

Media Release March/09

SATS LAUNCHES LOW-COST GROUND HANDLING UNIT

Singapore, 10 March 2009 – Singapore Airport Terminal Services Limited (SATS) today announces that it will be offering low-cost ground handling services under Asia-Pacific Star Pte Ltd.

A wholly-owned subsidiary of SATS, Asia-Pacific Star will provide point-to-point ground handling services such as passenger, ramp and baggage handling, and aircraft interior cleaning with shorter turnaround time to low-cost carriers (LCCs) at Singapore Changi Airport.

Asia-Pacific Star will leverage on a new workflow and staff assignment to achieve an optimal and efficient cost structure. It will begin operating at the Budget Terminal from 1 April 2009. It will provide passenger, ramp and baggage handling services to Tiger Airways and Cebu Pacific at the Budget Terminal.

The low-cost ground handling unit manifests SATS' comprehension of the different segments within the airline industry and their differentiated needs. Asia-Pacific Star offers an alternative ground handling platform with a lower cost structure. Together with the low-cost inflight catering unit launched recently, SATS will now be able to provide integrated airport and food services for its LCC customers.

Mr Clement Woon, President and Chief Executive Officer of SATS said: "We aspire to be the ground handler of choice for LCCs at Changi with our differentiated services. At the same time, we are very excited with Asia-Pacific Star's kick-off to access the growth of the LCC segment at Changi and the region."

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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.

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