AUDITED RESULTS FOR FNANCIAL YEAR ENDED 31 MARCH 2010

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 financial year ended 31 March 2010 (in $ million)

	THE GROUP			
	4th Quarter		Financial Year	
	2009-10	2008-09	2009-10	2008-09
REVENUE	390.6	326.5	1,538.9	1,062.1
EXPENDITURE				
Staff costs*	(143.4)	(114.5)	(545.4)	(442.8)
Cost of raw materials	(102.0)	(85.2)	(409.5)	(155.4)
Licensing fees	(14.3)	(13.1)	(56.8)	(59.9)
Depreciation and amortisation expenses	(22.7)	(20.9)	(90.8)	(64.6)
Company accommodation and utilities	(25.1)	(21.0)	(90.8)	(77.1)
Other costs	(42.8)	(26.1)	(161.2)	(91.4)
	(350.3)	(280.8)	(1,354.5)	(891.2)
OPERATING PROFIT	40.3	45.7	184.4	170.9
Interest on borrowings	(0.6)	(2.1)	(5.3)	(6.7)
Interest income	0.1	0.6	0.6	6.9
Dividend from long-term investment, gross	-	-	-	1.1
Amortisation of deferred income, net of expenses	0.1	(1.7)	0.9	(0.6)
(Loss)/Gain on disposal of property, plant and equipment	(0.1)	0.1	0.5	0.5
Share of profits of associated companies	13.0	4.0	41.9	22.2
Loss on disposal of short-term non-equity investment	-	-	-	(10.8)
PROFIT BEFORE TAXATION	52.8	46.6	223.0	183.5
Taxation	(6.2)	(3.4)	(40.9)	(35.1)
PROFIT AFTER TAXATION	46.6	43.2	182.1	148.4
Profit attributable to:				
Equity Holders of the Company	46.5	42.2	181.2	146.7
Minority Interests	0.1	1.0	0.9	1.7
	46.6	43.2	182.1	148.4

Notes :

*Jobs credit deducted from staff costs	1.5	12.3	17.1	12.3
Foreign exchange (loss)/gain, net	(1.3)	0.4	(2.0)	1.8
Provision for doubtful debts	(1.4)	(0.5)	(1.9)	(0.6)
Bad debts written off	(0.9)	-	(0.9)	(0.3)
Stock written off	(1.5)	(0.1)	(3.0)	(0.1)
Overprovision of tax in respect of prior years	4.5	1.6	4.5	1.6

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 March 2010 (in $ million)

	THE GROUP	
	FY2009-10	**FY2008-09**
Profit after taxation	182.1	148.4
Other comprehensive income:		
Net fair value changes on available-for-sale assets	0.3	0.4
Foreign currency translation	(12.0)	5.7
	(11.7)	6.1
Total comprehensive income	170.4	154.5
Total comprehensive income attributable to:		
Equity Holders of the Company	170.4	152.8
Minority Interests	-	1.7
	170.4	154.5

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 March 2010 (in $ million)

	THE GROUP		THE COMPANY	
	31.03.2010	**31.03.2009** (Restated)	**31.03.2010**	**31.03.2009**
Share capital	288.0	255.2	288.0	255.2
Reserves				
Revenue reserve	1,224.4	1,161.7	905.4	907.7
Share-based compensation reserve	22.6	23.8	22.6	23.8
Statutory reserve	6.4	6.1	-	-
Foreign currency translation reserve	(59.6)	(48.5)	-	-
Fair value reserve	-	(0.3)	-	(0.3)
Equity attributable to equity holders of the company	1,481.8	1,398.0	1,216.0	1,186.4
Minority interests	18.3	18.3	-	-
Total equity	1,500.1	1,416.3	1,216.0	1,186.4
Deferred taxation	98.6	104.2	28.5	27.8
Finance lease	4.2	5.6	-	-
Term loans	5.8	11.3	-	-
Other long-term liability	4.0	4.0	4.0	4.0
Deferred income	19.1	21.0	19.1	21.0
	1,631.8	1,562.4	1,267.6	1,239.2
Represented by:-				
Property, plant and equipment				
Freehold land and buildings	13.5	14.2	-	-
Leasehold land and buildings	429.7	460.8	-	-
Progress payments	29.8	4.9	1.4	0.3
Others	121.4	128.5	0.2	0.3
	594.4	608.4	1.6	0.6
Investment properties	6.5	7.0	385.9	410.4
Other non-current assets	12.1	12.1	12.0	12.1
Deferred tax assets	5.7	5.1	0.7	0.7
Subsidiary companies	-	-	540.8	540.7
Associated companies	334.8	333.5	270.8	270.8
Loan to a subsidiary	-	-	1.2	0.7
Loan to an associated company	0.1	0.8	0.1	0.8
Long-term investment	7.9	7.9	7.9	7.9
Joint venture company	-	0.3	-	-
Intangible assets	461.9	479.7	6.0	1.1
Current assets				
Trade debtors *	219.4	123.8	7.6	6.0
Other debtors	16.6	11.7	1.8	2.8
Prepayments	9.1	13.1	1.3	2.1
Related companies *	-	236.6 #	22.4	157.0
Amount owing by associated companies	0.5	0.2	0.5	0.2
Loan to an associated company	0.6	0.6	0.6	0.6
Inventories	43.1	56.6	0.4	0.2
Short-term non-equity investments	-	20.4	-	20.4
Fixed deposits	132.6	83.9	119.0	83.1
Cash and bank balances	63.8	53.4	12.1	8.0
	485.7	600.3	165.7	280.4
Less: **Current liabilities**				
Term loans	12.8	31.9	-	-
Bank overdraft – secured	0.6	1.8	-	-
Trade creditors	154.8	136.9	22.9	19.6
Other creditors	64.5	67.4	3.2	9.5
Finance leases – current	0.7	0.8	-	-
Notes payable	-	200.0	-	200.0
Related companies	-	-	92.2	44.5
Provision for taxation	43.9	53.9	6.8	13.4
	277.3	492.7	125.1	287.0
Net current assets/(liabilities)	208.4	107.6	40.6	(6.6)
	1,631.8	1,562.4	1,267.6	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 31.03.2010		As at 31.03.2009	
Secured *	Unsecured	Secured *	Unsecured
13.7	0.4	12.2	222.3

Amount repayable after one year

As at 31.03.2010		As at 31.03.2009	
Secured *	Unsecured	Secured *	Unsecured
7.4	2.6	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 year ended 31 March 2010 (in $ million)

	Group	
	2009-10	**2008-09**
Cash flows from operating activities		
Profit before taxation	223.0	183.5
Adjustments for:		
Interest income	(0.6)	(6.9)
Interest on borrowings	5.3	6.7
Dividend from long-term investment, gross	-	(1.1)
Depreciation and amortisation expenses	90.8	64.6
Gain on disposal of property, plant and equipment	(0.5)	(0.5)
Effects of exchange rate changes	-	(0.3)
Share of profits of associated companies	(41.9)	(22.2)
Negative goodwill arising from acquisition of subsidiary	-	(2.5)
Income from purchase price warranty claim	-	(1.1)
Gain on disposal of held for sale assets	-	(2.0)
Loss on disposal of short-term non-equity investments	-	10.8
Share-based payment expense	4.3	7.6
Change in fair value reserve	0.3	-
Amortisation of deferred income, net of expenses	(0.9)	0.6
Operating profit before working capital changes	279.8	237.2
(Increase)/decrease in debtors *	(100.8)	18.4
Decrease/(increase) in prepayments	4.0	(10.2)
Decrease in inventories	13.5	9.8
Decrease in amounts owing by related companies *	96.4	8.2
Increase/(decrease) in creditors	11.4	(25.9)
(Increase)/decrease in amounts due from associated companies	(0.3)	0.2
Cash generated from operations	304.0	237.7
Interest paid to third parties	(5.3)	(6.7)
Income tax paid	(44.5)	(47.4)
Net cash from operating activities	254.2	183.6
Cash flows from investing activities		
Capital expenditure	(64.1)	(28.1)
Repayment of loan from associated company	0.7	0.4
Investment in subsidiary, net of cash acquired	-	(457.8)
Acquisition of shares in subsidiary	-	(0.6)
Dividends from associated companies	24.4	18.3
Dividend from long-term investment	-	1.1
Proceeds from disposal of property, plant and equipment	2.8	1.8
Proceeds from liquidation of JV companies	0.3	-
Proceeds from disposal of held for sale assets	-	5.2
Proceeds from purchase price warranty claim	-	0.5
Interest received from deposits	0.8	7.0
Capital expenditure for setting up associated companies	-	(3.8)
Proceeds from disposal of short-term non-equity investments	20.4	13.6
Net cash used in investing activities	(14.7)	(442.4)

CONSOLIDATED CASH FLOW STATEMENT (Cont'd)
for the year ended 31 March 2010 (in $ million)

	Group	
	2009-10	**2008-09**
Cash flows from financing activities		
Repayment of medium-term notes and term loans	(228.1)	(14.1)
Drawdown of term loans	3.4	-
Repayment of finance leases	(1.6)	(0.3)
Proceeds from exercise of share options	28.0	0.7
Dividends paid	(118.9)	(151.1)
Dividends paid by subsidiary companies to minority interests	-	(0.1)
Proceeds from issuance of shares by subsidiary to minority interest	-	0.5
Bank charges on sale and lease back arrangement	(0.9)	(2.4)
Net cash used in financing activities	(318.1)	(166.8)
Net decrease in cash and cash equivalents	(78.6)	(425.6)
Effects of exchange rate changes	(1.3)	1.0
Cash and cash equivalents at beginning of financial year	275.7	700.3
Cash and cash equivalents at end of financial year	195.8	275.7

* 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 financial year ended 31 March 2010 (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 April 2009	255.2	1,161.7	23.8	(0.3)	6.1	(48.5)	1,398.0	18.3	1,416.3
Total comprehensive income for the year	-	181.2	-	0.3	-	(11.1)	170.4	-	170.4
Transfer to statutory reserve	-	(0.3)	-	-	0.3	-	-	-	-
Share-based payment	-	-	4.3		-	-	4.3	-	4.3
Share options exercised and lapsed	32.1	0.7	(4.8)	-	-	-	28.0	-	28.0
Award of performance and restricted shares	0.7	-	(0.7)	-	-	-	-	-	-
Dividends, net	-	(118.9)	-	-	-	-	(118.9)	-	(118.9)
Balance at 31 March 2010	288.0	1,224.4	22.6	-	6.4	(59.6)	1,481.8	18.3	1,500.1
Balance at 1 April 2008	250.1	1,166.0	16.8	(0.7)	5.9	(54.2)	1,383.9	4.0	1,387.9
Total comprehensive income for the year	-	146.7	-	0.4	-	5.7	152.8	1.7	154.5
Transfer to statutory reserves		(0.2)	-	-	0.2	-	-	-	-
Issuance of shares	4.1	-	-	-	-	-	4.1	-	4.1
Issuance of share capital by subsidiary	-	-	-	-	-	-	-	0.5	0.5
Acquisition of shares in subsidiary	-	-	-	-	-	-	-	11.9	11.9
Disposal of shares in subsidiary	-	-	-	-	-	-	-	0.3	0.3
Share-based payment	-	-	7.6	-	-	-	7.6	-	7.6
Share options exercised and lapsed	0.8	0.3	(0.4)	-	-	-	0.7	-	0.7
Award of restricted shares	0.2	-	(0.2)	-	-	-	-	-	-
Dividends, net	-	(151.1)	-	-	-	-	(151.1)	(0.1)	(151.2)
Balance at 31 March 2009	255.2	1,161.7	23.8	(0.3)	6.1	(48.5)	1,398.0	18.3	1,416.3

***** 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 financial year ended 31 March 2010 (in $ million)

THE COMPANY	Share Capital	Revenue Reserve	Share-based Compensation Reserve	Fair Value Reserve	Total Equity
Balance at 1 April 2009	255.2	907.7	23.8	(0.3)	1,186.4
Total comprehensive income for the year	-	115.9	-	0.3	116.2
Share-based payment	-	-	4.3	-	4.3
Share options exercised and lapsed	32.1	0.7	(4.8)	-	28.0
Award of performance and restricted shares	0.7	-	(0.7)	-	-
Dividends, net	-	(118.9)	-	-	(118.9)
Balance at 31 March 2010	288.0	905.4	22.6	-	1,216.0
Balance at 1 April 2008	250.1	914.1	16.8	(0.7)	1,180.3
Total comprehensive income for the year	-	144.4		0.4	144.8
Issuance of shares	4.1	-	-	-	4.1
Share-based payment	-	-	7.6	-	7.6
Share options exercised and lapsed	0.8	0.3	(0.4)	-	0.7
Award of restricted shares	0.2	-	(0.2)	-	-
Dividends, net	-	(151.1)	-	-	(151.1)
Balance at 31 March 2009	255.2	907.7	23.8	(0.3)	1,186.4

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 March 2010, the number of share options of the Company outstanding was 49,195,130 (31 March 2009: 67,001,325).

During the period April 2009 to March 2010, 13,592,720 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 financial year 2009-10 is as follows:

Date of Grant	Balance at 1.4.2009	Lapsed	Exercised	Balance at 31.3.2010	Exercise price #	Expiry date
28.3.2000	5,023,900	(1,819,700)	(3,204,200)	-	S$2.15	27.3.2010
3.7.2000	1,833,350	(303,700)	(436,300)	1,093,350	S$1.75	2.7.2010
2.7.2001	501,250	(104,200)	(117,350)	279,700	S$1.19	1.7.2011
1.7.2002	1,227,950	(323,200)	(284,000)	620,750	S$1.55	30.6.2012
1.7.2003	1,391,500	(296,700)	(319,200)	775,600	S$1.42	30.6.2013
1.7.2004	5,109,900	(754,550)	(1,030,950)	3,324,400	S$2.04	30.6.2014
1.7.2005	10,665,050	(103,600)	(2,459,450)	8,102,000	S$2.22	30.6.2015
3.7.2006	14,123,325	(108,625)	(5,741,270)	8,273,430	S$2.05	2.7.2016
2.7.2007	13,718,000	(217,300)	-	13,500,700	S$3.01	1.7.2017
1.7.2008	13,407,100	(181,900)	-	13,225,200	S$2.17	30.6.2018
	67,001,325	(4,213,475)	(13,592,720)	49,195,130		

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 March 2010, the number of shares outstanding under the Company's Restricted Share Plan ("RSP") and Performance Share Plan ("PSP") were 1,410,353 and 502,816 respectively.

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

	Number of Restricted Shares				
Date of grant	Balance at 1.4.2009/ Date of grant	Vested	Cancelled	Adjustments#	Balance at 31.3.2010
RSP					
02.10.2006	84,044	(57,070)	(641)	-	26,333
27.07.2007	322,350	(72,824)	(500)	(203,906)	45,120
01.11.2007	41,000	(10,300)		(20,500)	10,200
28.07.2008	511,600	-	(22,900)	-	488,700
17.11.2008	50,000	-	-	-	50,000
12.11.2009	813,800	-	(23,800)	-	790,000
	1,822,794	(140,194)	(47,841)	(224,406)	1,410,353

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

	Number of Performance Shares			
Date of grant	Balance at 1.4.2009/ Date of grant	Vested	Adjustments#	Balance at 31.3.2010
PSP				
02.10.2006	85,650	-	(85,650)	-
12.02.2007*	181,538	(181,538)	-	-
27.07.2007	98,200	-	-	98,200
01.11.2007	55,000	-	-	55,000
15.04.2008*	185,616	-	-	185,616
28.07.2008	92,000	-	-	92,000
12.11.2009	72,000	-	-	72,000
	770,004	(181,538)	(85,650)	502,816

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

* SFI's Performance Shares converted to SATS's Performance Shares

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 March 2010	As at 31 March 2009
1,093,151,046	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 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).

See attached auditor's report.

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			
	4th Quarter		Financial Year	
	2009-10	2008-09	2009-10	2008-09
Earnings per share based on net profit attributable to shareholders (cents):				
(i) Basic *	4.3	3.9	16.7	13.6
(ii) Diluted **	4.2	3.9	16.7	13.6

* 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, restricted share plan (RSP) and performance share plan (PSP).

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 31.03.2010	As at 31.03.2009	As at 31.03.2010	As at 31.03.2009
Net asset value per ordinary share (cents)	135.5	129.5	111.2	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

Financial Year 2009-10

Group net profit attributable to equity holders for the full year was $181.2 million, $34.5 million or 23.5% higher than the year before. The increase was mainly due to the full year consolidation of Singapore Food Industries (SFI) which was acquired in February 2009.

Group revenue rose $476.8 million or 44.9% to $1,538.9 million despite a $50 million or 5.4% drop in aviation revenue. SFI contributed $634.4 million to Group revenue.

The inclusion of SFI also saw group expenditure rising $463.3 million or 52% to $1,354.5 million, with raw material and staff costs being the key contributors to higher expenditure.

As a result, Group operating profit grew $13.5 million or 7.9% to $184.4 million.

The segmental revenue by business is summarised below:

Revenue					
	FY2009-10 $M	%	FY2008-09 $M	%	Growth %
Airport Services	495.3	32.2	508.2	47.9	(2.5)
Food Solutions	1,031.7	67.0	541.0	50.9	90.7
Corporate	11.9	0.8	12.9	1.2	(7.8)
Total	**1,538.9**	**100.0**	**1,062.1**	**100.0**	**44.9**

Due to contribution from SFI, revenue from Food Solutions increased significantly by $490.7 million or 90.7% to $1,031.7 million. For the year under review, Airport Services and Food Solutions constituted 32.2% and 67% respectively of group revenue.

With better performance reported by ground handling associates in Hong Kong and Indonesia, contribution from overseas associates grew $19.7 million or 88.7% to $41.9 million.

The loss on disposal of short-term non-equity investments of $10.8 million in FY2008-09 was abnormal and did not recur in this financial year.

Consequently, profit before tax for the Group grew $39.5 million or 21.5% to $223.0 million. Net profit attributable to equity holders rose $34.5 million or 23.5% to $181.2 million.

Fourth Quarter 2009-10

Group net profit attributable to equity holders for the fourth quarter was $46.5 million, $4.3 million or 10.2% higher than the same period last year. This was mainly due to the full consolidation of SFI and higher profit contribution from overseas associated companies.

Group revenue rose $64.1 million or 19.6% to $390.6 million. This was due to the full consolidation of SFI which contributed revenue of $165.1 million, compared to the two-month revenue contribution of $110.2 million in the fourth quarter of FY2008-09. Higher aviation revenue of $9.6 million also led to the higher Group revenue.

Group expenditure was up $69.5 million or 24.8% due mainly to higher staff cost and raw material cost. The higher staff cost was attributed mainly to lower jobs credit benefit of $1.5 million for the quarter under review, down from $12.3 million a year ago for a six-month period from October 2008 to March 2009.

As a result, the Group posted a lower operating profit of $40.3 million, $5.4 million or 11.8% lower from a year ago.

The segmental revenue by business is summarised below:

Revenue					
	4QFY2009-10 $M	%	4QFY2008-09 $M	%	Growth %
Airport Services	122.2	31.3	115.2	35.3	6.1
Food Solutions	265.2	67.9	205.0	62.8	29.4
Corporate	3.2	0.8	6.3	1.9	(49.2)
Total	**390.6**	**100.0**	**326.5**	**100.0**	**19.6**

With better performance reported by ground handling associates in Hong Kong and Indonesia, contribution from overseas associates grew $9 million or 225% to $13 million.

Balance Sheet Review

Total equity of the Group stood at $1,500.1 million, an increase of $83.8 million or 5.9% compared to $1,416.3 million as at 31 March 2009. The increase was mainly from the profits made during the year but was partially offset by the payment of final dividend of $64.7 million in respect of FY2008-09 and interim dividend of $54.2 million for FY2009-10.

Current assets and current liabilities fell $114.6 million or 19.1% and $215.4 million or 43.7% 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 year increased by 38.5% to $254.2 million.

Group's cash and cash equivalents decreased $79.9 million to $195.8 million mainly because of 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

With the current economic rebound in Asia, including Singapore, the aviation industry appears to be on the path to recovery. Across the regions, the Group expects to see an improvement in activity levels in this financial year as airlines gradually reinstate capacity with increased flights and cargo throughput.

In Singapore, the opening of the two integrated resorts and the hosting of iconic events including the inaugural Youth Olympic Games and the 2010 F1 Singapore Grand Prix are expected to drive growth in tourism and traffic at Changi Airport. SATS is poised to leverage on its core competencies in Airport Services and Food Solutions to access opportunities arising in the areas of hospitality and tourism across the regions.

Whilst striving to improve productivity and operational excellence, SATS will continue to be on the lookout for opportunities in and outside of Singapore to deliver sustained growth and profitability.

11 Dividends

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of dividend	Interim	Final
Dividend type	Cash	Cash
Dividend amount per share	5 cents per ordinary share	8 cents per ordinary share
Tax rate	Tax exempt (one-tier)	Tax exempt (one-tier)

In FY2008-09, the Company paid a total dividend of 10 cents per share. Taking into consideration the Company's financial performance in FY2009-10, the Board has recommended a final dividend of 8 cents per share. Including the interim dividend of 5 cents per share paid earlier on 25 November 2009, the total dividend will be 13 cents per share, which represents a dividend payout ratio of 78.1% of net profit attributable to equity holders, compared to 73.5% for FY2008-09. The final dividend, upon shareholders' approval, will be paid on 18 August 2010.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of dividend	Interim	Final
Dividend type	Cash	Cash
Dividend amount per share	4 cents per ordinary share	6 cents per ordinary share
Tax rate	Tax exempt (one-tier)	Tax exempt (one-tier)

(c) Date Payable

The final dividend, if approved by Shareholders on 30 July 2010, will be paid on 18 August 2010.

(d) Books Closure Date

Notice is hereby given that, subject to Shareholders' approval being obtained for the declaration of the final dividend to be paid on 18 August 2010, the Transfer Books and the Register of Members of the Company will be closed on 6 August 2010 for the preparation of dividend warrants. Duly completed and stamped transfers together with all relevant documents of or evidencing title received by the Company's Share Registrars, M & C Services Private Limited, at 138 Robinson Road #17-00, The Corporate Office, Singapore 068906 up to 5.00 pm on 5 August 2010 will be registered to determine shareholders' entitlements to the proposed final dividend. Subject as aforesaid, persons whose securities accounts with The Central Depository (Pte) Limited are credited with ordinary shares in the capital of the Company as at 5.00 pm on 5 August 2010 will be entitled to the proposed final dividend.

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

Not applicable.

13 Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

13.1 BY BUSINESS (in $ million)

	Food Solutions	Airport Services	Corporate	Eliminations	Total
Financial year ended 31 March 2010					
Revenue	1,031.7	495.3	11.9	-	1,538.9
Operating profit	143.5	57.8	(16.9)	-	184.4
Interest income	0.2	0.1	0.5	(0.2)	0.6
Interest on borrowings	(1.5)	-	(4.0)	0.2	(5.3)
Gross dividend from long-term investment	-	-	-	-	-
Share of profits of associated companies	5.1	36.8	-	-	41.9
Gain on disposal of property, plant and equipment	0.2	0.3	-	-	0.5
Amortisation of deferred income	-	-	0.9	-	0.9
Profit/(loss) before taxation	147.5	95.0	(19.5)	-	223.0
Taxation	(25.7)	(19.4)	4.2	-	(40.9)
Profit/(loss) after taxation	121.8	75.6	(15.3)	-	182.1
As at 31 March 2010					
Segment assets	618.0	387.7	100.9	-	1,106.6
Associated companies	70.8	180.5	83.5	-	334.8
Deferred tax assets	2.3	2.7	0.7	-	5.7
Loan to an associated company	0.1	-	-	-	0.1
Intangibles (include goodwill)	49.7	4.1	408.1	-	461.9
Total assets	740.9	575.0	593.2	-	1,909.1
Segment liabilities	152.8	53.5	27.1	-	233.4
Long-term liabilities	6.0	4.0	23.1	-	33.1
Tax liabilities	32.1	20.2	90.2	-	142.5
Total liabilities	190.9	77.7	140.4	-	409.0
Capital expenditure	43.1	16.2	7.4	-	66.7
Depreciation and amortisation expenses	35.6	35.6	19.6	-	90.8

13.1 BY BUSINESS (cont'd) (in $ million)

	Food Solutions	Airport Services	Corporate	Eliminations	Total
Financial year ended 31 March 2009					
Revenue	541.0	508.2	12.9	-	1,062.1
Operating profit	96.5	70.9	3.5	-	170.9
Interest income	0.4	0.2	6.8	(0.5)	6.9
Interest on borrowings	(0.7)	-	(6.5)	0.5	(6.7)
Gross dividend from long-term investment	-	-	1.1	-	1.1
Share of profits of associated companies	8.2	14.0	-	-	22.2
Gain on disposal of property, plant and equipment	-	0.4	0.1	-	0.5
Amortisation of deferred income	-	-	(0.6)	-	(0.6)
Loss on disposal of short-term non-equity investment	-	-	(10.8)	-	(10.8)
Profit/(loss) before taxation	104.4	85.5	(6.4)	-	183.5
Taxation	(18.3)	(13.2)	(3.6)	-	(35.1)
Profit/(loss) after taxation	86.1	72.3	(10.0)	-	148.4
As at 31 March 2009					
Segment assets	529.1	401.0	305.3	-	1,235.4
Associated companies	71.1	262.2	0.2	-	333.5
Deferred tax assets	1.5	2.9	0.7	-	5.1
Loan to an associated company	1.4	-	-	-	1.4
Intangibles (include goodwill)	53.2	4.4	422.1	-	479.7
Total assets	656.3	670.5	728.3	-	2,055.1
Segment liabilities	164.1	45.6	29.1	-	238.8
Long-term liabilities	11.6	5.3	25.0	-	41.9
Notes payable	-	-	200.0	-	200.0
Tax liabilities	37.3	24.3	96.5	-	158.1
Total liabilities	213.0	75.2	350.6	-	638.8
Capital expenditure	12.4	18.5	1.7	-	32.6
Depreciation and amortisation expenses	24.7	36.0	3.9	-	64.6

13.2 BY GEOGRAPHICAL LOCATION (in $ million)

	Singapore	UK	Others	Total
Financial year ended 31 March 2010				
Revenue	1,118.1	366.1	54.7	1,538.9
As at 31 March 2010				
Segment assets	942.5	144.8	19.3	1,106.6
Associated companies	0.2	-	334.6	334.8
Deferred tax assets	1.6	0.7	3.4	5.7
Loan to an associated company	-	-	0.1	0.1
Intangibles (include goodwill)	461.2	-	0.7	461.9
Total assets	1,405.5	145.5	358.1	1.909.1
Capital expenditure	43.5	22.3	0.9	66.7
Financial year ended 31 March 2009				
Revenue	982.6	62.3	17.2	1,062.1
As at 31 March 2009				
Segment assets	1,031.4	177.2	26.8	1,235.4
Associated companies	0.2	-	333.3	333.5
Deferred tax assets	1.6	0.2	3.3	5.1
Loan to an associated company	-	-	1.4	1.4
Intangibles (include goodwill)	479.2	-	0.5	479.7
Total assets	1,512.4	177.4	365.3	2,055.1
Capital expenditure	29.4	2.7	0.5	32.6

14 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to note 8.

15 A breakdown of sales.

(in $ million)	THE GROUP			
	2009-10	2008-09	% Change	
(a) Turnover reported for first half year	714.0	493.2	+	44.8
(b) Profit after tax reported for first half-year	81.8	67.2	+	21.7
(c) Turnover reported for second half year	824.9	568.9	+	45.0
(d) Profit after tax reported for second half-year	100.3	81.2	+	23.5

16 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

($ million)	2009-10	2008-09
Ordinary dividend		
- Interim	54.2	43.2
- Final *	87.4	64.7
Total	141.6	107.9

* 2009-10 final dividend is estimated based on number of shares issued as at the end of the financial year

17 Interested Person Transactions

17.1 The interested person transactions entered into during the financial year ended 31 March 2010 are as follows:

	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		
Singapore Airlines Limited	-	1,378,390
Singapore Airlines Cargo Pte Ltd	-	607,700
Tiger Airways Pte Ltd	-	20,480
SMRT Taxis Pte Ltd	-	9,000
ST Synthesis Pte Ltd	-	3,700
NCS Pte Ltd	-	2,980
Great Wall Airlines Company Limited	-	1,040
Singapore Telecommunications Limited	-	550
Certis Cisco Security Pte Ltd	-	350
Total	-	2,024,190

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
5 May 2010
Singapore

Singapore Company Registration No: 197201770G

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SINGAPORE AIRPORT TERMINAL SERVICES LIMITED

We have audited the accompanying financial statements of Singapore Airport Terminal Services Limited (the Company) and its subsidiaries (collectively, the Group) set out on pages # to #, which comprise the balance sheets of the Group and the Company as at 31 March 2010, the statements of changes in equity of the Group and the Company and the consolidated income statement, consolidated statement of comprehensive income and consolidated cash flow statement of the Group for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and Singapore Financial Reporting Standards. This responsibility includes 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 account and balance sheets and to maintain accountability of assets; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' 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 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 and fair presentation of the financial statements 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.

Opinion

In our opinion,

(i) the consolidated financial statements of the Group and the balance sheet 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 2010 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; and

(ii) 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 Certified Public Accountants

SINGAPORE
Dated this 4th day of May 2010

Note: # The page numbers are stated in the Independent Auditors' report dated 4th May 2010 included in the Singapore Airport Terminal Services Limited Annual Report for the financial year ended 31 March 2010.