

Media Release February/09

SATS-NACIL JV RECEIVES INDIA GOVERNMENT'S APPROVAL

Singapore, 24 February 2009 – Singapore Airport Terminal Services Limited (SATS) announces that the Government of India has approved the proposal of the National Aviation Company of India (NACIL) to establish a 50:50 joint venture (JV) with SATS for ground handling in India.

Earlier, SATS has been selected by NACIL as its joint venture partner for ground handling in India, following a RFP (request for proposal) exercise called by NACIL. SATS and NACIL are already collaborating in two greenfield metro airports in Hyderabad and Bangalore, providing ground and cargo handling services since the opening of these airports in March and May 2008 respectively.

Both partners intend to focus on two other metro airports in Mumbai and Delhi as the next stations to be started under this JV umbrella.

"We are extremely pleased to have NACIL, the national carrier of India, as our strategic partner. We look forward to share our experience and know-how to achieve the expectations of our partner. It is a clear endorsement from NACIL that we have worked very well together in our JVs in Bangalore and Hyderabad. We are excited with this new opportunity to further extend our collaboration and participate in India's privatisation of its aviation services," said Mr Clement Woon, SATS President and Chief Executive Officer.

"NACIL currently has presence in more than 50 airports in India. With this JV in place, SATS will extend its presence in the country. This emerging ground handling network will create new service opportunities with our key airline customers at more locations as SATS currently has inflight catering kitchens serving the metro airports through its other JVs, TAJ SATS Air Catering and Taj Madras Flight Kitchen," added Mr Woon.

Mr Raghu Menon, Chairman & Managing Director of NACIL said: "SATS is one of the world's leading providers of ground handling services and having them as a partner in the proposed joint venture will add strength to our service on the ground. SATS has over 60 years of experience in this field and provides a range of services based on the latest technologies and

systems. Combined with NACIL's experience and coverage, SATS' presence will make the proposed JV more competitive and efficient."

SATS and NACIL will proceed to finalise the JV agreements while concurrently planning for the JV operations at the Mumbai and Delhi airports.

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About Singapore Airport Terminal Services Limited

Singapore Airport Terminal Services Limited (SATS) is the leading provider of airline ground services and inflight solutions at Singapore Changi Airport.

With over 60 years of operating experience and an emerging global presence, SATS is dedicated to providing Airport Services and Food Services of the highest quality to our customers. Our comprehensive services encompass airfreight handling, baggage handling, passenger services, ramp handling, aviation security, airline catering, chilled and frozen processed food manufacturing, and airline linen laundry.

Listed on the Singapore Exchange since May 2000, SATS is a subsidiary of Singapore Airlines Limited (SIA). For more information on SATS, please visit www.sats.com.sg.

Investor and Media Contacts:

Sandy Leng (Ms)
Senior Manager Investor Relations, SATS
Tel: (65) 6541 8200 (office hours)
Tel: (65) 9018 5168 (after office hours)
Fax: (65) 6541 8204
Email: sandy_leng@singaporeair.com.sg

Ang Shih Huei (Ms)
Kreab Gavin Anderson
Tel: (65) 6339 9110 (office hours)
Tel: (65) 9189 1039 (after office hours)
Fax: (65) 6339 9578
Email: sang@gavinanderson.com.sg