10th May 2011

FY 2010-11 GROUP PROFIT UP 9.5% to $258.5M

HIGHLIGHTS OF THE GROUP'S PERFORMANCE

	FY2010-11			4th Quarter FY2010-11		
	Apr 2010 - Mar 2011	Year-on-Year % Change		Jan - Mar 2011	Year-on-Year % Change	
• Revenue	$1,106.9M	+	10.0	$272.0M	-	0.2
• Operating profit	$135.7M	+	22.9	$30.6M	-	25.7
• Share of profits from joint venture and associated companies	$144.4M	+	11.3	$33.5M	+	18.0
• Profit attributable to owners of the parent	$258.5M	+	9.5	$60.9M	-	17.6
• Basic earnings per share	23.77 cts	+	8.6	5.59 cts	-	18.4

GROUP EARNINGS

Financial Year 2010-11

The SIAEC Group's profit attributable to owners of the parent was $258.5 million for FY2010-11, an increase of 9.5% over the previous financial year. Operating profit grew by 22.9% to $135.7 million on the back of stronger revenue.

Revenue of $1,106.9 million was $100.5 million or 10.0% higher than the last financial year, with the growth coming from airframe and component overhaul, fleet management programme and Line Maintenance.

Expenditure rose by $75.2 million or 8.4% to $971.2 million, mainly reflecting higher staff and subcontract costs to support the increase in workload.

Share of profits from associated and joint venture companies increased by $14.7 million or 11.3% to $144.4 million, and accounted for 48.8% of the Group's pre-tax profits.

Profit before taxation grew by $33.5 million or 12.8% to $296.1 million. Profit after taxation increased by a lower $23.1 million or 9.7% due to the write-back of tax provisions by associated companies in the last financial year.

Basic earnings per share was 23.77 cents, an increase of 1.9 cents or 8.6%.

Note: The SIAEC Group's audited financial results for the financial year ended 31 March 2011 were announced on 10 May 2011. A summary of the financial statistics is shown in Annex A. (All monetary figures are in Singapore Dollars. The Group comprises the Company and its subsidiary, joint venture and associated companies.)

Fourth Quarter FY2010-11

The Group's profit attributable to owners of the parent of $60.9 million decreased by $13.0 million or 17.6% over the corresponding quarter last year, which had benefited from a gain on disposal of fixed assets, write-back of tax provisions by an associated company and jobs credit.

Share of profits from associated and joint venture companies increased by $5.1 million or 18.0% to $33.5 million, representing a contribution of 49.3% to the Group's pre-tax profits.

GROUP FINANCIAL POSITION

As at 31 March 2011, equity attributable to owners of the parent amounted to $1,302.7 million, $37.9 million or 3.0 % higher than at 31 March 2010.

Total assets increased by $60.5 million or 3.9% to $1,621.5 million. Net asset value per share of 119.4 cents was 2.4 cents or 2.1% higher than at 31 March 2010. The total number of shares issued was 1,091.4 million as at 31 March 2011.

The Company has no borrowings and the cash balance of the Group as at 31 March 2011 amounted to $581.4 million, an increase of $155.6 million or 36.5% compared to 31 March 2010.

DIVIDEND

The Board is recommending a final ordinary dividend of 14.0 cents per share. Together with the interim dividend of 6.0 cents per share paid earlier, the ordinary dividend payment for FY2010-11 will be 20.0 cents per share. In addition, the Board recommends a special dividend of 10.0 cents per share, which will bring the total dividend payment for FY2010-11 to 30.0 cents per share. Subject to shareholders' approval at the Annual General Meeting on 22 July 2011, payment of the final ordinary and special dividends, amounting to approximately $261.9 million, will be made on 11 August 2011.

OUTLOOK

In the near term, demand for the Company's core businesses comprising line maintenance, airframe and component services and fleet management, is expected to be sustained. Reflecting the recovery of the engine and component business, the business volumes of our joint ventures are expected to grow. Nevertheless, the prevailing economic environment, including the weakness of the US dollar, continues to pose challenges.

The Group continues in its efforts to improve productivity and manage costs. Our broad range of services, diversified operations and our continuing drive to deliver outstanding quality remain our key strengths.

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(For the complete fourth quarter and financial year FY2010-11 financial statements, please refer to our SGXNET Filing or the Investor Relations page of our website at www.siaec.com.sg).

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GROUP FINANCIAL STATISTICS

	FY 2010-11	FY 2009-10	4th Quarter 2010-11	4th Quarter 2009-10
Financial Results ($ million)				
Total revenue	1,106.9	1,006.4	272.0	272.6
Total expenditure	971.2	896.0	241.4	231.4
Operating profit	135.7	110.4	30.6	41.2
Non-operating items	3.5	7.0	0.2	6.3
Dividend income from long term investment	12.5	15.5	3.6	2.8
Share of profits of joint venture companies	74.6	56.1	18.2	15.0
Share of profits of associated companies	69.8	73.6	15.3	13.4
Profit before taxation	296.1	262.6	67.9	78.7
Profit attributable to owners of the parent	258.5	236.1	60.9	73.9
Per Share Data				
Earnings before tax (cents)	27.22	24.33	6.22	7.29
Earnings after tax (cents) - basic [R1]	23.77	21.88	5.59	6.85
- diluted [R2]	23.51	21.76	5.52	6.79

	As at 31 Mar 2011	As at 31 Mar 2010
Financial Position ($ million)		
Share capital	297.8	262.9
Reserves		
Share-based compensation reserve	40.7	45.4
Foreign currency translation reserve	(128.6)	(79.8)
Fair value reserve	4.4	0.2
General reserve	1,088.4	1,036.1
Equity attributable to owners of the parent	1,302.7	1,264.8
Total assets	1,621.5	1,561.0
Net asset value per share (cents) [R3]	119.4	117.0

[R1] Earnings after tax per share (basic) is computed by dividing profit attributable to owners of the parent by the weighted average number of ordinary shares in issue.

[R2] Earnings after tax per share (diluted) is computed by dividing profit attributable to owners of the parent by the weighted average number of ordinary shares in issue after adjusting for the dilutive effect on the exercise of all outstanding share options granted to employees.

[R3] Net asset value per share is computed by dividing equity attributable to owners of the parent by the number of ordinary shares in issue.