ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

SINGAPORE, 2 November 2023- Pursuant to Rule 706A of the Listing Manual of the Singapore Exchange Securities Trading Limited, SIA Engineering Company Limited ("SIAEC") wishes to announce the following that occurred during the half year ended 30 September 2023:

1) Acquisition of an Associated Company

SIAEC had entered into an agreement with Pos Aviation Sdn Bhd ("PASB") to acquire a 49% stake in Pos Aviation Engineering Services Sdn Bhd ("PAES").

On 10 August 2023, the acquisition was completed for a consideration of MYR 4 million in cash. This was arrived at after arm's length negotiations on a willing-buyer, willing-seller basis, and after considering, inter alia, the net asset value and financial performance of PAES.

Following completion of the acquisition, PAES has become an associated company of SIAEC, and PASB holds the remaining 51% of the share capital of PAES. This acquisition expands SIAEC's geographical presence to 36 stations in 8 countries, enabling it to serve an even broader customer base across multiple locations in the Asia-Pacific region.

2) Acquisition of a Subsidiary Company

On 27 September 2023, we announced that SIAEC had on 26 September 2023, incorporated a wholly-owned subsidiary, Base Maintenance Malaysia Sdn. Bhd. ("BMM"), in Malaysia. BMM has been incorporated for the purpose of carrying out aircraft Maintenance, Repair and Overhaul ("MRO") and such other services and operations as may be necessary for or incidental to carrying out the aforementioned MRO services. Its issued and paid-up capital is RM100.

3) Acquisition of additional stake of an Associated Company

SIAEC had entered into a Share Purchase agreement with JAMCO Corporation for the acquisition of JAMCO Corporation's 10% shareholding in JAMCO Aero Design & Engineering Private Limited ("JADE").

JADE is a joint venture company between JAMCO Corporation (50%), SIAEC (45%) and JAMCO America, Inc. (5%). Incorporated in 2004, JADE's principal activities include the provision of total solutions in areas relating to aircraft cabin modification, configuration, retrofit and programme integration.

On 20 October 2023, the acquisition was completed for a consideration of US$915,200 in cash. This was arrived at after arm's length negotiations on a willing-buyer, willing-seller basis, and after taking into account, inter alia, the valuation determined by the valuer that was jointly appointed by the shareholders.

Following completion of the acquisition, JADE has become a subsidiary of SIAEC, with JAMCO Corporation and JAMCO America, Inc. now holding the remaining 40% and 5% of the share capital of JADE, respectively. This acquisition will play an important part in the development of SIAEC's cabin maintenance and retrofit services.

The above transactions are not expected to have a material impact on the net tangible assets per share or the earnings per share of the SIAEC Group in FY2023/2024.

None of the Directors and controlling shareholders of SIAEC has any interest, direct or indirect, in the transactions, other than through their shareholdings (if any) in SIAEC.

BY ORDER OF THE BOARD

Lu Ling Ling
Company Secretary
2 November 2023