

**UNAUDITED RESULTS FOR THE SECOND QUARTER AND HALF YEAR  
ENDED 30 SEPTEMBER 2018**

**1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**CONSOLIDATED INCOME STATEMENT  
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)**

	The Group		The Group	
	2nd Quarter 2018-19	2nd Quarter 2017-18 (Restated)	1st Half 2018-19	1st Half 2017-18 (Restated)
<b>REVENUE</b>	<b>251.3</b>	<b>274.7</b>	<b>509.0</b>	<b>547.5</b>
<b>EXPENDITURE</b>				
Staff costs	121.3	123.3	247.5	251.0
Material costs	33.4	47.1	74.8	90.1
Depreciation of property, plant and equipment	12.5	11.8	24.8	23.6
Amortisation of intangible assets	0.8	1.3	2.2	2.7
Company accommodation	12.1	12.5	24.9	25.3
Subcontract costs	29.8	34.4	61.4	70.0
Other operating expenses	30.1	24.2	51.9	46.0
	240.0	254.6	487.5	508.7
<b>OPERATING PROFIT</b>	<b>11.3</b>	<b>20.1</b>	<b>21.5</b>	<b>38.8</b>
Interest income	2.0	1.2	3.7	2.5
Interest on external borrowings	(0.2)	(0.2)	(0.4)	(0.4)
Surplus on disposal of property, plant and equipment	0.1	0.5	0.1	0.5
Share of profits of associated companies, net of tax	19.6	18.2	41.6	35.0
Share of profits of joint venture company, net of tax	10.4	4.7	20.8	9.0
<b>PROFIT BEFORE TAXATION</b>	<b>43.2</b>	<b>44.5</b>	<b>87.3</b>	<b>85.4</b>
Taxation expense	(4.9)	(5.6)	(8.4)	(9.8)
<b>PROFIT FOR THE PERIOD</b>	<b>38.3</b>	<b>38.9</b>	<b>78.9</b>	<b>75.6</b>
<b>PROFIT ATTRIBUTABLE TO: OWNERS OF THE PARENT</b>	<b>38.0</b>	<b>38.6</b>	<b>78.5</b>	<b>75.3</b>
Non-controlling interests	0.3	0.3	0.4	0.3
	<b>38.3</b>	<b>38.9</b>	<b>78.9</b>	<b>75.6</b>
BASIC EARNINGS PER SHARE (CENTS)	3.40	3.44	7.02	6.72
DILUTED EARNINGS PER SHARE (CENTS)	3.39	3.44	7.01	6.71

**Notes - Profit for the period is arrived at after charging/(crediting) the following:**

	The Group		The Group	
	2nd Quarter 2018-19	2nd Quarter 2017-18	1st Half 2018-19	1st Half 2017-18
	\$M	\$M	\$M	\$M
(Writeback)/ Provision for impairment of trade debtors, net	(0.9)	1.6	(0.2)	2.4
Exchange loss/ (gain), net	1.1	1.0	(1.7)	2.8
Overprovision of tax in respect of prior year	(0.3)	-	(0.5)	*
Provision for stock obsolescence, net	1.3	1.0	1.7	1.7

### 1(a)(i) Consolidated Statement of Comprehensive Income

#### STATEMENTS OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)

	The Group		The Group	
	2nd Quarter 2018-19	2nd Quarter 2017-18 (Restated)	1st Half 2018-19	1st Half 2017-18 (Restated)
<b>PROFIT FOR THE PERIOD</b>	<b>38.3</b>	<b>38.9</b>	<b>78.9</b>	<b>75.6</b>
<b>OTHER COMPREHENSIVE INCOME</b>				
<u>Items that will not be reclassified to profit or loss:</u>				
Actuarial gain/(loss) on remeasurement of defined benefit plan	*	*	*	*
	<hr/>	<hr/>	<hr/>	<hr/>
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Foreign currency translation	1.3	(8.7)	25.2	(18.3)
Net fair value adjustment on cash flow hedges	0.9	(0.5)	1.5	(0.2)
Share of other comprehensive income of associated/joint venture companies	(0.3)	0.8	(4.4)	3.1
	<hr/>	<hr/>	<hr/>	<hr/>
<b>OTHER COMPREHENSIVE INCOME, NET OF TAX</b>	<b>1.9</b>	<b>(8.4)</b>	<b>22.3</b>	<b>(15.4)</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>40.2</b>	<b>30.5</b>	<b>101.2</b>	<b>60.2</b>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>				
<b>OWNERS OF THE PARENT</b>	39.9	30.5	100.0	60.7
Non-controlling interests	0.3	*	1.2	(0.5)
	<hr/>	<hr/>	<hr/>	<hr/>
	<b>40.2</b>	<b>30.5</b>	<b>101.2</b>	<b>60.2</b>

\* Amount less than \$0.1M

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)**

	The Company		The Company	
	2nd Quarter 2018-19	2nd Quarter 2017-18 (Restated)	1st Half 2018-19	1st Half 2017-18 (Restated)
<b>PROFIT FOR THE PERIOD</b>	<b>30.4</b>	<b>38.7</b>	<b>70.8</b>	<b>83.8</b>
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>Other comprehensive income, net of tax</b>				
<u>Item that may be reclassified subsequently to profit or loss:</u>				
Net fair value adjustment on cash flow hedges	0.9	(0.5)	1.5	(0.2)
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>31.3</b>	<b>38.2</b>	<b>72.3</b>	<b>83.6</b>

**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.**

**BALANCE SHEETS AS AT 30 SEPTEMBER 2018 (IN \$ MILLION)**

	The Group			The Company		
	30 Sep 2018	31 Mar 2018 (Restated)	31 Mar 2017 (Restated)	30 Sep 2018	31 Mar 2018 (Restated)	31 Mar 2017 (Restated)
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>						
Share capital	420.0	420.0	420.0	420.0	420.0	420.0
Treasury shares	(18.0)	(21.3)	(15.2)	(18.0)	(21.3)	(15.2)
Capital reserve	2.9	2.8	2.7	2.9	2.8	2.7
Share-based compensation reserve	3.8	7.1	16.0	3.8	7.1	16.0
Foreign currency translation reserve	(14.5)	(38.9)	-	-	-	-
Fair value reserve	0.7	3.6	(0.6)	1.2	(0.3)	0.4
Equity transaction reserve	(2.4)	(2.4)	(2.4)	-	-	-
General reserve	1,092.9	1,112.8	1,119.3	796.5	824.1	830.5
	1,485.4	1,483.7	1,539.8	1,206.4	1,232.4	1,254.4
<b>NON-CONTROLLING INTERESTS</b>	32.8	31.3	34.0	-	-	-
<b>TOTAL EQUITY</b>	1,518.2	1,515.0	1,573.8	1,206.4	1,232.4	1,254.4
<b>NON-CURRENT LIABILITIES</b>						
Deferred taxation	23.2	24.2	26.4	21.3	22.3	23.6
Long-term bank loan	15.5	17.3	21.9	-	-	-
	38.7	41.5	48.3	21.3	22.3	23.6
	<b>1,556.9</b>	<b>1,556.5</b>	<b>1,622.1</b>	<b>1,227.7</b>	<b>1,254.7</b>	<b>1,278.0</b>
Represented by :						
<b>PROPERTY, PLANT AND EQUIPMENT</b>	277.2	287.6	315.8	216.8	229.1	254.4
<b>INTANGIBLE ASSETS</b>	45.3	67.7	65.3	9.8	8.3	6.1
<b>SUBSIDIARY COMPANIES</b>	-	-	-	134.8	131.5	127.8
<b>ASSOCIATED COMPANIES</b>	415.8	392.5	380.0	222.8	220.9	192.9
<b>JOINT VENTURE COMPANY</b>	164.4	151.9	162.0	61.9	61.9	61.9
<b>PREPAYMENTS</b>	17.5	-	-	-	-	-
<b>CURRENT ASSETS</b>						
Trade debtors	87.7	70.9	87.5	66.6	52.7	60.5
Contract assets	206.4	195.7	109.2	192.2	180.9	105.6
Prepayments and other debtors	21.8	19.8	14.7	9.9	11.2	7.6
Amount owing by immediate holding company	35.6	42.0	78.9	34.3	40.6	77.1
Amounts owing by related parties	28.8	41.9	48.8	43.4	49.0	49.6
Inventories	35.6	34.2	37.3	23.7	24.5	27.0
Short-term deposits	406.6	433.6	531.2	387.6	416.4	518.1
Cash and bank balances	48.4	66.1	70.5	21.1	39.8	40.4
	870.9	904.2	978.1	778.8	815.1	885.9
Less:						
<b>CURRENT LIABILITIES</b>						
Trade and other creditors	179.9	189.9	212.0	128.3	141.7	172.8
Contract liabilities	29.4	32.3	38.2	29.3	32.2	38.2
Amounts owing to related parties	0.4	0.4	9.2	21.9	19.4	26.2
Bank loans	5.4	4.6	4.0	-	-	-
Tax payable	19.1	20.2	15.7	17.7	18.8	13.8
	234.2	247.4	279.1	197.2	212.1	251.0
<b>NET CURRENT ASSETS</b>	636.7	656.8	699.0	581.6	603.0	634.9
	<b>1,556.9</b>	<b>1,556.5</b>	<b>1,622.1</b>	<b>1,227.7</b>	<b>1,254.7</b>	<b>1,278.0</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities  
(in \$ Million)**

**Amount repayable in one year or less, or on demand**

<b>As at 30 Sep 2018</b>		<b>As at 31 Mar 2018</b>	
Secured	Unsecured	Secured	Unsecured
-	5.4	-	4.6

**Amount repayable after one year**

<b>As at 30 Sep 2018</b>		<b>As at 31 Mar 2018</b>	
Secured	Unsecured	Secured	Unsecured
-	15.5	-	17.3

**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 SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)**

	The Group		The Group	
	2nd Quarter 2018-19	2nd Quarter 2017-18 (Restated)	1st Half 2018-19	1st Half 2017-18 (Restated)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before taxation	43.2	44.5	87.3	85.4
Adjustments for:				
Depreciation of property, plant and equipment	12.5	11.8	24.8	23.6
Amortisation of intangible assets	0.8	1.3	2.2	2.7
Share-based compensation expense	1.7	(0.4)	2.4	0.7
Surplus on disposal of property, plant and equipment	(0.1)	(0.5)	(0.1)	(0.5)
Interest income	(2.0)	(1.2)	(3.7)	(2.5)
Interest on external borrowings	0.2	0.2	0.4	0.4
Share of profits of associated and joint venture companies, net of tax	(30.0)	(22.9)	(62.4)	(44.0)
Exchange differences	1.1	1.0	(1.7)	2.8
<b>Operating profit before working capital changes</b>	<b>27.4</b>	<b>33.8</b>	<b>49.2</b>	<b>68.6</b>
Decrease/ (Increase) in debtors	2.8	1.7	(14.1)	8.6
Increase in contract assets	(7.7)	(20.9)	(10.6)	(61.7)
(Increase)/ Decrease in inventories	(0.8)	1.2	(1.4)	1.1
(Decrease)/ Increase in creditors	(34.3)	(37.1)	5.0	(20.5)
Increase/ (Decrease) in contract liabilities	-	3.7	(2.9)	3.4
Decrease in amount owing by immediate holding company	3.6	22.9	6.9	21.1
(Increase)/ Decrease in amounts owing by related parties, net	(1.8)	(10.3)	13.1	(7.4)
<b>Cash (used in)/generated from operations</b>	<b>(10.8)</b>	<b>(5.0)</b>	<b>45.2</b>	<b>13.2</b>
Income taxes paid	(10.6)	(8.6)	(10.7)	(9.9)
<b>NET CASH (USED IN)/ PROVIDED BY OPERATING ACTIVITIES</b>	<b>(21.4)</b>	<b>(13.6)</b>	<b>34.5</b>	<b>3.3</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Capital expenditure	(5.6)	(6.5)	(13.3)	(18.3)
Purchase of intangible assets	(4.2)	(2.6)	(11.4)	(6.9)
Proceeds from disposal of property, plant and equipment	0.5	1.2	1.0	1.9
Investment in an associated company	-	-	(1.9)	-
Interest received from deposits	1.6	1.9	3.1	3.1
Dividends received from associated and joint venture companies	14.3	18.7	44.2	46.8
<b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>	<b>6.6</b>	<b>12.7</b>	<b>21.7</b>	<b>26.6</b>

\* Amount less than \$0.1M

**CONSOLIDATED CASH FLOW STATEMENT  
FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)**

	The Group		The Group	
	2nd Quarter 2018-19	2nd Quarter 2017-18 (Restated)	1st Half 2018-19	1st Half 2017-18 (Restated)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds from exercise of share options	-	0.2	-	1.0
Proceeds from issuance of share capital by a subsidiary company to non-controlling interests	2.1	-	2.1	-
Proceeds from borrowings	-	0.8	0.2	3.3
Repayment from borrowings	(1.3)	(0.8)	(2.1)	(1.6)
Interest paid	(0.2)	(0.2)	(0.4)	(0.4)
Dividends paid	(100.7)	(156.8)	(100.7)	(156.8)
Dividends paid by a subsidiary company to non-controlling interests	(1.0)	(1.4)	(1.8)	(2.2)
Purchase of treasury shares	-	(1.7)	-	(6.2)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(101.1)</b>	<b>(159.9)</b>	<b>(102.7)</b>	<b>(162.9)</b>
<b>NET CASH OUTFLOW</b>	<b>(115.9)</b>	<b>(160.8)</b>	<b>(46.5)</b>	<b>(133.0)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING PERIOD</b>	<b>570.9</b>	<b>628.7</b>	<b>499.7</b>	<b>601.7</b>
Effect of exchange rate changes	*	(0.7)	1.8	(1.5)
<b>CASH AND CASH EQUIVALENTS AT END PERIOD</b>	<b>455.0</b>	<b>467.2</b>	<b>455.0</b>	<b>467.2</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>				
Short-term deposits	406.6	415.4	406.6	415.4
Cash and bank balances	48.4	51.8	48.4	51.8
<b>CASH AND CASH EQUIVALENTS AT END PERIOD</b>	<b>455.0</b>	<b>467.2</b>	<b>455.0</b>	<b>467.2</b>

\* Amount less than \$0.1M

**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 SECOND QUARTER ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)**

The Group	Attributable to Owners of the Parent									Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Foreign currency translation reserve	Fair value reserve	Equity transaction reserve	General reserve	Total		
<b>Balance at 1 July 2018</b>	<b>420.0</b>	<b>(21.3)</b>	<b>2.8</b>	<b>5.5</b>	<b>(15.8)</b>	<b>0.1</b>	<b>(2.4)</b>	<b>1,155.6</b>	<b>1,544.5</b>	<b>31.4</b>	<b>1,575.9</b>
Profit for the period	-	-	-	-	-	-	-	38.0	38.0	0.3	38.3
Actuarial gain on remeasurement of defined benefit plan	-	-	-	-	-	-	-	*	*	*	*
Foreign currency translation	-	-	-	-	1.3	-	-	-	1.3	*	1.3
Net fair value adjustment on cash flow hedges	-	-	-	-	-	0.9	-	-	0.9	-	0.9
Share of other comprehensive income of associated/joint venture companies	-	-	-	-	*	(0.3)	-	-	(0.3)	-	(0.3)
Other comprehensive income, net of tax	-	-	-	-	1.3	0.6	-	*	1.9	*	1.9
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1.3</b>	<b>0.6</b>	<b>-</b>	<b>38.0</b>	<b>39.9</b>	<b>0.3</b>	<b>40.2</b>
Capital contribution	-	-	-	-	-	-	-	-	-	2.1	2.1
Share-based compensation expense	-	-	-	1.7	-	-	-	-	1.7	-	1.7
Treasury shares reissued pursuant to equity compensation plans	-	3.3	0.1	(3.4)	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	(100.7)	(100.7)	(1.0)	(101.7)
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>3.3</b>	<b>0.1</b>	<b>(1.7)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(100.7)</b>	<b>(99.0)</b>	<b>1.1</b>	<b>(97.9)</b>
<b>Balance at 30 September 2018</b>	<b>420.0</b>	<b>(18.0)</b>	<b>2.9</b>	<b>3.8</b>	<b>(14.5)</b>	<b>0.7</b>	<b>(2.4)</b>	<b>1,092.9</b>	<b>1,485.4</b>	<b>32.8</b>	<b>1,518.2</b>

\* Amount less than \$0.1M



**STATEMENTS OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017 (IN \$ MILLION)**

The Group	Attributable to Owners of the Parent									Non-controlling interests	Total equity
	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Foreign currency translation reserve	Fair value reserve	Equity transaction reserve	General reserve	Total		
<b>Balance at 1 July 2017</b>	<b>420.0</b>	<b>(18.9)</b>	<b>2.8</b>	<b>16.9</b>	<b>(77.1)</b>	<b>2.0</b>	<b>(2.4)</b>	<b>1,237.8</b>	<b>1,581.1</b>	<b>32.7</b>	<b>1,613.8</b>
Impact of change in accounting policy	-	-	-	-	68.0	-	-	(81.7)	(13.7)	-	(13.7)
<b>Restated balance at 1 July 2017</b>	<b>420.0</b>	<b>(18.9)</b>	<b>2.8</b>	<b>16.9</b>	<b>(9.1)</b>	<b>2.0</b>	<b>(2.4)</b>	<b>1,156.1</b>	<b>1,567.4</b>	<b>32.7</b>	<b>1,600.1</b>
Restated profit for the period	-	-	-	-	-	-	-	38.6	38.6	0.3	38.9
Actuarial loss on remeasurement of defined benefit plan	-	-	-	-	-	-	-	*	*	*	*
Foreign currency translation	-	-	-	-	(8.4)	-	-	-	(8.4)	(0.3)	(8.7)
Net fair value adjustment on cash flow hedges	-	-	-	-	-	(0.5)	-	-	(0.5)	-	(0.5)
Share of other comprehensive income of associated/joint venture companies	-	-	-	-	*	0.8	-	-	0.8	-	0.8
Other comprehensive income, net of tax	-	-	-	-	(8.4)	0.3	-	*	(8.1)	(0.3)	(8.4)
<b>Restated total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8.4)</b>	<b>0.3</b>	<b>-</b>	<b>38.6</b>	<b>30.5</b>	<b>*</b>	<b>30.5</b>
Share-based compensation expense	-	-	-	(0.4)	-	-	-	-	(0.4)	-	(0.4)
Share options and awards lapsed	-	-	-	(7.7)	-	-	-	7.7	-	-	-
Purchase of treasury shares	-	(1.7)	-	-	-	-	-	-	(1.7)	-	(1.7)
Treasury shares reissued pursuant to equity compensation plans	-	3.2	*	(3.2)	-	-	-	0.3	0.3	-	0.3
Dividends	-	-	-	-	-	-	-	(156.8)	(156.8)	(1.4)	(158.2)
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>1.5</b>	<b>*</b>	<b>(11.3)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(148.8)</b>	<b>(158.6)</b>	<b>(1.4)</b>	<b>(160.0)</b>
<b>Restated balance at 30 September 2017</b>	<b>420.0</b>	<b>(17.4)</b>	<b>2.8</b>	<b>5.6</b>	<b>(17.5)</b>	<b>2.3</b>	<b>(2.4)</b>	<b>1,045.9</b>	<b>1,439.3</b>	<b>31.3</b>	<b>1,470.6</b>

\* Amount less than \$0.1M

**STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2018 (IN \$ MILLION)**

<b>The Company</b>	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
<b>Balance at 1 July 2018</b>	<b>420.0</b>	<b>(21.3)</b>	<b>2.8</b>	<b>5.5</b>	<b>0.3</b>	<b>866.8</b>	<b>1,274.1</b>
Profit for the period	-	-	-	-	-	30.4	30.4
Other comprehensive income, net of tax:							
Net fair value adjustment on cash flow hedges	-	-	-	-	0.9	-	0.9
Other comprehensive income, net of tax	-	-	-	-	0.9	-	0.9
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.9</b>	<b>30.4</b>	<b>31.3</b>
Share-based compensation expense	-	-	-	1.7	-	-	1.7
Treasury shares reissued pursuant to equity compensation plans	-	3.3	0.1	(3.4)	-	-	-
Dividends	-	-	-	-	-	(100.7)	(100.7)
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>3.3</b>	<b>0.1</b>	<b>(1.7)</b>	<b>-</b>	<b>(100.7)</b>	<b>(99.0)</b>
<b>Balance at 30 September 2018</b>	<b>420.0</b>	<b>(18.0)</b>	<b>2.9</b>	<b>3.8</b>	<b>1.2</b>	<b>796.5</b>	<b>1,206.4</b>

**STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2017 (IN \$ MILLION)**

<b>The Company</b>	Share capital	Treasury shares	Capital reserve	Share-based compensation reserve	Fair value reserve	General reserve	Total
<b>Balance at 1 July 2017</b>	<b>420.0</b>	<b>(18.9)</b>	<b>2.8</b>	<b>16.9</b>	<b>0.7</b>	<b>889.4</b>	<b>1,310.9</b>
Impact of change in accounting policy	-	-	-	-	-	(13.7)	(13.7)
<b>Restated balance at 1 July 2017</b>	<b>420.0</b>	<b>(18.9)</b>	<b>2.8</b>	<b>16.9</b>	<b>0.7</b>	<b>875.7</b>	<b>1,297.2</b>
Restated profit for the period	-	-	-	-	-	38.7	38.7
Other comprehensive income, net of tax:							
Net fair value adjustment on cash flow hedges	-	-	-	-	(0.5)	-	(0.5)
Other comprehensive income, net of tax	-	-	-	-	(0.5)	-	(0.5)
<b>Restated total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(0.5)</b>	<b>38.7</b>	<b>38.2</b>
Share-based compensation expense	-	-	-	(0.4)	-	-	(0.4)
Share options and awards lapsed	-	-	-	(7.7)	-	7.7	-
Purchase of treasury shares	-	(1.7)	-	-	-	-	(1.7)
Treasury shares reissued pursuant to equity compensation plans	-	3.2	*	(3.2)	-	0.3	0.3
Dividends	-	-	-	-	-	(156.8)	(156.8)
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>1.5</b>	<b>*</b>	<b>(11.3)</b>	<b>-</b>	<b>(148.8)</b>	<b>(158.6)</b>
<b>Restated balance at 30 September 2017</b>	<b>420.0</b>	<b>(17.4)</b>	<b>2.8</b>	<b>5.6</b>	<b>0.2</b>	<b>765.6</b>	<b>1,176.8</b>

\* Amount less than \$0.1M

**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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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 SHARE PLANS IN THE COMPANY**

### **(A) Share Capital**

During the period July to September 2018, there was no issuance of new ordinary shares.

<b>Group and Company</b>	<b>Number of Shares</b>	<b>Share Capital (\$ Million)</b>
Issued and fully paid share capital <u>Ordinary Shares</u> Balance at 1 July 2018 and 30 September 2018	1,124,116,360	420.0

As at 30 September 2018, the Company has an issued share capital of 1,124,116,360 ordinary shares (30 September 2017: 1,124,116,360 ordinary shares) of which 5,005,974 were held by the Company as treasury shares (30 September 2017: 4,707,157). The treasury shares held represents 0.4% (30 September 2017: 0.4%) of the total number of issued shares (excluding treasury shares).

The Company has no subsidiary holdings as at 30 September 2018 and 30 September 2017.

### **(B) Employee Share Option Plan**

As at 30 September 2018, there were no share options of the Company outstanding (30 September 2017: 4,167,200). During the period 1 July 2017 to 30 September 2017, the Company issued 60,200 shares, all of which were reissued treasury shares, upon the exercise of options granted under the plan. All options have expired as of 30 June 2018.

### (C) Restricted Share Plan and Performance Share Plan

- (i) Management staff are entitled to the Restricted Share Plan ("RSP"). In addition, senior management staff are entitled to participate in the Performance Share Plan ("PSP"). Both plans were first approved by the shareholders of the Company on 25 July 2005 and expired on 24 July 2015. On 21 July 2014, the shareholders of the Company approved the RSP 2014 and PSP 2014, which replaced the RSP and PSP respectively.
- (ii) Depending on the achievement of pre-determined targets over a stipulated period for the RSP and PSP, the final number of restricted shares and performance shares awarded could range between 0% and 150% of the initial grant of the restricted shares and between 0% and 200% of the initial grant of the performance shares.
- (iii) As at 30 September 2018, the number of outstanding shares granted under the Company's RSP and PSP were 2,063,107 (30 September 2017: 1,697,066) and 497,631 (30 September 2017: 385,187) respectively. The movement of these share awards during the quarter from 1 July 2018 to 30 September 2018 is as follows:

#### **RSP**

Date of grant	Balance at 01.07.2018/ Date of grant	Adjustment *	Cancelled	Released	Balance at 30.09.2018
07.07.2014	46,799	-	-	(46,799)	-
06.07.2015	361,726	-	-	(193,551)	168,175
07.07.2016	420,890	-	(1,856)	(220,321)	198,713
07.07.2017	847,409	423,737	(25,819)	(443,188)	802,139
06.07.2018	898,280	-	(4,200)	-	894,080
Total	2,575,104	423,737	(31,875)	(903,859)	2,063,107

\* Adjustment at the end of performance period upon meeting stated performance targets and adjustments for number of days in service for retirees.

#### **PSP**

Date of grant	Balance at 01.07.2018/ Date of grant	Adjustment *	Cancelled	Released	Balance at 30.09.2018
06.07.2015	62,856	(43,371)	(361)	(19,124)	-
07.07.2016	129,044	-	-	-	129,044
07.07.2017	193,287	-	-	-	193,287
06.07.2018	175,300	-	-	-	175,300
Total	560,487	(43,371)	(361)	(19,124)	497,631

\* Adjustment at the end of performance period upon meeting stated performance targets and adjustments for number of days in service for retirees.

**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 30 September 2018, the Company has an issued share capital of 1,119,110,386 ordinary shares (31 March 2018: 1,118,187,403) excluding 5,005,974 ordinary shares (31 March 2018: 5,928,957) held by the Company as treasury shares.

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

During the period 1 July 2018 to 30 September 2018, the Company did not purchase any treasury shares (1 July 2017 to 30 September 2017: 474,700). The Company transferred 922,983 treasury shares to employees on vesting of share-based incentive plans (1 July 2017 to 30 September 2017: 60,200 on exercise of share options and another 804,399 on vesting of share-based incentive plans).

Treasury shares are presented as a component within equity attributable to owners of the parent.

<b>Group and Company</b>	<b>Number of Shares</b>	<b>Treasury Shares (\$ Million)</b>
Balance at 1 July 2018	5,928,957	21.3
Treasury shares transferred on vesting of share-based incentives plans	(922,983)	(3.3)
Balance at 30 September 2018	5,005,974	18.0

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

The Company has no subsidiary holdings as at 30 September 2018 and 30 September 2017. There were no sales, transfers, cancellation and/or use of subsidiary holdings for the period 1 July 2018 to 30 September 2018.

**2. Whether the figures have been audited or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard).**

The figures have not been audited nor reviewed by the auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

**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 financial statements for the current financial period compared to the audited financial statements as at 31 March 2018 except for the adoption of the Financial Reporting Standards (FRS) and Interpretations of FRS (INT FRS) that are mandatory for financial year beginning on or after 1 April 2018 (details as shown in paragraph 5 below).

**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.**

The Group has adopted new Financial Reporting Standards in Singapore ("FRSs") and interpretations effective for the financial period beginning 1 April 2018 as follows:

(i) Application of IFRS 1 optional exemptions

IFRS 1 requires that the Group applies IFRS on a retrospective basis, as if such accounting policy had always been applied. If there are changes to accounting policies arising from new or amended standards effective 1 April 2018, restatement of comparatives may be required because IFRS 1 requires both the opening balance sheet and comparative information to be prepared using the most current accounting policies. IFRS 1 provides mandatory exceptions and optional exemptions from retrospective application, which are often different from those specific transition provisions in individual FRSs applied to the FRS financial statements.

The Group made the following allowable transition adjustments that have an impact on the financial statements:

- a) Fair value as deemed cost exemption for property, plant and equipment  
The Group elected and regarded the fair values of certain aircraft rotatable spares as their deemed cost at the date of transition to IFRS 1 on 1 April 2017.
- b) Foreign currency translation reserve  
The Group elected to reset the foreign currency translation reserve for all foreign operations to zero as at the date of transition to IFRS 1 on 1 April 2017.

(ii) IFRS 15 Revenue from Contracts with Customer

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It also introduces new cost guidance which requires certain costs of obtaining and fulfilling contracts to be recognised as separate assets when specified criteria are met.

The Group adopted IFRS 15 in its financial statements for the year ending 31 March 2019, using the retrospective approach. As a result, the Group has applied all of the requirements of IFRS 15 retrospectively, and the comparative period presented in the FY2018-19 financial statements will be restated.

Following the presentation requirements in IFRS 15, the Group has presented the contract assets and contract liabilities separately and the comparative figures have been restated.

The impact on the comparatives for the financial statements of this reporting period on adoption of IFRS 1 and IFRS 15 are as follows:

Consolidated Income Statement (in \$ million)

	<b>2nd Quarter 2017-18</b>	<b>1<sup>st</sup> Half 2017-18</b>
Decrease in depreciation of property, plant and equipment	0.6	1.2
Increase in taxation	(0.1)	(0.2)
Increase in profit attributable to owners of the parent	0.5	1.0
Increase in basic earnings per share (cents)	0.04	0.09
Increase in diluted earnings per share (cents)	0.05	0.09

Balance Sheets (in \$ million)

	<b>The Group</b>		<b>The Company</b>	
	<b>31 Mar 2018</b>	<b>1 Apr 2017</b>	<b>31 Mar 2018</b>	<b>1 Apr 2017</b>
Increase in foreign currency translation reserve	67.3	68.0	-	-
Decrease in general reserve	(79.5)	(82.2)	(12.2)	(14.2)
Decrease in deferred taxation	(2.3)	(2.7)	(2.3)	(2.7)
Decrease in property, plant and equipment	(13.4)	(15.8)	(13.4)	(15.8)
Decrease in trade debtors	(197.0)	(110.5)	(182.2)	(106.9)
Increase in contract assets	195.7	109.2	180.9	105.6
Decrease in trade and other creditors	(32.5)	(38.4)	(32.4)	(38.4)
Increase in contract liabilities	32.3	38.2	32.2	38.2

**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.**

	<b>Group</b>		<b>Group</b>	
	<b>2nd Quarter 2018-19</b>	<b>2nd Quarter 2017-18 (Restated)</b>	<b>1st Half 2018-19</b>	<b>1st Half 2017-18 (Restated)</b>
Earnings per share (cents)				
- Basic *	3.40	3.44	7.02	6.72
- Diluted #	3.39	3.44	7.01	6.71

\* Based on the weighted average number of ordinary shares in issue excluding treasury shares.

# Based on the weighted average number of ordinary shares in issue excluding treasury shares, after adjusting for the dilutive effect of options.



- 7. Net asset value (for the issuer and group) per ordinary share based on issued share capital excluding treasury shares of the issuer at the end of the:-**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

	Group		Company	
	As at 30 Sep 18	As at 31 Mar 18 (Restated)	As at 30 Sep 18	As at 31 Mar 18 (Restated)
Net asset value per share (cents)	132.7	132.7	107.8	110.2

- 8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

#### **GROUP EARNINGS**

##### First Half FY2018-19

SIAEC Group recorded a profit attributable to owners of the parent of \$78.5 million for the half year ended 30 September 2018.

Revenue of \$509.0 million saw a decrease of \$38.5 million or 7.0%, mainly from lower airframe and fleet management revenue. Expenditure came down by \$21.2 million or 4.2%, mainly from lower material and subcontract services costs, as well as an exchange gain of \$1.7 million compared to an exchange loss of \$2.8 million in the corresponding period last year. Operating profit at \$21.5 million was \$17.3 million or 44.6% lower.

Share of profits of associated and joint venture companies increased \$18.4 million or 41.8% to \$62.4 million, with the engine and component centres contributing \$62.1 million, an increase of \$18.0 million or 40.8%, while the airframe and line maintenance segment earned a profit of \$0.3 million, a turnaround from a \$0.1 million loss incurred in the same period last year.

Basic earnings per share was 7.02 cents for the current period.

##### Second Quarter FY2018-19

The Group posted a profit attributable to owners of the parent of \$38.0 million for the second quarter of FY2018-19, which was \$0.6 million or 1.6% lower than the same quarter last year.

Revenue decreased by \$23.4 million or 8.5% to \$251.3 million, mainly due to lower airframe and fleet management revenue. Expenditure at \$240.0 million was \$14.6 million or 5.7% lower, primarily due to decreases in material and subcontract costs. Operating profit decreased by \$8.8 million or 43.8% to \$11.3 million.

Share of profits of associated and joint venture companies increased \$7.1 million or 31.0% to \$30.0 million, with a \$6.3 million increase in share of profits from the engine and component centres and a \$0.8 million increase in contributions from the airframe and line maintenance segment.

Basic earnings per share was 3.40 cents for the current quarter.

## **GROUP FINANCIAL POSITION**

As at 30 September 2018, equity attributable to owners of the parent of \$1,485.4 million was \$1.7 million or 0.1% higher than at 31 March 2018, with profits earned for the half year and a gain in foreign currency translation reserve as a result of the strengthening of the US dollar against the Singapore dollar largely offset by payment of the final dividend in respect of FY2017-18.

The cash balance of the Group was \$455.0 million, a decrease of \$44.7 million or 8.9%. Total assets stood at \$1,791.1 million at 30 September 2018.

Net asset value per share as at 30 September 2018 was 132.7 cents.

### **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 longer maintenance intervals and lighter work content arising from new-generation aircraft, coupled with keen competition, the operating environment will remain challenging.

The transformation journey we have started has been gaining momentum with the progressive implementation of a wide range of measures including innovation and technology. The full benefits will materialise over time.

Our initiatives to build new capabilities and enter into synergistic partnerships have served us well. The engine and component businesses of some of our major joint ventures and associated companies are expected to continue to contribute positively to our bottom line.

## 11. Dividend

### ***(a) Current Financial Period Reported On***

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

Name of dividend	Interim
Dividend Type	Cash
Dividend Rate	3.0 cents per ordinary share
Tax rate	Tax exempt one-tier

### ***(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
Dividend Type	Cash
Dividend Rate	4.0 cents per ordinary share
Tax rate	Tax exempt one-tier

### ***(c) Date payable***

The interim dividend will be paid on 28 November 2018.

### ***(d) Books closure date***

Notice is hereby given that 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 112 Robinson Road #05-01, Singapore 068902 up to 5 p.m. on 16 November 2018 will be registered to determine shareholders' entitlements to the interim dividend. Thereafter the Share Transfer Books and the Register of Members of the Company will be closed on 19 November 2018 for the preparation of dividend warrants. The interim dividend will be paid on 29 November 2018 to members on the Register as at 16 November 2018.

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

Not applicable.

### 13. Interested Person Transactions

(In \$ Million)

The aggregate value of all Interested Person Transactions ("IPTs") entered into during the second quarter of FY2018-19 are as follows:

<b>Name of Interested Person</b>	<b>Non-Mandated</b> Aggregate value of all IPTs (excluding all mandated transactions pursuant to Rule 920 of the SGX Listing Manual and transactions less than \$100,000)	<b>Mandated</b> Aggregate value of all IPTs conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual (excluding transactions less than \$100,000)
<b>Singapore Airlines Limited Group</b> - Singapore Airlines Limited	-	121.4 *
<b>Total</b>	-	<b>121.4</b>

\* Includes principal, interest and service fees, in respect of Treasury transactions.

### 14. 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 confirms that it has procured undertakings from all its Directors and Executive Officers (namely, its Chief Executive Officer, Executive Vice-President and Chief Financial Officer) in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

### BY ORDER OF THE BOARD

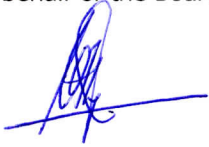
Lu Ling Ling  
Company Secretary  
8 November 2018

Singapore Co. Regn. No.: 198201025C

## **CONFIRMATION BY THE BOARD**

We, Tang Kin Fei and Png Kim Chiang, being two directors of SIA Engineering Company Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the second quarter and half year FY2018-19 financial results to be false or misleading in any material respect.

On behalf of the Board,



TANG KIN FEI  
Chairman



PNG KIM CHIANG  
Chief Executive Officer

8 November 2018