

Turnaround Efforts Continue to Bear Fruit**Tigerair Reduces Operating Loss by 90.6% for 4QFY15**

Tiger Airways Holdings Limited ("Tigerair" or the "Group") has reported an operating loss of \$2.3 million in the quarter ended 31 March 2015 ("4QFY15"), compared to an operating loss of \$24.2 million recorded in the previous corresponding quarter. Stronger yield (+12.0%), higher load factor (3.9 percentage point increase) and lower fuel cost (-20.0%) contributed to the improved performance. The Group revised its aircraft depreciation policy following a review of its fleet plan. It also re-assessed the maintenance provisions for leased aircraft. Stripping out these two non-cash adjustments, the Group would have recorded an operating profit of \$4.0 million.

The Group's net loss after tax significantly narrowed to \$18.8 million, compared to a loss after tax of \$95.5 million for the previous corresponding period.

Non-operating items included the re-assessment of prior years' maintenance provisions for leased aircraft, which led to a one-time charge of \$10.8 million. The Group made a decision to dispose of two owned aircraft by end of FY16, and recorded a \$17.5 million loss when these were re-classified as aircraft held for sale. Having re-assessed its fleet requirements, the Group also increased its provision for surplus aircraft by \$9.3m, on top of the 2QFY15 provision of \$99.3m.

Conversely, the Group recorded a reversal of \$20.1 million provision for potential loss from the sale of two new A320ceo aircraft deliveries, transferred from Tigerair Australia to the Group, following the divestment of Tigerair Australia. In April 2015, Tigerair finalized an agreement with Airbus to exercise two purchase options for the A320neo, previously granted under the A320neo aircraft order in March 2014, with a corresponding cancellation of the two A320ceos transferred from Tigerair Australia. The Group's A320neo order is now for 39 firm aircraft, with 11 purchase options.



Mr Lee Lik Hsin, CEO of Tigerair, said, "Our turnaround efforts continue to bear fruit. More than half of the recovery in operating performance came from stronger yields and load factors, while the remainder came from lower fuel price. The changes in provisions relating to our fleet will also put us on a firmer footing moving forward."

For the full year ended 31 March 2015, operating loss narrowed to \$39.9 million compared to an operating loss of \$52.0 million a year ago. Group loss after tax was \$264.2 million, compared to the previous year's loss after tax of \$223.0 million.

Outlook

There continues to be surplus capacity in the industry which would have downward pressure on yields. Nonetheless, the Group expects to continue making headway in its turnaround effort, by optimizing fleet size and improving yields and loads.

The Group will also benefit progressively from lower oil prices, as the proportion of older fuel hedging contracts undertaken before the fall in price decreases.

Tigerair will continue to engage in greater collaboration with Scoot and SIA, and benefit from the increased connectivity and market access that the SIA Group helps to bring.

About Tigerair

Tigerair, established in 2004, is a leading Singapore-based no-frills airline that offers affordable travel options and a seamless customer experience.

With a fleet of Airbus A320-family aircraft, Tigerair operates flights to 37 destinations across Asia such as Singapore, Bangladesh, Greater China, India, Indonesia, Malaysia, Maldives, Myanmar, Philippines, Taiwan, Thailand, and Vietnam.

Tigerair empowers travellers to explore new destinations, and accumulate memorable experiences, by offering an increased network of destinations. It is also committed to maintaining the highest standards of safety, security and reliability. For more information, please visit www.tigerair.com.

Contact for media:

Huang Yifang

DID: (65) 6422 2388

Email: mediarelations@tigerair.com

Contact for analysts:

Lauren Chan

DID: (65) 6422 2336

Email: investorrelations@tigerair.com



Consolidated Income Statement

For the Fourth Quarter and Full Year Ended 31 March 2015 (in SGD'000)

	4 th Quarter FY15	The Group 4 th Quarter FY14 (restated)	Increase/ (decrease) %	FY15	The Group FY14 (restated)	Increase/ (decrease) %
Revenue						
Passenger seat revenue	131,042	122,064	7.4	525,523	560,611	(6.3)
Ancillary and other revenue	38,386	41,240	(6.9)	147,448	185,044	(20.3)
Lease rental income	2,786	710	<i>nm</i>	4,472	799	<i>nm</i>
Total revenue	<u>172,214</u>	<u>164,014</u>	<u>5.0</u>	<u>677,443</u>	<u>746,454</u>	<u>(9.2)</u>
Expenses						
Fuel costs:						
Actual fuel costs	48,624	83,512	(41.8)	264,725	341,115	(22.4)
Fuel hedging (gain)/loss	16,508	(2,094)	<i>nm</i>	27,833	(2,630)	<i>nm</i>
Staff costs	19,534	19,196	1.8	84,246	101,511	(17.0)
Aircraft rental	19,284	15,886	21.4	68,526	63,909	7.2
Airport and handling	20,429	26,016	(21.5)	87,715	99,734	(12.1)
Maintenance, material and repair	21,761	18,210	19.5	75,814	77,805	(2.6)
Route charges	5,168	5,792	(10.8)	20,822	27,942	(25.5)
Marketing and distribution costs	6,667	5,546	20.2	23,959	30,503	(21.5)
Depreciation and amortisation	12,360	8,401	47.1	36,912	34,099	8.2
Exchange (gain)/loss	(1,047)	3,533	<i>nm</i>	9,087	3,473	<i>nm</i>
Others	5,192	4,245	22.3	17,671	21,028	(16.0)
Total expenses	<u>174,480</u>	<u>188,243</u>	<u>(7.3)</u>	<u>717,310</u>	<u>798,489</u>	<u>(10.2)</u>
Operating loss	(2,266)	(24,229)	(90.6)	(39,867)	(52,035)	(23.4)
Finance income	445	775	(42.6)	2,037	6,268	(67.5)
Finance expense	(1,817)	(4,377)	(58.5)	(7,654)	(10,863)	(29.5)
True-up of maintenance cost	(10,750)	–	<i>nm</i>	(10,750)	–	<i>nm</i>
Gain on disposal of aircraft	–	–	–	1,167	1,619	(27.9)
Share of loss of associates and joint venture	–	(21,472)	(100.0)	(35,328)	(95,058)	(62.8)
Shutdown costs of PT Mandala Airlines	–	–	–	(11,810)	–	<i>nm</i>
Gain/(loss) on disposal of associate and joint venture	20,073	1,430	<i>nm</i>	(44,311)	(28,900)	53.3
Provision for onerous aircraft leases	(9,271)	(25,044)	(63.0)	(108,597)	(25,044)	<i>nm</i>
Loss on planned disposal of aircraft	(17,453)	–	<i>nm</i>	(17,453)	–	<i>nm</i>
Gain on loss of control of subsidiary	–	–	–	–	106,078	(100.0)
Impairment of associates	–	(27,361)	(100.0)	–	(133,626)	(100.0)
Loss before taxation	<u>(21,039)</u>	<u>(100,278)</u>	<u>(79.0)</u>	<u>(272,566)</u>	<u>(231,561)</u>	<u>17.7</u>
Taxation	2,217	4,771	(53.5)	8,333	8,570	(2.8)
Loss for the period	<u>(18,822)</u>	<u>(95,507)</u>	<u>(80.3)</u>	<u>(264,233)</u>	<u>(222,991)</u>	<u>18.5</u>
Loss per share (cents)						
Basic	(0.75)	(8.59)		(17.71)	(20.07)	
Diluted	(0.75)	(8.59)		(17.71)	(20.07)	