

19th February 2026

SIA ENGINEERING GROUP POSTS PROFIT OF \$41.9M FOR 3rd QUARTER FY2025-26

BUSINESS UPDATES

Demand for the Group's Maintenance, Repair and Overhaul ("MRO") services remained steady in the third quarter of FY2025-26. Flight handling volumes across our Line Maintenance network continued to grow, with 3% more flights handled in Singapore during the quarter compared to the same period last year. On 1 January 2026, we commenced line maintenance operations in Manila, expanding our Line Maintenance network to 39 airports in nine countries.

Base Maintenance Malaysia ("BMM") obtained the necessary regulatory approvals for the first of its two hangars and performed its first aircraft check, an A350 heavy check. BMM's second hangar is expected to be operationally ready in the second half of FY2026-27.

In November 2025, we also signed a Letter of Intent with Safran Aircraft Engines to broaden our partnership in CFM LEAP ("LEAP") engine maintenance services. We are jointly exploring options to expand the existing scope of services in our commercial agreement, including the potential formation of a joint venture in LEAP engine MRO in Singapore.

With increased work volume and new capabilities, together with growth in operational efficiencies and productivity, more component and engine MRO output was delivered during the quarter.

OUTLOOK

Global passenger traffic growth, particularly in the Asia-Pacific region, is expected to continue to drive sustained demand for MRO services. In light of industry-wide supply chain challenges and geopolitical uncertainties, the Group remains vigilant and nimble in managing these risks.

To deliver greater value to customers, the Group remains focused on broadening its geographical presence across Asia-Pacific, expanding MRO capacity and capabilities for next-generation aircraft, and strengthening its core services to bolster greater resilience and enhance competitiveness, while positioning for long-term sustainable growth.

GROUP FINANCIAL PERFORMANCE

Group revenue for the third quarter of FY2025-26 increased 8.7% year-on-year to \$353.1 million. Group expenditure rose at a lower rate of 8.4% to \$347.1 million, driven primarily by higher costs for manpower, subcontract services, materials and IT system implementation as well as startup costs at two new subsidiaries. As revenue growth outpaced expenditure, the Group achieved an operating profit of \$6.0 million – an improvement of \$1.3 million compared to the same period last year despite incurring initial gestation losses at new startup subsidiaries.

Share of profits of associated and joint venture companies for the quarter was \$38.8 million, representing a year-on-year increase of \$6.6 million. Improvements from the Engine and Component segment and Airframe and Line Maintenance segment were \$6.2 million and \$0.4 million, respectively.

The Group recorded a net profit of \$41.9 million for the quarter ended 31 December 2025, an increase of \$3.7 million year-on-year.

As of 31 December 2025, equity attributable to owners of the parent amounted to \$1,707.7 million, a drop of \$12.7 million (-0.7%) from 31 March 2025, mainly due to a reduction in the foreign currency translation reserve and the payment of final dividend for the last financial year, partially offset by profits earned during the period.

Total assets as at 31 December 2025 stood at \$2,189.2 million, \$47.8 million higher than 31 March 2025.

Basic earnings per share in the third quarter of FY2025-26 amounted to 3.74 cents. The net asset value per share as of 31 December 2025 was 152.6 cents.

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