



TIGER AIRWAYS HOLDINGS LIMITED
Co. Reg. No. 200701866W
(Incorporated in the Republic of Singapore)

**FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND
FINANCIAL YEAR ENDED 31 MARCH 2014**

The Board of Directors (the "Board") of **Tiger Airways Holdings Limited** (the "Company" or "Tiger Holdings") announces the audited financial results of the Company and its subsidiaries (the "Group") for the fourth quarter and financial year ended 31 March 2014 ("FY14").

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The auditor's report dated 2 May 2014 on the financial statements of the Company and its subsidiaries for the financial year ended 31 March 2014 is attached to this announcement.

1. CONSOLIDATED INCOME STATEMENT
for the fourth quarter and financial year ended 31 March 2014 (in SGD'000)

	Notes	The Group		The Group	
		4 th Quarter FY14	4 th Quarter FY13	FY14	FY13
Revenue					
Passenger seat revenue		122,064	187,950	560,611	686,029
Ancillary and other revenue		39,839	52,678	173,435	180,186
Total revenue	1a	<u>161,903</u>	<u>240,628</u>	<u>734,046</u>	<u>866,215</u>
Expenses					
Fuel costs:					
Actual fuel costs		83,512	100,048	341,115	367,382
Fuel hedging (gain)/loss		(2,094)	(304)	(2,630)	(3,638)
Staff costs		19,196	35,075	101,511	123,877
Aircraft rental		15,886	18,656	63,909	74,718
Airport and handling		26,016	23,847	99,734	89,160
Maintenance, material and repair		18,210	23,020	77,805	86,079
Route charges		5,792	10,350	27,942	36,409
Marketing and distribution costs		3,435	5,082	18,095	18,131
Depreciation and amortisation		8,401	9,008	34,099	34,044
Exchange (gain)/loss		3,533	(3,423)	3,473	4,135
Others		4,245	6,571	21,028	28,625
Total expenses		<u>186,132</u>	<u>227,930</u>	<u>786,081</u>	<u>858,922</u>
Operating profit/(loss)	1b	(24,229)	12,698	(52,035)	7,293
Finance income		775	808	6,268	2,681
Finance expense		(4,377)	(2,206)	(10,863)	(9,543)
Gain/(loss) on disposal of aircraft		–	(1,094)	1,619	(885)
Share of gain/(loss) of associates and joint venture ¹		(21,472)	(15,358)	(95,058)	(27,472)
Gain on loss of control of a subsidiary		–	–	106,078	–
Impairment of associates		(27,361)	(7,100)	(133,626)	(7,100)
Gain/(loss) on disposal of an associate	3e	1,430	–	(28,900)	–
Provision for onerous aircraft leases	3f	(25,044)	–	(25,044)	–
Profit/(loss) before taxation		(100,278)	(12,252)	(231,561)	(35,026)
Taxation		4,771	(3,135)	8,570	(10,369)
Profit/(loss) for the period/year	1a	<u>(95,507)</u>	<u>(15,387)</u>	<u>(222,991)</u>	<u>(45,395)</u>
Earnings/(loss) per share (cents)					
Basic	1c	(9.68)	(1.79)	(22.62)	(5.28)
Diluted		(9.68)	(1.79)	(22.62)	(5.28)

¹ The cumulative share of loss relating to an associate and a joint venture which has not been recognised by the Group amounted to \$3,408,000 (2013: \$13,308,000), as the Group's share of loss has exceeded its net investment in the associate and joint venture, as at 31 March 2014.

1. CONSOLIDATED INCOME STATEMENT (in SGD'000) (cont'd)

NOTES TO CONSOLIDATED INCOME STATEMENT

1a. Breakdown of revenue and results

The Group	FY14	FY13	Increase/ (Decrease)
First Half			
Revenue reported for first half year	400,018	377,913	5.8%
Profit/(loss) after tax reported for first half year	(8,948)	(32,027)	(72.1%)
Second Half			
Revenue reported for second half year	334,028	488,302	(31.6%)
Profit/(loss) after tax reported for second half year	(214,043)	(13,368)	n.m.
Full Year			
Revenue reported for full year	734,046	866,215	(15.3%)
Profit/(loss) after tax reported for full year	(222,991)	(45,395)	n.m.

n.m. - Not meaningful

1b. Operating profit/(loss) is arrived at after (crediting)/charging the following:

	The Group		The Group	
	4 th Quarter FY14	4 th Quarter FY13	FY14	FY13
Amortisation of deferred income	(617)	(1,052)	(2,917)	(4,230)
Operating lease rental	16,842	19,954	68,326	80,158
Bad debt written off	-	63	-	63
Net fair value (gain)/loss on foreign currency forward contracts	(226)	508	(611)	1,453

1c. Earnings/(loss) per share

Earnings/(loss) per share (cents)	The Group			
	4 th Quarter FY14	4 th Quarter FY13 (restated)*	FY14	FY13 (restated)*
- Basic ¹	(9.68)	(1.79)	(22.62)	(5.28)
- Diluted ²	(9.68)	(1.79)	(22.62)	(5.28)

* restated for the effects of the 2013 Rights Issue completed in April 2013

¹ Computed based on the weighted average number of ordinary shares outstanding during the period/year.

² Computed based on the weighted average number of ordinary shares outstanding during the period/year. The share options and awards under the equity compensation plans have not been included in the calculation of diluted loss per share for the period/year as they will have an antidilutive effect (i.e. resulting in a reduction in loss per share).

2. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the fourth quarter and financial year ended 31 March 2014 (in SGD'000)

	The Group		The Group	
	4 th Quarter FY14	4 th Quarter FY13	FY14	FY13
Profit/(loss) for the period/year	<u>(95,507)</u>	<u>(15,387)</u>	<u>(222,991)</u>	<u>(45,395)</u>
Other comprehensive income:				
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translation	(3,785)	(2,288)	13,561	(812)
Net fair value changes on cash flow hedges	<u>(4,418)</u>	<u>308</u>	<u>(398)</u>	<u>(4,343)</u>
Other comprehensive income for the period/year, net of tax	<u>(8,203)</u>	<u>(1,980)</u>	<u>13,163</u>	<u>(5,155)</u>
Total comprehensive income for the period/year	<u><u>(103,710)</u></u>	<u><u>(17,367)</u></u>	<u><u>(209,828)</u></u>	<u><u>(50,550)</u></u>

3. STATEMENTS OF FINANCIAL POSITION as at 31 March 2014 (in SGD'000)

	Notes	The Group		The Company	
		31 March 2014	31 March 2013	31 March 2014	31 March 2013
ASSETS					
Non-current assets					
Property, plant and equipment	3d	569,532	781,990	385,232	582,367
Intangible assets		226	897	226	897
Investment in subsidiaries		–	–	24,355	24,355
Investment in associates and joint venture	3c	–	4,670	20,501	–
Deferred tax assets		2,260	–	–	–
Prepayments		33,473	20,114	4,119	–
Loans to subsidiaries		–	–	–	132,866
Loans to associates and joint venture		33,090	45,026	33,090	14,117
Other receivables		9,942	21,531	–	–
		<u>648,523</u>	<u>874,228</u>	<u>467,523</u>	<u>754,602</u>
Current assets					
Inventories		–	253	–	–
Prepayments		10,018	9,654	265	273
Amounts due from subsidiaries		–	–	28	–
Amounts due from associates and joint venture		3,096	18,748	1,945	18,748
Loans to associates and joint venture		8,496	–	8,496	–
Trade receivables		4,928	4,129	–	–
Other receivables	3d	110,461	23,792	81,679	2,532
Derivative financial instruments		805	514	–	–
Cash and cash equivalents		171,581	117,228	156,319	90,532
		<u>309,385</u>	<u>174,318</u>	<u>248,732</u>	<u>112,085</u>
Total assets		<u>957,908</u>	<u>1,048,546</u>	<u>716,255</u>	<u>866,687</u>
EQUITY AND LIABILITIES					
Equity					
Share capital		484,475	408,172	484,475	408,172
Perpetual convertible capital securities		218,087	–	218,087	–
Accumulated profits/(losses)		(426,866)	(200,100)	(410,666)	(124,260)
Other reserves		2,994	(9,462)	777	1,484
Total equity	3b	<u>278,690</u>	<u>198,610</u>	<u>292,673</u>	<u>285,396</u>
Non-current liabilities					
Provisions		11,899	17,306	–	–
Deferred income		13,353	21,440	–	–
Deferred tax liabilities		5,474	11,949	5,474	4,596
Loans	3a	306,976	366,137	194,409	239,806
Other payables		17,718	2,526	17,718	2,526
		<u>355,420</u>	<u>419,358</u>	<u>217,601</u>	<u>246,928</u>
Current liabilities					
Provisions	3f	36,931	2,106	20,164	–
Deferred income		2,618	4,490	59	142
Sales in advance of carriage		70,881	99,024	–	–
Provision for taxation		83	423	10	213
Loans	3a	53,081	148,296	39,317	111,261
Amounts due to subsidiaries		–	–	128,442	202,739
Trade payables		129,222	153,594	–	–
Other payables		29,185	21,711	17,989	20,008
Derivative financial instruments		1,797	934	–	–
		<u>323,798</u>	<u>430,578</u>	<u>205,981</u>	<u>334,363</u>
Total liabilities		<u>679,218</u>	<u>849,936</u>	<u>423,582</u>	<u>581,291</u>
Total equity and liabilities		<u>957,908</u>	<u>1,048,546</u>	<u>716,255</u>	<u>866,687</u>

3. STATEMENTS OF FINANCIAL POSITION (in SGD'000) (cont'd)

NOTES TO STATEMENTS OF FINANCIAL POSITION

3a. Group's borrowings and debt securities

(i) Amount repayable in one year or less, or on demand

As at 31 March 2014		As at 31 March 2013	
Secured	Unsecured	Secured	Unsecured
53,081	–	124,696	23,600

(ii) Amount repayable after one year

As at 31 March 2014		As at 31 March 2013	
Secured	Unsecured	Secured	Unsecured
306,976	–	366,137	–

(iii) Details of collateral

The secured bank loans are secured via assignment of the aircraft purchase agreement, assignment of engine warranty and credit agreement as well as mortgage of the aircraft.

3b. Net asset value

	The Group		The Company	
	31 March 2014	31 March 2013	31 March 2014	31 March 2013
Net asset value per ordinary share (SGD) ⁽¹⁾	0.28	0.24	0.30	0.35

⁽¹⁾ Computed by dividing net asset value by the number of ordinary shares outstanding as at the end of the respective financial year.

3. STATEMENTS OF FINANCIAL POSITION (in SGD'000) (cont'd)

NOTES TO STATEMENTS OF FINANCIAL POSITION

3c. Group's investment in associates and joint venture

Investment in associates and joint venture is recorded net of share of loss of associates and joint venture. Share of loss has been capped at the Group's net investment in associates and joint venture.

3d. Group's property, plant and equipment and other receivables

The Group's property, plant and equipment decreased by SGD 212.5m to SGD 569.5m mainly due to sale and leaseback of aircraft. On 24 March 2014, the Group announced a new order of 37 Airbus A320neo aircraft and the cancellation of nine A320ceo aircraft from the previous order. Consequent to the agreement, the excess of the amount to be refunded for the cancelled aircraft over the initial deposit for the new order has been reclassified from property, plant and equipment to other receivables.

3e. Gain/(loss) on disposal of an associate

In the previous quarter, the Group provided for estimated costs and liabilities associated with planned disposal of Southeast Asian Airlines (SEAIR), Inc. (Tigerair Philippines) of SGD 21.5m. The sale was completed on 20 March 2014. The Group realised SGD 1.4m of translation reserve relating to Southeast Asian Airlines (SEAIR), Inc..

3f. Provision for onerous aircraft leases

The Group has made a provision for onerous contract relating to eight excess aircraft, which amounted to SGD 25.0m. The provision is estimated on the basis that the aircraft are expected to be subleased during the period when the Group has excess capacity. The aircraft will be redeployed to the network after the sublease period. The sublease rate is estimated to be current market rate.

4. STATEMENTS OF CHANGES IN EQUITY
for the financial year ended 31 March 2014 (in SGD'000)

4a. Statement of changes in equity of the Group

	Share capital	Perpetual convertible capital securities	Accumulated profits/(losses)	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	Total
Balance at 1 April 2013	408,172	–	(200,100)	(10,516)	1,484	(430)	198,610
Profit/(loss) for the year	–	–	(222,991)	–	–	–	(222,991)
Other comprehensive income for the year, net of tax	–	–	–	13,561	–	(398)	13,163
Total comprehensive income for the year	–	–	(222,991)	13,561	–	(398)	(209,828)
<u>Contributions by/ (distributions to) owners</u>							
Issue of ordinary shares under the 2013 Rights Issue	75,576	–	–	–	–	–	75,576
Issue of perpetual convertible capital securities	–	218,140	–	–	–	–	218,140
Issue of new shares upon conversion of perpetual convertible capital securities	53	(53)	–	–	–	–	–
Distribution on perpetual convertible capital securities	–	–	(4,392)	–	–	–	(4,392)
Equity settled share-based compensation expense	–	–	–	–	518	–	518
Exercise of employee share options and vesting of share awards	674	–	617	–	(1,225)	–	66
Total transactions with owners in their capacity as owners	76,303	218,087	(3,775)	–	(707)	–	289,908
Balance at 31 March 2014	484,475	218,087	(426,866)	3,045	777	(828)	278,690

4. STATEMENTS OF CHANGES IN EQUITY (in SGD'000) (cont'd)

4a. Statement of changes in equity of the Group (cont'd)

	Share capital	Accumulated profits/ (losses)	Foreign currency translation reserve	Share-based compensation reserve	Fair value reserve	Total
Balance at 1 April 2012	407,477	(154,705)	(9,704)	1,492	3,913	248,473
Profit/(loss) for the year	–	(45,395)	–	–	–	(45,395)
Other comprehensive income for the year, net of tax	–	–	(812)	–	(4,343)	(5,155)
Total comprehensive income for the year	–	(45,395)	(812)	–	(4,343)	(50,550)
<u>Contributions by/ (distributions to) owners</u>						
Equity settled share-based compensation expense	–	–	–	535	–	535
Exercise of employee share options and vesting of share awards	695	–	–	(543)	–	152
Total transactions with owners in their capacity as owners	695	–	–	(8)	–	687
Balance at 31 March 2013	408,172	(200,100)	(10,516)	1,484	(430)	198,610

4. STATEMENTS OF CHANGES IN EQUITY (in SGD'000) (cont'd)

4b. Statement of changes in equity of the Company

	Share capital	Perpetual convertible capital securities	Accumulated profits/(losses)	Share-based compensation reserve	Total
Balance at 1 April 2013	408,172	–	(124,260)	1,484	285,396
Profit/(loss) for the year	–	–	(282,631)	–	(282,631)
Total comprehensive income for the year	–	–	(282,631)	–	(282,631)

Contributions by/(distributions to) owners

Issue of ordinary shares under the 2013 Rights Issue	75,576	–	–	–	75,576
Issue of perpetual convertible capital securities	–	218,140	–	–	218,140
Issue of new shares upon conversion of perpetual convertible capital securities	53	(53)	–	–	–
Distribution on perpetual convertible capital securities	–	–	(4,392)	–	(4,392)
Equity settled share-based compensation expense	–	–	–	518	518
Exercise of employee share options and vesting of share awards	674	–	617	(1,225)	66
Total transactions with owners in their capacity as owners	76,303	218,087	(3,775)	(707)	289,908
Balance at 31 March 2014	484,475	218,087	(410,666)	777	292,673

4. STATEMENTS OF CHANGES IN EQUITY (in SGD'000) (cont'd)

4b. Statement of changes in equity of the Company (cont'd)

	Share capital	Accumulated profits/(losses)	Share-based compensation reserve	Total
Balance at 1 April 2012	407,477	(1,670)	1,492	407,299
Profit/(loss) for the year	–	(122,590)	–	(122,590)
Total comprehensive income for the year	–	(122,590)	–	(122,590)
<u>Contributions by/(distributions to) owners</u>				
Equity settled share-based compensation expense	–	–	535	535
Exercise of employee share options and vesting of share awards	695	–	(543)	152
Total transactions with owners in their capacity as owners	695	–	(8)	687
Balance at 31 March 2013	408,172	(124,260)	1,484	285,396

4. STATEMENTS OF CHANGES IN EQUITY (in SGD'000) (cont'd)

4c. Share capital

Issued share capital

At 31 March 2014, the number of ordinary shares in issue was 986,415,826 (31 March 2013: 821,216,401). The Company does not hold any treasury shares as at 31 March 2014 and 2013.

	Number of Shares	Share Capital SGD'000
Balance at 1 April 2013	821,216,401	408,172
Issue of new ordinary shares under the 2013 Rights Issue	164,243,221	75,576
Shares vested under CEO Restricted Share Grant	477,975	251
Exercise of employee share options	302,955	260
Shares vested under Restricted Share Plan	103,339	163
Issue of new ordinary shares upon conversion of the Perpetual Convertible Capital Securities	71,935	53
Balance at 31 March 2014	<u>986,415,826</u>	<u>484,475</u>

At 31 March 2014, the number of perpetual convertible capital securities ("PCCS") in issue was 205,253,978 which are convertible into 296,786,157 fully paid-up new shares of the Company.

Share Option Scheme

The Pre-IPO Tiger Aviation Share Option Scheme (the "Scheme") was approved by the Board of Directors of the Company on 24 April 2008 for granting of options to eligible executives, directors and employees of the Group. This is a successor scheme from the Pre-IPO Tiger Airways Share Options Scheme of Tiger Airways Singapore Pte. Ltd. ("Tiger Singapore"), approved by its Board of Directors on 7 December 2004.

All options granted by the Pre-IPO Tiger Airways Share Options Scheme of Tiger Singapore were replaced by options of the Scheme. The grant date is assumed to be the same as those options granted by Tiger Singapore. The Scheme has been terminated since the initial public offering of the Company's shares on 22 January 2010 and no further options will be granted under the Scheme.

During the financial year from 1 April 2013 to 31 March 2014, 302,955 options were exercised under the Scheme. At 31 March 2014, the number of outstanding share options of the Company was 10,865 (31 March 2013: 313,820).

Expiry Period	Exercise Price (SGD) ¹	Number of Options
Between 1 April 2017 and 31 March 2018	0.12	805
Between 1 April 2019 and 31 March 2020	0.12	<u>10,060</u>
Total		<u>10,865</u>

¹ Following the completion of the Rights Issue in November 2011, the Remuneration Committee approved a reduction in the exercise prices of the share options outstanding on 11 June 2012. The exercise price disclosed is the exercise price after reduction.

4. STATEMENTS OF CHANGES IN EQUITY (in SGD'000) (cont'd)

4c. Share capital (cont'd)

Long Term Incentive Plan

The Tiger Airways Long Term Incentive Plan ("LTIP") was approved by the shareholders of the Company on 30 July 2010. Pursuant to the approval of the LTIP, employees are eligible to participate in the Tiger Airways Group Restricted Share Plan ("RSP") and Performance Share Plan ("PSP"). The first grants of RSP and PSP were made on 1 September 2010.

The final number of performance shares to be awarded under the PSP would be dependent on the achievement of pre-determined targets over a three-year period. The awards could range between 0% and 200% of the initial grant of the performance shares. There are no pre-determined business targets for RSP grants. The restricted share awards will vest in three equal instalments over a period of three years, while the performance share awards will vest only at the end of three years if the targets are met, which is based on total shareholders return. The CEO's restricted share grant vests immediately and will be held by the CEO until the expiry of his employment contract.

At 31 March 2014, the number of outstanding share awards granted under the RSP and PSP were 2,408,500 (31 March 2013: 111,210) and 6,023,594 (31 March 2013: 916,486) respectively.

Date of Grant	Balance at 1 Apr 2013	Granted	Modification ¹	Adjustment ²	Vested	Cancelled	Balance at 31 Mar 2014
RSP							
1 Sep 2010	91,210	–	5,084	–	(92,760)	(3,534)	–
18 Aug 2011	20,000	–	1,159	–	(10,579)	(10,580)	–
30 Oct 2013	–	2,304,400	–	–	–	–	2,304,400
11 Feb 2014	–	104,100	–	–	–	–	104,100
	111,210	2,408,500	6,243	–	(103,339)	(14,114)	2,408,500
PSP							
1 Sep 2010	507,932	–	29,427	(432,223)	–	(105,136)	–
18 Aug 2011	408,554	–	22,069	–	–	(331,329)	99,294
30 Oct 2013	–	5,577,700	–	–	–	–	5,577,700
11 Feb 2014	–	346,600	–	–	–	–	346,600
	916,486	5,924,300	51,496	(432,223)	–	(436,465)	6,023,594
CEO restricted share grant							
30 Oct 2013	–	477,975	–	–	(477,975)	–	–
	–	477,975	–	–	(477,975)	–	–

¹ Following the completion of the 2013 Rights Issue in April 2013, the Remuneration Committee approved an increase in the restricted shares and performance shares outstanding on 24 July 2013.

² Adjustment at the end of three-year performance period based on performance targets.

5. CONSOLIDATED STATEMENT OF CASH FLOWS
for the financial year ended 31 March 2014 (in SGD'000)

	The Group	
	FY14	FY13
Cash flows from operating activities:		
Profit/(loss) before taxation	(231,561)	(35,026)
Adjustments for :		
Depreciation of property, plant and equipment	33,374	33,269
Amortisation of intangible assets	725	775
Amortisation of deferred income	(2,917)	(4,230)
Amortisation of maintenance reserve payment	167	490
Share-based compensation expense	635	535
(Gain)/loss on disposal of aircraft	(1,619)	885
Impairment of associates	133,626	7,100
Share of (gain)/loss of associates and joint venture	95,058	27,472
(Gain)/loss on disposal of an associate	28,900	–
Gain on loss of control of subsidiary	(106,078)	–
Provision for onerous aircraft leases	25,044	–
Bad debt written off	–	63
Interest expense	10,071	8,641
Interest income	(6,268)	(2,681)
Unrealised exchange differences	16,837	105
Operating cash flows before working capital changes	(4,006)	37,398
(Increase)/decrease in inventories	(264)	(108)
(Increase)/decrease in trade and other receivables	(100,351)	(20,471)
Increase/(decrease) in sales in advance of carriage	8,059	29,099
Increase/(decrease) in provisions, trade and other payables	14,758	56,276
Increase/(decrease) in deferred income	6,007	813
(Increase)/decrease in prepayments	(12,557)	(10,527)
Cash flows from/(used in) operations	(88,354)	92,480
Interest received	5,961	1,764
Income tax paid	(327)	(2,893)
Net cash flows from/(used in) operating activities	(82,720)	91,351
Cash flows from investing activities:		
Purchases of property, plant and equipment	(365,206)	(531,380)
Proceeds from disposal of property, plant and equipment	544,634	552,574
Additions to intangible assets	(54)	(66)
Investment in associates	–	(29,200)
Net cash inflow from loss of control of subsidiary	29,530	–
Proceeds from disposal of an associate	3,729	–
Loans and amounts due from associates and joint venture	(202,670)	(46,137)
Net cash flows from/(used in) investing activities	9,963	(54,209)
Cash flows from financing activities:		
Net proceeds from issue of ordinary shares under the 2013 Rights Issue	75,576	–
Net proceeds from perpetual convertible capital securities	218,140	–
Distribution on perpetual convertible capital securities	(2,202)	–
Proceeds from exercise of employee share options	66	152
Repayments of bank loans	(168,791)	(207,394)
Proceeds from bank loans	14,415	137,924
Interest paid	(10,094)	(11,293)
Net cash flows from/(used in) financing activities	127,110	(80,611)
Net increase/(decrease) in cash and cash equivalents	54,353	(43,469)
Effect of exchange rate changes on cash and cash equivalents	–	(13)
Cash and cash equivalents at beginning of the year	117,228	160,710
Cash and cash equivalents at end of the year	171,581	117,228

6. AUDIT

The figures have been audited in accordance with Singapore Standards on Auditing. Please refer to the attached auditor's report.

7. ACCOUNTING POLICIES

- 7a. The Group has adopted the new and revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 April 2013. The adoption of these standards and interpretations did not have any effect on the financial performance or position of the Group.
- 7b. Save for those mentioned in note 7a, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year compared with those of the audited financial statements as at 31 March 2013.

8. REVIEW OF GROUP FINANCIAL PERFORMANCE AND POSITION

- 8a. Group financial performance

12 months

Group revenue decreased by SGD 132.2m (-15.3%) to SGD 734.0m and Group expenses decreased by SGD 72.8m (-8.5%) to SGD 786.1m compared to a year ago. The contraction in revenue and expenses for the financial year was mainly due to the exclusion of Tigerair Australia as the airline ceased to be a subsidiary with effect from 8 July 2013.

Tigerair Singapore reported an operating loss of SGD 58.6m for the financial year compared to an operating profit of SGD 57.1m last year. This was mainly a result of 9.9% weaker yield, and 6.2 percentage points lower load factor at 78.1%. Unit cost remained relatively constant. Revenue from Tigerair Singapore grew by SGD 28.5m (+4.7%) to SGD 639.2m while expenses went up by SGD 144.1m (+26.0%) to SGD 697.8m. The 26.0% increase in operating expenses was in line with the 25.5% growth in capacity during the year.

Group operating loss of SGD 52.0m was exacerbated by losses relating to associates aggregating SGD 257.6m and provision for onerous aircraft leases of SGD 25.0m. These losses were partially offset by the disposal of Tigerair Australia which generated a gain of SGD 106.1m.

Losses relating to associates and joint venture of SGD 257.6m arose from impairment loss of SGD 133.6m, share of loss in Tigerair Mandala of SGD 55.5m, share of loss in Tigerair Australia of SGD 20.1m, share of loss and disposal loss of Southeast Asian Airlines (SEAIR), Inc. which amounted to SGD 48.4m.

The Group reported a net loss of SGD 223.0m for the financial year ended 31 March 2014, compared to a net loss of SGD 45.4m a year ago.

4th quarter

The Group reported an operating loss of SGD 24.2m for the quarter ended 31 March 2014, compared to an operating profit of SGD 12.7m in the corresponding quarter last year. The deteriorated operating results were mainly due to declining yield and lower load factor. In addition, the Group recorded a provision for onerous aircraft leases of SGD 25.0m and losses in associates aggregating SGD 47.4m. Consequently, the Group ended the quarter with a net loss of SGD 95.5m, compared to a net loss of SGD 15.4m in the corresponding quarter last year.

8. REVIEW OF GROUP FINANCIAL PERFORMANCE AND POSITION (cont'd)

8b. Group financial position

Group equity at 31 March 2014 was SGD 278.7m, an increase of SGD 80.1m or 40.3% from the position at 31 March 2013. This was mainly due to the completion of the preferential offering of PCCS and the 2013 Rights Issue with net proceeds aggregating SGD 293.7m, offset by the full year net loss of SGD 223.0m.

Group assets at 31 March 2014 was SGD 957.9m, a decrease of SGD 90.6m or 8.6% from the position at 31 March 2013. The decrease was mainly due to sale and leaseback of seven aircraft, partially offset by higher cash balances generated from the completion of the PCCS and the 2013 Rights Issue.

Group liabilities at 31 March 2014 was SGD 679.2m, a decrease of SGD 170.7m or 20.1%, mainly due to repayment of bank loans.

The Group had equity-accounted for its share of losses up to the Group's cost of investment in Tigerair Australia. At 31 March 2014, the Group has not recognised its share of cumulative losses relating to Tigerair Australia of SGD 3.4m.

At 31 March 2014, the Group has provided guarantees to a fuel supplier and certain aircraft lessors to cover obligations of the Group's associates. The Group has also provided guarantees to various suppliers and banks for joint venture.

9. VARIANCE FROM FORECAST OR PROSPECT STATEMENTS

No forecast or prospect statement was provided.

10. OUTLOOK

Due to an over-supply of capacity in the region, Tigerair continues to operate in a challenging business environment. It is expected that yield and load factors will remain under pressure. In the face of these challenging conditions, the Group will continue to focus on managing costs and productivity, optimising yields and keeping its operating asset base tight by reducing capacity and adjusting its service network. Given uncertain market conditions, the Group is reviewing its investment in Tigerair Mandala.

The establishment of Tigerair Taiwan is underway, and it is expected to take to the skies by the end of 2014. The Group holds a 10% share of Tigerair Taiwan.

11. DIVIDEND

No dividend has been declared for the financial year ended 31 March 2014 (31 March 2013: nil).

12. SEGMENT ANALYSIS

All revenues are derived from the Group's principal activity and business segment of air transportation. Revenue and assets are analysed by geographical area (by country of origin) as follows:

SGD'000	The Group	
	FY14	FY13
Revenue		
Asia	655,351	618,904
Australia	78,695	247,311
Total Revenue	<u>734,046</u>	<u>866,215</u>
Property, plant and equipment		
Asia	569,532	775,393
Australia	–	6,597
Total property, plant and equipment	<u>569,532</u>	<u>781,990</u>

13. INTERESTED PERSON TRANSACTIONS

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than SGD 100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD 100,000)
	FY14	FY14
SATS Ltd	–	16,671,106
SIA Engineering Company Limited and its Associates	–	143,908,248
Singapore Airlines Limited and its Associates ¹	–	1,330,000
Singapore Technologies Engineering Limited and its Associates	–	3,185,806
Temasek Holdings (Private) Limited and its Associates	–	3,500,000
Total Interested Person Transactions	–	168,595,160

¹ In addition to the IPT reported, Tigerair Singapore and Scoot Pte Ltd, a wholly-owned subsidiary of Singapore Airlines Limited, have also entered into an interline agreement to market joint itineraries for selected routes. No commission is receivable or payable for fares collected on behalf of the other airline, and the transaction has been accorded a nil value.

14. REPORT OF PERSONS OCCUPYING MANAGERIAL POSITIONS WHO ARE RELATED TO A DIRECTOR, CHIEF EXECUTIVE OR SUBSTANTIAL SHAREHOLDER

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that none of the persons occupying managerial positions in Tiger Airways Holdings Limited (the "Company") or any of its principal subsidiaries is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

JOYCE FONG
Company Secretary
2 May 2014

Tiger Airways Holdings Limited and its Subsidiaries

Independent Auditor's Report For the financial year ended 31 March 2014

Independent Auditor's Report to the Members of Tiger Airways Holdings Limited

Report on the financial statements

We have audited the accompanying financial statements of Tiger Airways Holdings Limited (the "Company") and its subsidiaries (collectively, the "Group") set out on pages 8 to 92, which comprise the statements of financial position of the Group and the Company as at 31 March 2014, the statements of changes in equity of the Group and the Company and the consolidated income statement, consolidated statement of comprehensive income and consolidated statement of cash flows of the Group for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Chapter 50 (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Tiger Airways Holdings Limited and its Subsidiaries

**Independent Auditor's Report
For the financial year ended 31 March 2014**

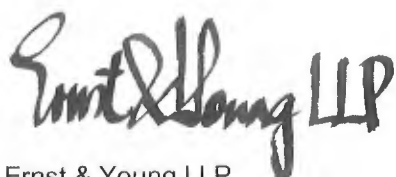
Independent Auditor's Report to the Members of Tiger Airways Holdings Limited

Opinion

In our opinion, the consolidated financial statements of the Group and the statement of financial position and statement of changes in equity of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Group and of the Company as at 31 March 2014 and the results, changes in equity and cash flows of the Group and the changes in equity of the Company for the year ended on that date.

Report on other legal and regulatory requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and by those subsidiaries incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.



Ernst & Young LLP

Public Accountants and
Chartered Accountants
Singapore

2 May 2014