capital changes	81.3	58.4	215.4	173.4
(Increase)/decrease in debtors *	(17.3)	(2.6)	(113.5)	5.6
Decrease/(increase) in inventories	3.9	(0.1)	11.4	(1.0)
(Increase)/decrease in amounts owing by related companies *	(0.1)	(4.6)	96.5	2.5
Increase/(decrease) in creditors	20.6	(4.0)	19.5	(0.5)
Increase in amounts due from associated companies	(0.2)	-	(0.4)	(1.3)
Cash generated from operations	88.2	47.1	228.9	178.7
Interest paid to third parties	(0.4)	-	(5.2)	(3.2)
Income tax paid	(16.5)	(16.8)	(37.5)	(38.9)
Net cash provided by operating activities	71.3	30.3	186.2	136.6
Cash flows from investing activities				
Capital expenditure	(16.2)	(7.2)	(34.0)	(18.0)
Repayment of loan from associated company	0.1	0.1	0.5	0.3
Investment in subsidiary, net of cash acquired	-	(3.6)	-	(3.6)
Acquisition of shares in subsidiary	-	-	-	(0.6)
Dividends from associated companies	5.8	3.0	18.7	14.0
Dividends from long-term investment	-	1.1	-	1.1
Proceeds from disposal of property, plant and equipment	-	-	2.3	1.1
Interest received from deposits	0.1	1.8	0.6	6.4
Capital expenditure for setting up associated companies	-	-	0.1	(4.2)
Decrease in short-term non-equity investments	-	20.3	20.7	14.7
Net cash (used in)/provided by investing activities	(10.2)	15.5	8.9	11.2
Cash flows from financing activities				
Repayment of medium-term notes and term loans	(3.1)	(0.1)	(227.6)	(0.3)
Proceeds from term loans	0.9	-	3.0	-
Repayment of finance leases	(0.2)	-	(1.5)	-
Proceeds from exercise of share options	10.5	0.1	13.5	0.7
Dividends paid	(54.2)	(43.2)	(118.9)	(151.1)
Proceeds from issuance of shares by a subsidiary	-	-	-	0.5
Bank charges on sale and lease back arrangement	(0.2)	(0.1)	(0.6)	(0.3)
Net cash used in financing activities	(46.3)	(43.3)	(332.1)	(150.5)
Net increase/(decrease) in cash and cash equivalents	14.8	2.5	(137.0)	(2.7)
Effects of exchange rate changes	(0.8)	(0.1)	(0.3)	0.1
Cash and cash equivalents at beginning of the period	124.4	695.3	275.7	700.3
Cash and cash equivalents at end of the period	138.4	697.7	138.4	697.7

* Amount owing by SIA and SIA-related companies were reclassified from Related Companies to Trade Debtors after SATS ceased to be a subsidiary of SIA on 1 September 2009.

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 2009 (in $ million)

	Attributable to Equity Holders of the Company								
	Share Capital	Revenue Reserve	Share-based Compen-sation Reserve	Fair Value Reserve	Statutory Reserve*	Foreign Currency Translation Reserve	Total	Minority Interests	Total Equity
THE GROUP									
Balance at 1 October 2009	258.7	1,178.3	25.7	-	6.3	(46.2)	1,422.8	18.5	1,441.3
Total comprehensive income for October-December 2009	-	53.4	-	-	-	(3.2)	50.2	0.3	50.5
Share-based payment	-	-	0.5	-	-	-	0.5	-	0.5
Share options exercised and lapsed	12.3	0.4	(2.2)	-	-	-	10.5	-	10.5
RSP/PSP awards	0.5	-	(0.5)	-	-	-	-	-	-
Dividends, net	-	(54.2)	-	-	-	-	(54.2)	-	(54.2)
Balance at 31 December 2009	271.5	1,177.9	23.5	-	6.3	(49.4)	1,429.8	18.8	1,448.6
Balance at 1 October 2008	254.9	1,124.9	20.4	(0.2)	6.1	(51.3)	1,354.8	1.8	1,356.6
Total comprehensive income for October-December 2008	-	37.6	-	-	-	(9.3)	28.3	0.4	28.7
Share-based payment	-	-	2.0	-	-	-	2.0	-	2.0
Share options exercised and lapsed	0.3	0.1	(0.3)	-	-	-	0.1	-	0.1
Dividends, net	-	(43.2)	-	-	-	-	(43.2)	-	(43.2)
Balance at 31 December 2008	255.2	1,119.4	22.1	(0.2)	6.1	(60.6)	1,342.0	2.2	1,344.2

***** Certain countries in which some of the Group's associated companies are incorporated legally require statutory reserves to be set aside. The laws of the countries restrict the distribution and use of these statutory reserves.

STATEMENTS OF CHANGES IN EQUITY (Cont'd)
for the third quarter ended 31 December 2009 (in $ million)

THE COMPANY	Share Capital	Revenue Reserve	Share-based Compensation Reserve	Fair Value Reserve	Total Equity
Balance at 1 October 2009	258.7	856.0	25.7	-	1,140.4
Total comprehensive income for October-December 2009	-	3.2	-	-	3.2
Share-based payment	-	-	0.5	-	0.5
Share options exercised and lapsed	12.3	0.4	(2.2)	-	10.5
RSP/PSP awards	0.5	-	(0.5)	-	-
Dividends, net	-	(54.2)	-	-	(54.2)
Balance at 31 December 2009	271.5	805.4	23.5	-	1,100.4
Balance at 1 October 2008	254.9	886.2	20.4	(0.2)	1,161.3
Total comprehensive income for October-December 2008	-	5.3	-	-	5.3
Share-based payment	-	-	2.0	-	2.0
Share options exercised and lapsed	0.3	0.1	(0.3)	-	0.1
Dividends, net	-	(43.2)	-	-	(43.2)
Balance at 31 December 2008	255.2	848.4	22.1	(0.2)	1,125.5

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State 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 OPTIONS ON SHARES IN THE COMPANY

(i) Employee Share Option Plan

As at 31 December 2009, the number of share options of the Company outstanding was 57,328,425 (31 December 2008: 67,466,825).

During the period October 2009 to December 2009, 5,088,150 shares were exercised under the SATS 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 2009 is as follows:

Date of Grant	Balance at 1.10.2009	Lapsed	Exercised	Balance at 31.12.2009	Exercise price #	Expiry date
28.3.2000	4,626,500	(582,000)	(466,800)	3,577,700	S$2.15	27.3.2010
3.7.2000	1,535,950	(154,600)	(136,300)	1,245,050	S$1.75	2.7.2010
2.7.2001	423,500	(60,100)	(32,150)	331,250	S$1.19	1.7.2011
1.7.2002	916,950	(136,400)	(73,400)	707,150	S$1.55	30.6.2012
1.7.2003	1,195,500	(203,800)	(104,950)	886,750	S$1.42	30.6.2013
1.7.2004	4,877,950	(611,550)	(415,700)	3,850,700	S$2.04	30.6.2014
1.7.2005	10,541,300	(24,700)	(1,049,700)	9,466,900	S$2.22	30.6.2015
3.7.2006	13,179,075	(16,900)	(2,809,150)	10,353,025	S$2.05	2.7.2016
2.7.2007	13,636,700	(37,700)	-	13,599,000	S$3.01	1.7.2017
1.7.2008	13,338,800	(27,900)	-	13,310,900	S$2.17	30.6.2018
	64,272,225	(1,855,650)	(5,088,150)	57,328,425		

Following approval by the Company's shareholders of the declaration of a special dividend of $0.05 per share on 26 July 2007, the Committee administering the Plan has approved a $0.05 reduction in the exercise prices of all shares options outstanding on 30 July 2007. The exercise prices reflected here are the exercise prices after such adjustment. The Company has accounted for the modification in accordance to FRS 102. As the incremental fair value of the share options resulting from the modification is $nil, no adjustment is made to the share-based payment expenses in the current year.

(ii) 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 19 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% to 150% of the initial grant of the restricted shares and between 0% to 200% of the initial grant of the performance shares.

As at 31 December 2009, the number of shares outstanding under the Company's Restricted Share Plan ("RSP") and Performance Share Plan ("PSP") were 1,458,194 and 317,200 respectively.

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

	Number of Restricted Shares				
Date of grant	Balance at 01.10.2009	Granted	Vested	Adjustments#	Balance at 31.12.2009
RSP					
02.10.2006	41,765	-	(14,791)	-	26,974
27.07.2007	322,350	-	(72,824)	(203,906)	45,620
01.11.2007	41,000	-	(10,300)	(20,500)	10,200
28.07.2008	511,600	-	-	-	511,600
17.11.2008	50,000	-	-	-	50,000
12.11.2009	-	813,800	-	-	813,800
	966,715	813,800	(97,915)	(224,406)	1,458,194

Adjustment at the end of the two-year performance period upon meeting stated performance targets.

	Number of Performance Shares				
Date of grant	Balance at 01.10.2009	Granted	Vested	Adjustments#	Balance at 31.12.2009
PSP					
02.10.2006	85,650	-	-	(85,650)	-
27.07.2007	98,200	-	-	-	98,200
01.11.2007	55,000	-	-	-	55,000
28.07.2008	92,000	-	-	-	92,000
12.11.2009	-	72,000	-	-	72,000
	330,850	72,000	-	(85,650)	317,200

Adjustment at the end of three-year performance period upon meeting stated performance targets.

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 2009	As at 31 March 2009
1,085,996,538	1,079,236,594

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable

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

The figures have not been audited in accordance with Singapore Standards on Auditing.

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 2009 except for the adoption of the Financial Reporting Standards (FRS) and INT FRS that are mandatory for financial years beginning on or after 1 January 2009. The adoption of these FRS and INT FRS has no significant impact on the financial statements, except for FRS 1 and FRS 108 as indicated below:

FRS 1 Presentation of Financial Statements – Revised presentation
The revised FRS 1 requires owner and non-owner changes in equity to be presented separately. The statement of changes in equity will include only details of transactions with owners, with all non-owner changes in equity presented as a single line item. In addition, the revised standard introduces the statement of comprehensive income: it presents all items of income and expense recognized in profit or loss, together with all non-owner changes in equity, either in one single statement, or in two statements. The Group is presenting the statement of comprehensive income in two statements.

FRS 108 Operating Segments
FRS 108 requires entities to disclose segment information based on the information reviewed by the entity's chief operating decision maker. As this is a disclosure standard, it will have no impact on the financial position and results of 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 financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	THE GROUP			
	3rd Quarter		9 Months	
	2009-10	2008-09	2009-10	2008-09
Earnings per share based on net profit attributable to shareholders (cents):				
(i) Basic *	4.9	3.5	12.5	9.7
(ii) Diluted **	4.9	3.5	12.4	9.7

* Based on weighted average number of fully paid shares in issue.

** Based on weighted average number of fully paid shares in issue after adjusting for dilution of shares under the employee share option plan.

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 financial period reported on and (b) immediately preceding financial year.

	THE GROUP		THE COMPANY	
	As at 31.12.2009	As at 31.03.2009	As at 31.12.2009	As at 31.03.2009
Net asset value per ordinary share (cents)	131.7	129.5	101.3	109.9

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:- (a) 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; and (b) 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 2009-10

Group net profit attributable to equity holders of $53.4 million in the third quarter ended 31 December 2009 grew by $15.8 million or 42.0% over the corresponding period in FY08/09, primarily from the consolidation of Singapore Food Industries (SFI).

Group revenue rose $191.9 million or 79.2% to $434.3 million. SFI contributed $199.6 million to Group revenue. This was partially offset by a $6.1 million or 2.6% drop in aviation revenue to $228.4 million.

Compared to the second quarter of FY2009-10, SFI's contribution to Group revenue was $62.8 million or 45.9% higher. This included better sales reported by Daniels Group in the UK. Aviation revenue also improved $9.9 million or 4.5%, reflecting the trend in the aviation industry.

The inclusion of SFI also saw group expenditure rising $177.3 million or 89.1% to $376.3 million, with raw material and staff costs being the key contributors to higher expenditure.

Group's operating profit in the third quarter was $58 million, $14.6 million or 33.6% higher than a year ago.

The business segmental revenue and its composition are summarised below:

	Revenue				
	3QFY2009-10 $M	%	3QFY2008-09 $M	%	Growth %
Airport Services	129.8	29.9	132.8	54.8	(2.3)
Food Solutions	303.1	69.8	109.4	45.1	177.1
Corporate	1.4	0.3	0.2	0.1	600.0
Total	**434.3**	**100.0**	**242.4**	**100.0**	**79.2**

Airport Services and Food Solutions constituted 29.9% and 69.8% respectively of group revenue. With contribution from SFI, revenue from Food Solutions increased significantly by $193.7 million or 177.1% to $303.1 million.

9 Months 2009-10

Group net profit attributable to equity holders for the nine months ended 31 December 2009 was $134.7 million, $30.2 million or 28.9% higher than the same period in FY2008-09. The consolidation of SFI and higher profit contributions from overseas associated companies had offset the impact of the weaker economy on the aviation sector. There was also a provision of $10.8 million in FY2008-09 for impairment in short-term non-equity investment.

Group revenue rose $412.7 million or 56.1% to $1,148.3 million despite of a $59.6 million or 8.3% decline in aviation revenue. The increase was due to the consolidation of SFI, which amounted to $469.3 million. As a result, Group operating profit was $18.9 million or 15.1% higher from a year ago at $144.1 million.

The business segmental revenue and its composition are summarised below:

	Revenue				
	9MFY2009-10 $M	%	9MFY2008-09* $M	%	Growth %
Airport Services	375.3	32.7	403.4	54.8	(7.0)
Food Solutions	768.9	67.0	330.0	44.9	133.0
Corporate	4.1	0.3	2.2	0.3	86.4
Total	**1,148.3**	**100.0**	**735.6**	**100.0**	**56.1**

* Revenue from aircraft interior cleaning is reclassified from Food Solutions segment to Airport Services segment to be consistent with current period presentation.

With better performance reported by ground handling joint ventures in Hong Kong and Indonesia, contribution from overseas associates grew $10.7 million or 58.8% to $28.9 million. The higher associates' contribution was also attributed to a non-recurring provision made by an associate in the first quarter of FY2008-09 for VAT in respect of prior years.

Balance Sheet Review

Total equity of the Group stood at $1,448.6 million, an increase of $32.3 million or 2.3% compared to $1,416.3 million as at 31 March 2009. The increase was mainly from the profits made during the nine months but was partially offset by the payment of final dividend of $64.8 million in respect of FY2008-09 and interim dividend of $54.2 million for FY2009-10.

Current assets and current liabilities fell $149.9 million or 25% and $200.5 million or 40.7% respectively primarily from the repayment of the $200 million medium–term note in September 2009.

Cash Flow Review

Reflecting the improved operating performance, cash flow from operating activities for the 9 months to 31 Dec 09 increased by 36% to $186.2 million.

Group's cash and cash equivalents decreased $559.3 million to $138.4 million mainly because of the acquisition of SFI in the fourth quarter of FY2008/09 and the repayment of $200 million medium-term notes in September 2009.

9 Where 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 the announcement of the significant trends and 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

Recent industry statistics indicate the bottoming out of the aviation downturn. Activity levels have improved quarter-on-quarter, albeit still below pre-crisis levels.

Coming off the peak October-December quarter, the fourth quarter of the financial year is traditionally the weakest quarter for Singapore's aviation sector. However, with the continual recovery in this sector, the Group expects to see year-on-year improvements in passenger and cargo loads. SFI consolidation also adds balance to the Group's performance as the seasonal strength of the UK food business and SFI's Singapore business help to even out the seasonal impact on the regional aviation activities.

The jobs credit benefit will be further reduced in the fourth quarter of this financial year.

11 Dividends

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date Payable

Not applicable.

(d) Books Closure Date

Not applicable.

12 If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared/recommended for the quarter ended 31 December 2009.

13 Interested Person Transactions

13.1 The interested person transactions entered into during the third quarter ended 31 December 2009 are as follows:

	Third Quarter FY2009-10	
	Aggregate value of all interested person transactions entered into during the financial year below (excluding transactions of value less than S$100,000 and transactions conducted under the shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual)	**Aggregate value of all interested person transactions entered into during the financial year below under the shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual (excluding transactions of value less than S$100,000)**
	$'000	$'000
Name of Interested Person		
Tiger Airways Pte Ltd	-	14,000
NCS Pte Ltd	-	2,980
Total	-	16,980

Note: All the transactions set out in the above table were based on records from the Group's Register of Interested Persons Transactions for the financial period under review, and include transactions whose durations exceed the financial period under review and/or multiple transactions with the same interested person. The transactions were based on actual or estimated values of the transactions for the entire duration of the relevant transactions in the case of fixed term contracts or annual/periodic values of the transactions in the case of open-ended contracts, taking into account agreed rates.

BY ORDER OF THE BOARD
Shireena Woon
Company Secretary
4 February 2010
Singapore

Singapore Company Registration No: 197201770G

CONFIRMATION BY THE BOARD

We, Edmund Cheng Wai Wing and Keith Tay Ah Kee, being two directors of Singapore Airport Terminal Services 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 2009 financial results to be false or misleading in any material respect.

On behalf of the board of directors

EDMUND CHENG WAI WING
Chairman

KEITH TAY AH KEE
Director

Singapore, 4 February 2010