



**SINGAPORE TELECOMMUNICATIONS LIMITED  
AND SUBSIDIARY COMPANIES**

**SGX APPENDIX 7.2 ANNOUNCEMENT  
FOR THE FIRST QUARTER ENDED 30 JUNE 2019**

<b><u>Contents</u></b>	<b><u>Page</u></b>
Consolidated income statement .....	1
Consolidated statement of comprehensive income .....	2
Statements of financial position (Group and Company) .....	3
Statements of changes in equity (Group and Company) .....	5
Consolidated statement of cash flows .....	9
Selected notes to the interim financial statements .....	11
Dividends .....	22
Group segment information .....	22
Confirmation by the Board .....	27
Independent auditors' review report .....	28

**CONSOLIDATED INCOME STATEMENT***For the first quarter ended 30 June 2019*

<b>Group (Unaudited)</b>	<b>Notes</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Operating revenue		<b>4,112.9</b>	4,133.8
Operating expenses	2	<b>(2,978.4)</b>	(2,992.1)
Other income	3	<b>49.2</b>	65.2
		<b>1,183.7</b>	1,206.9
Depreciation and amortisation	4	<b>(644.3)</b>	(553.7)
		<b>539.4</b>	653.2
Exceptional items	5	<b>70.3</b>	76.5
<b>Profit on operating activities</b>		<b>609.7</b>	729.7
Share of results of associates and joint ventures	6	<b>163.4</b>	400.7
<b>Profit before interest, investment income (net) and tax</b>		<b>773.1</b>	1,130.4
Interest and investment income (net)	7	<b>65.2</b>	22.0
Finance costs	8	<b>(116.1)</b>	(92.2)
<b>Profit before tax</b>		<b>722.2</b>	1,060.2
Tax expense	9	<b>(187.4)</b>	(234.0)
<b>Profit after tax</b>		<b>534.8</b>	826.2
<b>Attributable to:</b>			
Shareholders of the Company		<b>541.1</b>	831.5
Non-controlling interests		<b>(6.3)</b>	(5.3)
		<b>534.8</b>	826.2
<b>Earnings per share attributable to shareholders of the Company</b>			
- basic	10	<b>3.32¢</b>	5.09¢
- diluted	10	<b>3.31¢</b>	5.06¢

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME***For the first quarter ended 30 June 2019*

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
<b>Profit after tax</b>	<b>534.8</b>	<b>826.2</b>
<b>Other comprehensive income/ (loss)</b>		
<b>Items that may be reclassified subsequently to income statement:</b>		
Exchange differences arising from translation of foreign operations and other currency translation differences	97.7	(133.1)
Cash flow hedges		
- Fair value changes	28.0	121.3
- Tax effects	1.6	(5.9)
	29.6	115.4
- Fair value changes transferred to income statement	(30.1)	(92.7)
- Tax effects	10.4	3.2
	(19.7)	(89.5)
	9.9	25.9
Share of other comprehensive loss of associates and joint ventures	(159.3)	(4.1)
<b>Items that will not be reclassified subsequently to income statement:</b>		
Fair value changes on Fair Value through Other Comprehensive Income ("FVOCI") investments	(138.3)	13.0
<b>Other comprehensive loss, net of tax</b>	<b>(190.0)</b>	<b>(98.3)</b>
<b>Total comprehensive income</b>	<b>344.8</b>	<b>727.9</b>
<b>Attributable to:</b>		
Shareholders of the Company	351.0	734.0
Non-controlling interests	(6.2)	(6.1)
	344.8	727.9

**STATEMENTS OF FINANCIAL POSITION***As at 30 June 2019*

	Notes	Group		Company	
		As at	As at	As at	As at
		30 Jun 19	31 Mar 19	30 Jun 19	31 Mar 19
		S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>Current assets</b>					
Cash and cash equivalents		578.8	512.7	74.2	81.6
Trade and other receivables		5,702.6	5,992.7	467.3	478.8
Due from subsidiaries		-	-	2,349.7	1,482.1
Inventories		406.9	417.6	36.5	37.2
Derivative financial instruments		185.8	155.1	4.2	0.7
		6,874.1	7,078.1	2,931.9	2,080.4
<b>Non-current assets</b>					
Property, plant and equipment		10,736.6	11,050.4	2,187.6	2,250.0
Right-Of-Use assets		2,159.3	-	555.9	-
Intangible assets		13,964.2	14,016.7	-	-
Subsidiaries		-	-	20,640.8	20,009.2
Joint ventures		12,792.9	12,857.9	22.8	22.8
Associates		2,092.4	2,060.2	24.7	24.7
Fair value through other comprehensive income ("FVOCI") investments		500.9	646.9	5.3	5.3
Derivative financial instruments		310.5	283.6	15.0	125.9
Deferred tax assets		274.9	276.6	-	-
Other assets		667.5	644.4	128.1	130.7
		43,499.2	41,836.7	23,580.2	22,568.6
<b>Total assets</b>		<b>50,373.3</b>	<b>48,914.8</b>	<b>26,512.1</b>	<b>24,649.0</b>
<b>Current liabilities</b>					
Trade and other payables		5,170.4	5,817.1	760.9	1,025.1
Due to subsidiaries		-	-	1,479.8	712.4
Advance billings		831.2	812.1	87.6	89.8
Current tax liabilities		249.5	255.0	99.6	83.6
Borrowings (unsecured)	12	2,701.1	1,846.2	-	-
Borrowings (secured)	12	366.5	34.0	67.6	4.8
Derivative financial instruments		10.3	9.2	0.8	0.5
Net deferred gain		20.8	20.8	-	-
		9,349.8	8,794.4	2,496.3	1,916.2

**STATEMENTS OF FINANCIAL POSITION***As at 30 June 2019*

		Group		Company	
		As at 30 Jun 19 S\$ Mil (Unaudited)	As at 31 Mar 19 S\$ Mil (Audited)	As at 30 Jun 19 S\$ Mil (Unaudited)	As at 31 Mar 19 S\$ Mil (Audited)
	Notes				
<b>Non-current liabilities</b>					
Advance billings		191.7	197.4	124.9	129.2
Borrowings (unsecured)	12	7,708.2	8,734.4	811.9	786.5
Borrowings (secured)	12	1,990.6	49.5	613.8	7.7
Derivative financial instruments		132.1	149.5	55.4	191.8
Net deferred gain		386.6	375.0	-	-
Deferred tax liabilities		504.8	515.1	264.3	274.5
Other non-current liabilities		163.6	289.8	17.1	26.5
		11,077.6	10,310.7	1,887.4	1,416.2
<b>Total liabilities</b>		20,427.4	19,105.1	4,383.7	3,332.4
<b>Net assets</b>		29,945.9	29,809.7	22,128.4	21,316.6
<b>Share capital and reserves</b>					
Share capital	13	4,127.3	4,127.3	4,127.3	4,127.3
Reserves		25,852.9	25,710.5	18,001.1	17,189.3
<b>Equity attributable to shareholders of the Company</b>		29,980.2	29,837.8	22,128.4	21,316.6
Non-controlling interests		(34.3)	(28.1)	-	-
<b>Total equity</b>		29,945.9	29,809.7	22,128.4	21,316.6

**STATEMENTS OF CHANGES IN EQUITY***For the first quarter ended 30 June 2019*

Group - 2019 (Unaudited)	Attributable to shareholders of the Company									Non- controlling Interests S\$ Mil	Total Equity S\$ Mil
	Share Capital S\$ Mil	Treasury Shares <sup>(1)</sup> S\$ Mil	Capital Reserve S\$ Mil	Currency			Retained Earnings S\$ Mil	Other Reserves <sup>(3)</sup> S\$ Mil	Total S\$ Mil		
				Translation Reserve <sup>(2)</sup> S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil					
Balance as at 1 April 2019, previously reported	4,127.3	(31.7)	(76.3)	(1,767.5)	0.3	(10.3)	27,513.0	83.0	29,837.8	(28.1)	29,809.7
Effects of adoption of SFRS(I) 16	-	-	-	-	-	-	(215.5)	-	(215.5)	-	(215.5)
Balance as at 1 April 2019, restated	4,127.3	(31.7)	(76.3)	(1,767.5)	0.3	(10.3)	27,297.5	83.0	29,622.3	(28.1)	29,594.2
Changes in equity for the quarter											
Performance shares purchased by the Company	-	(1.4)	-	-	-	-	-	-	(1.4)	-	(1.4)
Performance shares purchased by Trust <sup>(5)</sup>	-	(1.3)	-	-	-	-	-	-	(1.3)	-	(1.3)
Performance shares vested	-	18.3	(18.3)	-	-	-	-	-	-	-	-
Equity-settled share based payment	-	-	10.3	-	-	-	-	-	10.3	-	10.3
Transfer of liability to equity	-	-	4.6	-	-	-	-	-	4.6	-	4.6
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	-	-	(0.1)	-	(0.1)
Performance shares purchased by Optus and vested	-	-	(5.2)	-	-	-	-	-	(5.2)	-	(5.2)
Goodwill transferred from 'Other Reserves' to 'Retained Earnings' on dilution	-	-	-	-	-	-	(61.9)	61.9	-	-	-
Reclassification due to disposal of FVOCI investments	-	-	-	-	-	(7.7)	7.7	-	-	-	-
	-	15.6	(8.7)	-	-	(7.7)	(54.2)	61.9	6.9	-	6.9
Total comprehensive income/ (loss) for the quarter	-	-	-	97.6	9.9	(138.3)	541.1	(159.3)	351.0	(6.2)	344.8
<b>Balance as at 30 June 2019</b>	<b>4,127.3</b>	<b>(16.1)</b>	<b>(85.0)</b>	<b>(1,669.9)</b>	<b>10.2</b>	<b>(156.3)</b>	<b>27,784.4</b>	<b>(14.4)</b>	<b>29,980.2</b>	<b>(34.3)</b>	<b>29,945.9</b>

## SINGAPORE TELECOMMUNICATIONS LIMITED AND SUBSIDIARY COMPANIES

## STATEMENTS OF CHANGES IN EQUITY

For the first quarter ended 30 June 2019

Group - 2018 (Unaudited)	Attributable to shareholders of the Company									Non- controlling Interests S\$ Mil	Other Reserve <sup>(4)</sup> S\$ Mil	Total Equity S\$ Mil
	Share Capital S\$ Mil	Treasury Shares <sup>(1)</sup> S\$ Mil	Capital Reserve S\$ Mil	Currency Translation Reserve <sup>(2)</sup> S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Other Reserves <sup>(3)</sup> S\$ Mil	Total S\$ Mil			
Balance as at 1 April 2018	4,127.3	(32.7)	(96.2)	(1,283.7)	(54.3)	(18.9)	27,269.4	(173.8)	29,737.1	(3.2)	(22.4)	29,711.5
Changes in equity for the quarter												
Performance shares purchased by the Company	-	(0.3)	-	-	-	-	-	-	(0.3)	-	-	(0.3)
Performance shares purchased by Trust <sup>(5)</sup>	-	(1.1)	-	-	-	-	-	-	(1.1)	-	-	(1.1)
Performance shares vested	-	14.6	(14.6)	-	-	-	-	-	-	-	-	-
Equity-settled share based payment	-	-	11.6	-	-	-	-	-	11.6	(0.3)	-	11.3
Transfer of liability to equity	-	-	2.5	-	-	-	-	-	2.5	-	-	2.5
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	-	-	(0.1)	-	-	(0.1)
Performance shares purchased by Optus and vested	-	-	(5.2)	-	-	-	-	-	(5.2)	-	-	(5.2)
Acquisition of non-controlling interests <sup>(4)</sup>	-	-	-	-	-	-	-	(27.0)	(27.0)	4.6	22.4	-
Reclassification due to disposal of FVOCI investments	-	-	-	-	-	(0.3)	0.3	-	-	-	-	-
	-	13.2	(5.8)	-	-	(0.3)	0.3	(27.0)	(19.6)	4.3	22.4	7.1
Total comprehensive (loss)/ income for the quarter	-	-	-	(132.3)	25.9	13.0	831.5	(4.1)	734.0	(6.1)	-	727.9
Balance as at 30 June 2018	4,127.3	(19.5)	(102.0)	(1,416.0)	(28.4)	(6.2)	28,101.2	(204.9)	30,451.5	(5.0)	-	30,446.5

## SINGAPORE TELECOMMUNICATIONS LIMITED AND SUBSIDIARY COMPANIES

**STATEMENTS OF CHANGES IN EQUITY***For the first quarter ended 30 June 2019*

<b>Company - 2019 (Unaudited)</b>	<b>Share Capital S\$ Mil</b>	<b>Treasury Shares <sup>(1)</sup> S\$ Mil</b>	<b>Capital Reserve S\$ Mil</b>	<b>Hedging Reserve S\$ Mil</b>	<b>Fair Value Reserve S\$ Mil</b>	<b>Retained Earnings S\$ Mil</b>	<b>Total Equity S\$ Mil</b>
Balance as at 1 April 2019, previously reported	4,127.3	(1.1)	45.2	24.2	2.0	17,119.0	21,316.6
Effects of adoption of SFRS(I) 16	-	-	-	-	-	(73.2)	(73.2)
Balance as at 1 April 2019, restated	4,127.3	(1.1)	45.2	24.2	2.0	17,045.8	21,243.4
Changes in equity for the quarter							
Performance shares purchased by the Company	-	(0.2)	-	-	-	-	(0.2)
Performance shares vested	-	1.3	(1.3)	-	-	-	-
Equity-settled share based payment	-	-	4.7	-	-	-	4.7
Transfer of liability to equity	-	-	4.6	-	-	-	4.6
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	(0.1)
	-	1.1	7.9	-	-	-	9.0
Total comprehensive income for the quarter	-	-	-	3.7	-	872.3	876.0
<b>Balance as at 30 June 2019</b>	<b>4,127.3</b>	<b>-</b>	<b>53.1</b>	<b>27.9</b>	<b>2.0</b>	<b>17,918.1</b>	<b>22,128.4</b>



## SINGAPORE TELECOMMUNICATIONS LIMITED AND SUBSIDIARY COMPANIES

**STATEMENTS OF CHANGES IN EQUITY***For the first quarter ended 30 June 2019*

Company - 2018 (Unaudited)	Share Capital S\$ Mil	Treasury Shares <sup>(1)</sup> S\$ Mil	Capital Reserve S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Total Equity S\$ Mil
Balance as at 1 April 2018	4,127.3	(1.0)	39.4	4.0	2.2	17,112.2	21,284.1
Changes in equity for the quarter							
Performance shares purchased by the Company	-	(0.3)	-	-	-	-	(0.3)
Performance shares vested	-	1.0	(1.0)	-	-	-	-
Equity-settled share based payment	-	-	5.4	-	-	-	5.4
Transfer of liability to equity	-	-	2.5	-	-	-	2.5
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	(0.1)
	-	0.7	6.8	-	-	-	7.5
Total comprehensive income for the quarter	-	-	-	16.5	0.2	293.3	310.0
<b>Balance as at 30 June 2018</b>	<b>4,127.3</b>	<b>(0.3)</b>	<b>46.2</b>	<b>20.5</b>	<b>2.4</b>	<b>17,405.5</b>	<b>21,601.6</b>

**Notes:**

- (1) 'Treasury Shares' are accounted for in accordance with SFRS(I) 1-32, *Financial Instruments: Presentation*.
- (2) 'Currency Translation Reserve' relates mainly to the translation of the net assets of foreign subsidiaries, associates and joint ventures of the Group denominated mainly in Australian Dollar, Indian Rupee, Indonesian Rupiah, Philippine Peso, Thai Baht and United States Dollar.
- (3) 'Other Reserves' relate mainly to goodwill on acquisitions completed prior to 1 April 2001 and the share of other comprehensive income or loss of the associates and joint ventures.
- (4) This amount was a reserve for an obligation which arose from a put option written with the non-controlling shareholder of Trustwave Holdings, Inc. ("**Trustwave**"). In May 2018, the put option was exercised for the acquisition of the remaining 2% equity interest in Trustwave.
- (5) DBS Trustee Limited (the "**Trust**") is the trustee of a trust established to administer the performance share plans.

**CONSOLIDATED STATEMENT OF CASH FLOWS***For the first quarter ended 30 June 2019*

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
<b>Cash Flows from Operating Activities</b>		
Profit before tax	722.2	1,060.2
<b>Adjustments for</b>		
Depreciation and amortisation	644.3	553.7
Exceptional items	(92.5)	(105.5)
Interest and investment income (net)	(65.2)	(22.0)
Finance costs	116.1	92.2
Share of results of associates and joint ventures (post-tax)	(163.4)	(400.7)
Other non-cash items	15.4	4.3
	<u>454.7</u>	<u>122.0</u>
<b>Operating cash flow before working capital changes</b>	<b>1,176.9</b>	<b>1,182.2</b>
<b>Changes in operating assets and liabilities</b>		
Trade and other receivables	143.8	(101.7)
Trade and other payables	(403.1)	(152.2)
Inventories	7.0	(5.6)
	<u>924.6</u>	<u>922.7</u>
<b>Cash generated from operations</b>	<b>924.6</b>	<b>922.7</b>
Payment to employees in cash under performance share plans	(0.3)	(0.1)
Dividends received from associates and joint ventures	1,008.8	1,182.1
Income tax and withholding tax paid	(182.6)	(173.5)
	<u>1,750.5</u>	<u>1,931.2</u>
<b>Net cash from operating activities</b>	<b>1,750.5</b>	<b>1,931.2</b>
<b>Cash Flows from Investing Activities</b>		
Payment for purchase of property, plant and equipment	(527.6)	(465.1)
Purchase of intangible assets	(60.0)	(55.3)
Investment in FVOCI investments	(6.3)	(8.9)
Investment in a joint venture (Note 1)	(735.0)	-
Proceeds from sale of FVOCI investments	13.9	2.8
Deferred proceeds from disposal of an associate	2.1	4.0
Proceeds from sale of property, plant and equipment	0.1	118.2
Interest received	1.9	1.4
Investment income received from FVOCI investments	54.9	0.1
Payment for acquisition of non-controlling interests	-	(16.1)
	<u>(1,256.0)</u>	<u>(418.9)</u>
<b>Net cash used in investing activities</b>	<b>(1,256.0)</b>	<b>(418.9)</b>

**CONSOLIDATED STATEMENT OF CASH FLOWS***For the first quarter ended 30 June 2019*

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from term loans	881.3	727.4
Repayment of term loans	(1,850.4)	(1,935.6)
Proceeds from bond issue	772.8	-
Repayment of bonds	-	(103.5)
Increase in finance lease liabilities	-	0.5
Lease payments	(111.7)	(8.6)
Net repayment of borrowings	(308.0)	(1,319.8)
Net interest paid on borrowings and swaps	(110.7)	(96.2)
Settlement of swap for bonds repaid	-	3.1
Purchase of performance shares	(7.9)	(6.9)
<b>Net cash used in financing activities</b>	<b>(426.6)</b>	<b>(1,419.8)</b>
Net change in cash and cash equivalents	67.9	92.5
Exchange effects on cash and cash equivalents	(1.8)	7.2
Cash and cash equivalents at beginning of period	512.7	524.9
<b>Cash and cash equivalents at end of period</b>	<b>578.8</b>	<b>624.6</b>

**Note (1): Payment for investment in a joint venture**

In the quarter, Singtel paid S\$735 million for subscription to Airtel's rights issue based on its rights entitlement for its direct stake of 15%.

**Note (2):** For the purposes of the consolidated cash flow statements, cash and cash equivalents comprise:

<b>Group (Unaudited)</b>	<b>As at 30 Jun</b>	
	<b>2019 S\$ Mil</b>	<b>2018 S\$ Mil</b>
Fixed deposits	234.6	234.0
Cash and bank balances	344.2	390.6
	<b>578.8</b>	<b>624.6</b>

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***1. BASIS OF PREPARATION**

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current quarter as the most recent audited financial statements for the year ended, and as at, 31 March 2019, except for the mandatory adoption of new standards effective as of 1 April 2019. The adoption of the new standards has no significant impact on the financial statements, except for the changes as described below.

**Singapore Financial Reporting Standards (International) ("SFRS(I)") 16, Leases**

SFRS(I) 16 superceded SFRS(I) 1-17, *Leases* and the related interpretations. The standard introduces a single lease accounting model for lessees. A lessee recognises a right-of-use asset representing its rights to use the underlying asset and a lease liability representing its obligation to make lease payments in the statement of financial position. Lease liability is part of debt. Depreciation charges on the right-of-use assets and interest expense on the lease liability are recorded in the income statement. Lease payments are classified as financing cash flows in the statement of cash flows. Lessor accounting remains largely similar to the previous accounting standard. Sub-leases, however, are assessed based on the terms in the head lease and not on the characteristics of the underlying asset under SFRS(I) 16.

The Group has applied SFRS(I) 16 using the modified retrospective approach where the cumulative effects of initial application are recognised in the opening statement of financial position as at 1 April 2019, with no restatement of comparative information. The Group has elected to account for short term leases and leases of low-value assets as operating expenses on straight line basis.

As at 1 April 2019, right-of-use assets and lease liabilities recorded under SFRS(I) 16 were S\$2.23 billion and S\$2.39 billion respectively.

**2. OPERATING EXPENSES**

The income statement included the following items -

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Impairment of trade receivables	<b>42.9</b>	38.4
Allowance for inventory obsolescence (net)	<b>0.9</b>	0.2

**3. OTHER INCOME**

Other income included the following items -

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Rental income	<b>0.9</b>	0.8
Net exchange gains/ (losses)	<b>0.8</b>	(0.5)
Net (losses)/ gains on disposal of property, plant and equipment	<b>(0.4)</b>	7.5

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***4. DEPRECIATION AND AMORTISATION**

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Depreciation of property, plant and equipment	466.7	477.2
Depreciation of right-of-use assets	93.8	-
Amortisation of intangibles	83.8	76.5
	<b>644.3</b>	<b>553.7</b>

**5. EXCEPTIONAL ITEMS**

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
<b>Exceptional gain</b>		
Gain on disposal of property	5.3	105.5
Gain on dilution of interest in a joint venture	87.2	-
	<b>92.5</b>	<b>105.5</b>
<b>Exceptional loss</b>		
Staff restructuring costs	(22.2)	(29.0)
	<b>70.3</b>	<b>76.5</b>

**6. SHARE OF RESULTS OF ASSOCIATES AND JOINT VENTURES**

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Share of ordinary results	358.9	416.0
Share of tax of ordinary results	(86.3)	(84.0)
Share of exceptional items (post-tax) <sup>(1)</sup>	(109.2)	68.7
	<b>163.4</b>	<b>400.7</b>

**Note:**

(1) Comprise share of exceptional items from Airtel.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***7. INTEREST AND INVESTMENT INCOME (NET)**

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Interest income from		
- bank deposits	1.9	1.6
- others	0.3	0.2
	2.2	1.8
Dividends from joint ventures	10.8	13.0
Gross dividends and income from FVOCI investments	55.1	0.2
Fair value (losses)/ gains on fair value hedges		
- hedged items	(58.5)	(17.0)
- hedging instruments	54.8	16.9
	(3.7)	(0.1)
Fair value (losses)/ gains on cash flow hedges		
- hedged items	(29.9)	(92.7)
- hedging instruments	29.9	92.7
	-	-
Other fair value gains	0.6	1.0
Other foreign exchange gains	0.2	6.1
	<u>65.2</u>	<u>22.0</u>

**8. FINANCE COSTS**

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Interest expense on		
- bonds	73.8	74.1
- bank loans	16.2	11.1
- finance leases	20.9	1.9
	110.9	87.1
Financing related costs	3.8	4.1
Effects of hedging using interest rate swaps	1.4	1.0
	<u>116.1</u>	<u>92.2</u>

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***9. TAX EXPENSE**

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Current and deferred tax expense attributable to current period's profits	<b>97.3</b>	132.6
Current and deferred tax adjustments in respect of prior years	*	(0.6)
Withholding and dividend distribution taxes on dividend income from associates and joint ventures	<b>90.1</b>	102.0
	<b>187.4</b>	234.0

*"\*" Denotes less than S\$50,000***10. WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES**

<b>Group (Unaudited)</b>	<b>30 Jun 19 '000</b>	<b>30 Jun 18 '000</b>
Weighted average number of ordinary shares in issue for calculation of basic earnings per share	<b>16,320,910</b>	16,321,470
Adjustment for dilutive effect of performance share plans	<b>22,205</b>	27,729
Weighted average number of ordinary shares for calculation of diluted earnings per share	<b>16,343,115</b>	16,349,199

The weighted average number of ordinary shares in issue has been adjusted to exclude the number of performance shares held by the Trust and the Company.

**11. FAIR VALUE MEASUREMENTS**

The Group classifies financial assets and liabilities measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels -

- quoted prices (unadjusted) in active markets for identical assets or liabilities (**Level 1**);
- inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (**Level 2**); and
- inputs for the asset or liability which are not based on observable market data (unobservable inputs) (**Level 3**).

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***11. FAIR VALUE MEASUREMENTS (Continued)**

The following table presents the assets and liabilities measured at fair value as at 30 June 2019:

<b>Group - 30 Jun 19 (Unaudited)</b>	<b>Level 1 S\$ Mil</b>	<b>Level 2 S\$ Mil</b>	<b>Level 3 S\$ Mil</b>	<b>Total S\$ Mil</b>
<b>Financial assets</b>				
FVOCI investments				
- Quoted investments	210.2	-	-	<b>210.2</b>
- Unquoted investments	-	-	290.7	<b>290.7</b>
	210.2	-	290.7	<b>500.9</b>
Derivative financial instruments	-	496.3	-	<b>496.3</b>
	210.2	496.3	290.7	<b>997.2</b>
<b>Financial liabilities</b>				
Derivative financial instruments	-	142.4	-	<b>142.4</b>

<b>Group - 31 Mar 19 (Audited)</b>	<b>Level 1 S\$ Mil</b>	<b>Level 2 S\$ Mil</b>	<b>Level 3 S\$ Mil</b>	<b>Total S\$ Mil</b>
<b>Financial assets</b>				
FVOCI investments				
- Quoted investments	21.9	-	-	21.9
- Unquoted investments	-	-	625.0	625.0
	21.9	-	625.0	646.9
Derivative financial instruments	-	438.7	-	438.7
	21.9	438.7	625.0	1,085.6
<b>Financial liabilities</b>				
Derivative financial instruments	-	158.7	-	158.7

<b>Company - 30 Jun 19 (Unaudited)</b>	<b>Level 1 S\$ Mil</b>	<b>Level 2 S\$ Mil</b>	<b>Level 3 S\$ Mil</b>	<b>Total S\$ Mil</b>
<b>Financial assets</b>				
FVOCI investments				
- Quoted investments	5.3	-	-	<b>5.3</b>
Derivative financial instruments	-	19.2	-	<b>19.2</b>
	5.3	19.2	-	<b>24.5</b>
<b>Financial liabilities</b>				
Derivative financial instruments	-	56.2	-	<b>56.2</b>



**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***11. FAIR VALUE MEASUREMENTS (Continued)**

<b>Company - 31 Mar 19 (Audited)</b>	<b>Level 1 S\$ Mil</b>	<b>Level 2 S\$ Mil</b>	<b>Level 3 S\$ Mil</b>	<b>Total S\$ Mil</b>
<b>Financial assets</b>				
FVOCI investments				
- Quoted investments	5.3	-	-	5.3
Derivative financial instruments	-	126.6	-	126.6
	5.3	126.6	-	131.9
<b>Financial liabilities</b>				
Derivative financial instruments	-	192.3	-	192.3

The following table presents the liabilities not measured at fair value (but with fair value disclosed) as at 30 June 2019:

30 Jun 19 (Unaudited)	Carrying Value S\$ Mil	Fair value			Total S\$ Mil
		Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	
Financial liabilities					
Group					
Bonds	8,760.1	7,090.8	2,016.9	-	9,107.7
Company					
Bonds	811.9	963.0	-	-	963.0

31 Mar 19 (Audited)	Carrying Value S\$ Mil	Fair value			Total S\$ Mil
		Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	
Financial liabilities					
Group					
Bonds	7,946.0	6,235.4	2,013.0	-	8,248.4
Company					
Bonds	786.5	936.4	-	-	936.4

Except as disclosed in the above tables, the carrying values of other financial assets and financial liabilities approximate their fair values.

**Quoted and unquoted investments**

The fair values of investments traded in active markets included within Level 1 were based on the market quoted price or the price quoted by the market maker at the close of business at the end of the reporting period.

The fair values of the unquoted FVOCI investments included within Level 3 were estimated primarily using recent arm's length transactions.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***11. FAIR VALUE MEASUREMENTS (Continued)****Derivatives**

Derivatives comprise cross currency swaps, interest rate swaps and forward foreign exchange contracts which are included within Level 2.

The fair value of a cross currency or an interest rate swap is the estimated amount that the swap contract can be exchanged for or settled with under normal market conditions. This fair value can be estimated using the discounted cash flow method where the future cash flows of the swap contract are discounted at the prevailing market foreign exchange rates and interest rates. Market interest rates are actively quoted interest rates or interest rates computed by applying techniques to these actively quoted interest rates.

The fair value of forward foreign exchange contracts is determined using forward exchange market rates for contracts with similar maturity profiles at the end of the reporting period.

The following table presents the reconciliation for the unquoted FVOCI investments measured at fair value based on unobservable inputs (**Level 3**) -

<b>(Unaudited)</b>	<b>Group</b>	
	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
<b>FVOCI investments - unquoted</b>		
Balance as at 1 April	<b>625.0</b>	187.9
Total (losses)/ gains included in 'Fair Value Reserve'	<b>(1.3)</b>	13.0
Additions	<b>6.1</b>	8.9
Disposals	<b>(0.2)</b>	(1.6)
Transfer from Level 3	<b>(339.1)</b>	-
Translation differences	<b>0.2</b>	0.3
Balance as at 30 June	<b>290.7</b>	208.5

**12. GROUP'S BORROWINGS AND DEBT SECURITIES**

	<b>Group</b>		<b>Company</b>	
	<b>30 Jun 19 S\$ Mil (Unaudited)</b>	<b>31 Mar 19 S\$ Mil (Audited)</b>	<b>30 Jun 19 S\$ Mil (Unaudited)</b>	<b>31 Mar 19 S\$ Mil (Audited)</b>
<b>Unsecured borrowings</b>				
Repayable within one year	<b>2,701.1</b>	1,846.2	-	-
Repayable after one year	<b>7,708.2</b>	8,734.4	<b>811.9</b>	786.5
	<b>10,409.3</b>	10,580.6	<b>811.9</b>	786.5
<b>Secured borrowings</b>				
Repayable within one year	<b>366.5</b>	34.0	<b>67.6</b>	4.8
Repayable after one year	<b>1,990.6</b>	49.5	<b>613.8</b>	7.7
	<b>2,357.1</b>	83.5	<b>681.4</b>	12.5
	<b>12,766.4</b>	10,664.1	<b>1,493.3</b>	799.0

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***12. GROUP'S BORROWINGS AND DEBT SECURITIES (Continued)**

Unsecured borrowings of the Group comprise bonds and bank loans. The unsecured borrowings of the Company comprise bonds.

Secured borrowings of the Group and the Company comprise lease liabilities secured over right-of-use assets.

**13. SHARE CAPITAL AND OTHER EQUITY INFORMATION****Share Capital**

Group and Company (Unaudited)	30 Jun 19	
	Number of shares Mil	Share capital S\$ Mil
Balance as at beginning and end of period	<b>16,329.1</b>	<b>4,127.3</b>

As at 30 June 2019, the issued and paid up capital excluding treasury shares comprised 16,325.1 million (31 March 2019: 16,320.5 million) ordinary shares.

**Treasury Shares**

Group (Unaudited)	Number of shares	
	30 Jun 19	30 Jun 18
Balance at beginning of period	<b>8,601,289</b>	7,897,536
Shares transferred to employees under the Singtel Performance Share Plan 2012	<b>(5,476,948)</b>	(4,165,431)
Purchase of treasury shares	<b>846,403</b>	752,473
Balance at end of period	<b>3,970,744</b>	4,484,578

As at 30 June 2019, the number of treasury shares represented 0.02% (30 June 2018: 0.03%) of the total number of issued shares.

During the current quarter, 5,476,948 (30 June 2018: 4,165,431) treasury shares were transferred to employees upon vesting of shares released under the Singtel Performance Share Plan 2012 and 846,403 (30 June 2018: 752,473) treasury shares were purchased.

Except for the transfers, there was no other sale, disposal, cancellation and/or other use of treasury shares for the quarter ended 30 June 2019.

The Company's subsidiaries do not hold shares in the Company as at 30 June 2019 and 30 June 2018.

**Performance Shares**

As at 30 June 2019, the number of outstanding performance shares granted under the Singtel Performance Share Plan 2012 was 37,176,695 (30 June 2018: 38,592,372).

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***14. NET ASSET VALUE**

	<b>Group</b>		<b>Company</b>	
	<b>As at 30 Jun 19 S\$ (Unaudited)</b>	<b>As at 31 Mar 19 S\$ (Audited)</b>	<b>As at 30 Jun 19 S\$ (Unaudited)</b>	<b>As at 31 Mar 19 S\$ (Audited)</b>
<b>Net asset value per ordinary share</b>	<b>1.84</b>	<b>1.83</b>	<b>1.36</b>	<b>1.31</b>

As at the end of the reporting period, the number of ordinary shares of the Group used for the above calculation had been adjusted to exclude treasury shares.

**15. CONTINGENT LIABILITIES OF SINGTEL AND ITS SUBSIDIARIES****(a) Guarantees**

As at 30 June 2019,

- (i) The Group and Company provided bankers' and other guarantees, and insurance bonds of S\$585.5 million and S\$267.9 million (31 March 2019: S\$592.4 million and S\$109.1 million) respectively.
- (ii) The Company provided guarantees for loans of S\$1.03 billion (31 March 2019: S\$1.24 billion) drawn down under various loan facilities entered into by Singtel Group Treasury Pte. Ltd. ("**SGT**"), a wholly owned subsidiary, with maturities between December 2019 and September 2021.
- (ii) The Company provided guarantees for SGT's notes issue of an aggregate equivalent amount of S\$3.95 billion (31 March 2019: S\$3.95 billion) due between April 2020 and August 2028.

- (b) In 2016 and 2017, Singapore Telecom Australia Investments Pty Limited ("**STAI**") received amended assessments from the Australian Taxation Office ("**ATO**") in connection with the acquisition financing of Optus. The assessments comprised primary tax of A\$268 million, interest of A\$58 million and penalties of A\$67 million. STAI's holding company, Singtel Australia Investment Ltd, would be entitled to refund of withholding tax estimated at A\$89 million. STAI has objected to the amended assessments. In accordance with the ATO administrative practice, STAI paid a minimum amount of 50% of the assessed primary tax on 21 November 2016. This payment continued to be recognised as a receivable as at 30 June 2019.

In December 2018, Singtel Group received additional assessments amounting to S\$120 million from the Inland Revenue Authority of Singapore for reduction in group relief claims in Year of Assessment 2014. Singtel has objected to the additional assessments. The final payment due date has not been indicated by the Inland Revenue Authority of Singapore.

The Group has received advice from external experts in relation to the above matters and will vigorously defend its position. Accordingly, no provision has been made as at 30 June 2019.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***15. CONTINGENT LIABILITIES OF SINGTEL AND ITS SUBSIDIARIES (Continued)**

- (c) The Group is contingently liable for claims arising in the ordinary course of business and from certain tax assessments which are being contested, the outcome of which are not presently determinable. The Group is vigorously defending all these claims.

**16. CONTINGENT LIABILITIES OF ASSOCIATES AND JOINT VENTURES****(a) Bharti Airtel Limited (“Airtel”)**

Airtel, a joint venture of the Group, has disputes with various government authorities in the respective jurisdictions where its operations are based, as well as with third parties regarding certain transactions entered into in the ordinary course of business.

On 8 January 2013, the local regulator, Department of Telecommunications (“DOT”) issued a demand on Airtel Group for Rs. 52.01 billion (\$1.02 billion) towards levy of one time spectrum charge, which was further revised on 27 June 2018 to Rs. 84.14 billion (\$1.65 billion). On 4 July 2019, the Telecom Disputes Settlement and Appellate Tribunal in the similar matter of another unrelated telecom service provider, has passed an order providing partial relief and confirming the basis for the balance. Airtel, based on independent legal opinions, till date has not given any effect to the above demand.

In the opinion of Airtel, inter-alia, the above demand amounts to alteration of the terms of the licenses issued in the past. Airtel believes, based on independent legal opinion and its evaluation, that it is not probable that any material part of the claim will be awarded against Airtel and therefore, pending outcome of this matter, no provision has been recognised.

As at 30 June 2019, other taxes, custom duties and demands under adjudication, appeal or disputes amounted to approximately Rs. 192 billion (\$3.76 billion). In respect of some of the tax issues, pending final decisions, Airtel had deposited amounts with statutory authorities.

**(b) Advanced Info Service Public Company Limited (“AIS”)**

AIS, a joint venture of the Group, has various commercial disputes and significant litigations which are pending adjudication.

CAT Telecom Public Company Limited (“CAT”) has demanded that AIS’ subsidiary, Digital Phone Company Limited (“DPC”) pay additional revenue share of THB 3.4 billion (\$150 million) arising from the abolishment of excise tax, as well as to transfer the telecommunications systems which would have been supplied under the Concession Agreement between CAT and DPC of THB 13.4 billion (\$592 million) or to pay the same amount plus interest.

TOT Public Company Limited (“TOT”) has demanded that AIS pay the following:

- (a) additional revenue share of THB 62.8 billion (\$2.77 billion) arising from what TOT claims to be an illegality of two amendments made to the Concession Agreement, namely, Amendment 6 (regarding reduction in prepaid revenue share rate) made in 2001 and Amendment 7 (regarding deduction of roaming expense from revenue share) made in 2002, which have resulted in lower revenue share.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***16. CONTINGENT LIABILITIES OF ASSOCIATES AND JOINT VENTURES (Continued)**

- (b) additional charges for porting of subscribers from 900MHz to 2100MHz network of THB 41.1 billion (S\$1.81 billion) plus interest.
- (c) additional revenue share of THB27.8 billion (S\$1.22 billion) plus interest based on gross interconnection income from 2007 to 2012.
- (d) additional revenue share from disputes on roaming rates from 2013 to 2015 of THB16.3 billion (S\$717 million).

As at 30 June 2019, other claims against AIS and its subsidiaries which are pending adjudication amounted to THB 22.7 billion (S\$1.00 billion)

AIS believes that the above claims will be settled in favour of AIS and will have no material impact to its financial statements.

**(c) Intouch Holdings Public Company Limited (“Intouch”)**

In October 2017, Intouch Holdings Public Company Limited (“**Intouch**”) and its subsidiary, Thaicom Public Company Limited (“**Thaicom**”) received letters from the Ministry of Digital Economy and Society (the “**Ministry**”) stating that Thaicom 7 and Thaicom 8 satellites (the “**Satellites**”) are governed under the terms of a 1991 satellite operating agreement between Intouch and the Ministry which entails the transfer of asset ownership, procurement of backup satellites, payment of revenue share, and procurement of property insurance. Intouch and Thaicom have obtained legal advice and are of the opinion that the Satellites are not covered under the Agreement but instead under the licence from the National Broadcasting and Telecommunications Commission. This case is pending arbitration.

**(d) Globe Telecom, Inc. (“Globe”)**

Globe, a joint venture of the Group, is contingently liable for various claims arising in the ordinary conduct of business and certain tax assessments which are either pending decision by the Courts or are being contested, the outcome of which are not presently determinable. In the opinion of Globe’s management and legal counsel, the eventual liability under these claims, if any, will not have a material or adverse effect on Globe’s financial position and results of operations.

In June 2016, the Philippine Competition Commission (“**PCC**”) claimed that the Joint Notice of Acquisition filed by Globe, PLDT and San Miguel Corporation (“**SMC**”) on the acquisition of SMC’s telecommunications business was deficient and cannot be claimed to be deemed approved. In July 2016, Globe filed a petition with the Court of Appeals of the Philippines (“**CA**”) to stop the PCC from reviewing the acquisition. In October 2017, the CA ruled in favour of Globe and PLDT, and declared the acquisition as valid and deemed approved. PCC subsequently elevated the case to the Supreme Court to review the CA’s rulings.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***16. CONTINGENT LIABILITIES OF ASSOCIATES AND JOINT VENTURES (Continued)****(e) PT Telekomunikasi Selular (“Telkomsel”)**

As at 30 June 2019, Telkomsel, a joint venture of the Group, has filed appeals and cross-appeals amounting to approximately IDR 71 billion (S\$7 million) for various tax claims arising in certain tax assessments which are pending final decisions, the outcome of which is not presently determinable.

**17. DIVIDENDS**

No dividends have been recommended in the current quarter ended 30 June 2019. No dividends were recommended or declared for the same period last year.

**18. GROUP SEGMENT INFORMATION**

Segment information is presented based on the information reviewed by senior management for performance measurement and resource allocation.

The Group is organised by three business segments, Group Consumer, Group Enterprise and Group Digital Life.

Group Consumer comprises the consumer businesses across Singapore and Australia, as well as the Group's investments, mainly AIS and Intouch (which has an equity interest of 40.5% in AIS) in Thailand, Airtel in India, Africa and Sri Lanka, Globe in the Philippines, and Telkomsel in Indonesia. It focuses on driving greater value and performance from the core carriage business including mobile, pay TV, fixed broadband and voice, as well as equipment sales.

Group Enterprise comprises the business groups across Singapore, Australia, United States of America, Europe and the region, and focuses on growing the Group's position in the enterprise markets. Key services include mobile, equipment sales, fixed voice and data, managed services, cloud computing, cyber security, IT services and professional consulting.

Group Digital Life (“**GDL**”) focuses on using the latest Internet technologies and assets of the Group's operating companies to develop new revenue and growth engines by entering into adjacent businesses where it has a competitive advantage. It focuses on three key businesses in digital life – digital marketing, regional premium over-the-top video and advanced analytics and intelligence capabilities, in addition to strengthening its role as Singtel's digital innovation engine through Innov8.

Corporate comprises the costs of Group functions not allocated to the business segments.

The measurement of segment results which is before exceptional items, is in line with the basis of information presented to management for internal management reporting purposes.

The costs of shared and common infrastructure are allocated to the business segments using established methodologies.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***18. GROUP SEGMENT INFORMATION (Continued)**

<b>Group - 30 Jun 19 (Unaudited)</b>	<b>Group Consumer S\$ Mil</b>	<b>Group Enterprise S\$ Mil</b>	<b>Group Digital Life S\$ Mil</b>	<b>Corporate S\$ Mil</b>	<b>Group Total S\$ Mil</b>
<b>Operating revenue</b>	2,369.4	1,442.2	301.3	-	<b>4,112.9</b>
Operating expenses	(1,603.4)	(1,041.1)	(313.0)	(20.9)	<b>(2,978.4)</b>
Other income	32.7	16.1	0.1	0.3	<b>49.2</b>
<b>Earnings before interest, tax, depreciation and amortisation ("EBITDA")</b>	<b>798.7</b>	<b>417.2</b>	<b>(11.6)</b>	<b>(20.6)</b>	<b>1,183.7</b>
Share of pre-tax results of associates and joint ventures					
- Airtel	(162.2)	-	-	-	<b>(162.2)</b>
- Telkomsel	279.9	-	-	-	<b>279.9</b>
- Globe	97.9	-	-	-	<b>97.9</b>
- AIS	93.6	-	-	-	<b>93.6</b>
- Intouch	26.2	-	-	-	<b>26.2</b>
- Others	0.1	-	-	23.4	<b>23.5</b>
	<b>335.5</b>	<b>-</b>	<b>-</b>	<b>23.4</b>	<b>358.9</b>
<b>EBITDA and share of pre-tax results of associates and joint ventures</b>	<b>1,134.2</b>	<b>417.2</b>	<b>(11.6)</b>	<b>2.8</b>	<b>1,542.6</b>
Depreciation and amortisation	(458.8)	(164.1)	(20.2)	(1.2)	<b>(644.3)</b>
<b>Earnings before interest and tax ("EBIT")</b>	<b>675.4</b>	<b>253.1</b>	<b>(31.8)</b>	<b>1.6</b>	<b>898.3</b>
<b>Segment assets</b>					
Investment in associates and joint ventures					
- Airtel	7,789.9	-	-	-	<b>7,789.9</b>
- Telkomsel	2,717.7	-	-	-	<b>2,717.7</b>
- Globe	1,227.4	-	-	-	<b>1,227.4</b>
- AIS	972.0	-	-	-	<b>972.0</b>
- Intouch	1,744.0	-	-	-	<b>1,744.0</b>
- Others	23.7	-	-	410.6	<b>434.3</b>
	<b>14,474.7</b>	<b>-</b>	<b>-</b>	<b>410.6</b>	<b>14,885.3</b>
Goodwill on acquisition of subsidiaries	9,189.2	1,207.6	1,134.9	-	<b>11,531.7</b>
Other assets	14,720.7	5,996.0	997.0	2,242.6	<b>23,956.3</b>
	<b>38,384.6</b>	<b>7,203.6</b>	<b>2,131.9</b>	<b>2,653.2</b>	<b>50,373.3</b>



**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***18. GROUP SEGMENT INFORMATION (Continued)**

<b>Group - 30 Jun 18 (Unaudited)</b>	<b>Group Consumer S\$ Mil</b>	<b>Group Enterprise S\$ Mil</b>	<b>Group Digital Life S\$ Mil</b>	<b>Corporate S\$ Mil</b>	<b>Group Total S\$ Mil</b>
<b>Operating revenue</b>	2,356.1	1,519.1	258.6	-	<b>4,133.8</b>
Operating expenses	(1,602.2)	(1,094.6)	(283.0)	(12.3)	<b>(2,992.1)</b>
Other income/ (expenses)	40.4	24.2	1.0	(0.4)	<b>65.2</b>
<b>EBITDA</b>	<b>794.3</b>	<b>448.7</b>	<b>(23.4)</b>	<b>(12.7)</b>	<b>1,206.9</b>
Share of pre-tax results of associates and joint ventures					
- Airtel	(63.1)	-	-	-	<b>(63.1)</b>
- Telkomsel	237.4	-	-	-	<b>237.4</b>
- Globe	94.5	-	-	-	<b>94.5</b>
- AIS	93.6	-	-	-	<b>93.6</b>
- Intouch	28.2	-	-	-	<b>28.2</b>
- Others	0.1	-	-	25.3	<b>25.4</b>
	<b>390.7</b>	<b>-</b>	<b>-</b>	<b>25.3</b>	<b>416.0</b>
<b>EBITDA and share of pre-tax results of associates and joint ventures</b>	<b>1,185.0</b>	<b>448.7</b>	<b>(23.4)</b>	<b>12.6</b>	<b>1,622.9</b>
Depreciation and amortisation	(390.3)	(149.9)	(12.9)	(0.6)	<b>(553.7)</b>
<b>EBIT</b>	<b>794.7</b>	<b>298.8</b>	<b>(36.3)</b>	<b>12.0</b>	<b>1,069.2</b>

<b>Group - 31 Mar 19 (Audited)</b>	<b>Group Consumer S\$ Mil</b>	<b>Group Enterprise S\$ Mil</b>	<b>Group Digital Life S\$ Mil</b>	<b>Corporate S\$ Mil</b>	<b>Group Total S\$ Mil</b>
<b>Segment assets</b>					
Investment in associates and joint ventures					
- Airtel	7,420.4	-	-	-	<b>7,420.4</b>
- Telkomsel	3,313.0	-	-	-	<b>3,313.0</b>
- Globe	1,175.7	-	-	-	<b>1,175.7</b>
- AIS	864.0	-	-	-	<b>864.0</b>
- Intouch	1,701.6	-	-	-	<b>1,701.6</b>
- Others	24.3	-	-	419.1	<b>443.4</b>
	<b>14,499.0</b>	<b>-</b>	<b>-</b>	<b>419.1</b>	<b>14,918.1</b>
Goodwill on acquisition of subsidiaries	9,190.0	1,211.0	1,137.3	-	<b>11,538.3</b>
Other assets	13,512.4	5,705.6	949.0	2,291.4	<b>22,458.4</b>
	<b>37,201.4</b>	<b>6,916.6</b>	<b>2,086.3</b>	<b>2,710.5</b>	<b>48,914.8</b>

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS***For the first quarter ended 30 June 2019***18. GROUP SEGMENT INFORMATION (Continued)**

A reconciliation of the total reportable segments' EBIT to the Group's profit before tax was as follows -

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
<b>EBIT</b>	<b>898.3</b>	1,069.2
Exceptional items	<b>70.3</b>	76.5
Share of exceptional items of associates and joint ventures (post-tax)	<b>(109.2)</b>	68.7
Share of tax of associates and joint ventures	<b>(86.3)</b>	(84.0)
<b>Profit before interest, investment income (net) and tax</b>	<b>773.1</b>	1,130.4
Interest and investment income (net)	<b>65.2</b>	22.0
Finance costs	<b>(116.1)</b>	(92.2)
<b>Profit before tax</b>	<b>722.2</b>	1,060.2

The Group's revenue from its major products and services are as follows -

<b>Group (Unaudited)</b>	<b>30 Jun 19 S\$ Mil</b>	<b>30 Jun 18 S\$ Mil</b>
Mobile service	1,244.6	1,392.3
Sale of equipment	682.2	578.5
Handset operating lease income	49.6	16.7
Mobile	1,976.4	1,987.5
Data and Internet	859.2	827.1
Managed Services	403.3	425.9
Business Application Services	130.7	119.7
Cyber Security	120.1	113.5
Communications engineering	27.4	20.3
Infocomm Technology ("ICT")	681.5	679.4
Digital businesses	306.6	271.2
Fixed voice	193.6	246.1
Pay television	79.7	104.1
Others	15.9	18.4
<b>Operating revenue</b>	<b>4,112.9</b>	<b>4,133.8</b>

The Group's revenue is mainly derived from Singapore and Australia which respectively accounted for approximately 38% (30 June 2018: 38%) and 52% (30 June 2018: 53%) of the total revenue for the first quarter ended 30 June 2019, with the remaining 10% (30 June 2018: 9%) from the United States of America and other countries where the Group operates in. The geographical information on the Group's non-current assets is not presented as it is not used for segmental reporting purposes.

**SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS**

*For the first quarter ended 30 June 2019*

**OTHER INFORMATION**

19. The statements of financial position as at 30 June 2019 and the income statement, statement of comprehensive income, changes in equity and cash flows for the first quarter ended 30 June 2019 presented in this announcement have not been audited, but have been reviewed by KPMG LLP in Singapore in accordance with the Singapore Standard on Review Engagements 2410 – *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* (see review report on page 28 of this announcement).

20. **REVIEW OF PERFORMANCE OF THE GROUP**

Please refer to the Management Discussion and Analysis of the Group for the first quarter ended 30 June 2019.

21. **WHERE A FORECAST, OR A PROSPECT STATEMENT, HAS BEEN PREVIOUSLY DISCLOSED TO SHAREHOLDERS, ANY VARIANCE BETWEEN IT AND THE ACTUAL RESULTS.**

Please refer to the Management Discussion and Analysis of the Group for the first quarter ended 30 June 2019.

22. **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 OPERATING PERIOD AND THE NEXT 12 MONTHS.**

Please refer to the Management Discussion and Analysis of the Group for the first quarter ended 30 June 2019.

23. **INTERESTED PERSON TRANSACTIONS**

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

24. **CONFIRMATION THAT THE ISSUER HAS PROCURED UNDERTAKINGS FROM ALL ITS DIRECTORS AND EXECUTIVE OFFICERS (IN THE FORMAT SET OUT IN APPENDIX 7.7) UNDER RULE 720(1)**

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

**CONFIRMATION BY THE BOARD**

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the first quarter ended 30 June 2019 to be false or misleading.

On behalf of the Board of Directors

**Guatam Banerjee**  
Chairman of Audit Committee

**Chua Sock Koong**  
Director

Singapore  
7 August 2019



## **Independent auditors' review report**

The Board of Directors  
Singapore Telecommunications Limited

### **Report on review of interim financial information as of and for the first quarter ended 30 June 2019**

#### ***Introduction***

We have reviewed the accompanying financial statements of Singapore Telecommunications Limited ("the Company") and its Subsidiaries ("the Group"), which comprised the statements of financial position of the Group and Company as at 30 June 2019 and the related consolidated income statement, statement of comprehensive income, statement of changes in equity and statement of cash flows for the three-month period then ended and the notes, comprising a summary of significant accounting policies and other explanatory notes (the "Condensed Interim Financial Information"). Management is responsible for the preparation and presentation of this Condensed Interim Financial Information in accordance with Singapore Financial Reporting Standard (International) ("SFRS(I)") 1-34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on this Condensed Interim Financial Information based on our review.

#### ***Scope of review***

We conducted our review in accordance with Singapore Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### ***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Condensed Interim Financial Information is not prepared, in all material respects, in accordance with SFRS(I) 1-34 *Interim Financial Reporting*.

***Restriction on use***

Our report is provided in accordance with the terms of our engagement. Our work was undertaken so that we might report to you on the Condensed Interim Financial Information for the purpose of assisting the Company to meet the requirements of paragraph 3 of Appendix 7.2 of the Singapore Exchange Limited Listing Manual and for no other purpose. Our report is included in the Company's announcement of its interim financial information for the information of its members. We do not assume responsibility to anyone other than the Company for our work, for our report, or for the conclusions we have reached in our report.

A handwritten signature in dark ink that reads 'KPMG LLP'.

**KPMG LLP***Public Accountants and  
Chartered Accountants*

Singapore  
7 August 2019