SingTel

SINGAPORE TELECOMMUNICATIONS LIMITED
AND SUBSIDIARY COMPANIES

SGX APPENDIX 7.2 ANNOUNCEMENT
ASX APPENDIX 4D – HALF YEAR REPORT
FOR THE SECOND QUARTER AND HALF YEAR ENDED
30 SEPTEMBER 2012

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RESULTS FOR ANNOUNCEMENT TO THE MARKET (APPENDIX 4D)

For the half year ended 30 September 2012

Group	Half Year 30 Sep 2012 S$ Mil	Half Year 30 Sep 2011 S$ Mil	Percentage change
Revenue from ordinary activities	**9,105.0**	9,214.8	-1.2%
Profit from ordinary activities after taxation attributable to shareholders	**1,813.0**	1,797.7	0.9%
Net profit attributable to shareholders	**1,813.0**	1,797.7	0.9%
Net tangible assets per ordinary share (1)	**75.62¢**	77.21¢	-2.1%

Group	Amount per security (SGD cents)	Franked amount per security (SGD cents)
Dividend per share		
- final	Nil	Not applicable
- interim	6.8¢ (2)	Nil (3)

Record date for determining entitlements to dividends	To be announced later

Notes:

(1) As at 30 September 2012, the number of ordinary shares was 15,934,422,207 after adjustment to exclude the number of performance shares held by the Trust.

(2) The interim dividend of SGD 6.8 cents per security received by Singapore tax residents will be tax exempt for Singapore income tax purposes (being a one-tier exempt dividend).

(3) For Australian resident individual shareholders, the interim dividend of SGD 6.8 cents per security will be assessable and, therefore, subject to tax in Australia. Australian resident individual shareholders cannot claim a tax rebate or credit in their Australian income tax return for corporate income tax paid in Singapore.

Important Notes:

This half year report should be read in conjunction with the audited annual report for the financial year ended 31 March 2012 and announcements to the market during the six months ended 30 September 2012.

The figures presented in this announcement have been reviewed by the auditors in accordance with Singapore Standard on Review Engagements 2410 – *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*.

CONSOLIDATED INCOME STATEMENT (UNAUDITED)

For the second quarter and half year ended 30 September 2012

	Notes	Quarter 30 Sep 2012 S$ Mil	Quarter 30 Sep 2011 S$ Mil	Half Year 30 Sep 2012 S$ Mil	Half Year 30 Sep 2011 S$ Mil
Operating revenue		**4,572.0**	4,609.6	**9,105.0**	9,214.8
Operating expenses		**(3,331.3)**	(3,384.4)	**(6,647.3)**	(6,736.6)
Other income	2	**25.9**	24.2	**51.4**	55.3
		1,266.6	1,249.4	**2,509.1**	2,533.5
Depreciation and amortisation	3	**(534.9)**	(494.3)	**(1,053.1)**	(995.5)
		731.7	755.1	**1,456.0**	1,538.0
Exceptional items	4	**0.2**	(3.5)	**102.4**	(21.9)
Profit on operating activities		**731.9**	751.6	**1,558.4**	1,516.1
Associates and joint ventures					
- share of ordinary results		**573.6**	498.0	**1,079.9**	998.4
- share of exceptional items	5	**(18.2)**	-	**(28.4)**	61.8
- share of tax		**(175.3)**	(150.4)	**(317.4)**	(297.6)
	14	**380.1**	347.6	**734.1**	762.6
Profit before interest, investment income (net) and tax		**1,112.0**	1,099.2	**2,292.5**	2,278.7
Interest and investment income (net)	6	**4.9**	27.5	**21.3**	30.6
Finance costs	7	**(90.6)**	(99.9)	**(178.0)**	(195.8)
Profit before tax		**1,026.3**	1,026.8	**2,135.8**	2,113.5
Tax expense	8	**(158.3)**	(146.0)	**(321.8)**	(315.6)
Profit after tax		**868.0**	880.8	**1,814.0**	1,797.9
Attributable to:					
Shareholders of the Company		**867.7**	881.5	**1,813.0**	1,797.7
Non-controlling interests		**0.3**	(0.7)	**1.0**	0.2
		868.0	880.8	**1,814.0**	1,797.9
Earnings per share attributable to shareholders of the Company					
- basic	10	**5.45¢**	5.53¢	**11.38¢**	11.29¢
- diluted	10	**5.43¢**	5.52¢	**11.36¢**	11.25¢

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the second quarter and half year ended 30 September 2012

	Quarter 30 Sep		Half Year 30 Sep	
	2012 S$ Mil	2011 S$ Mil	2012 S$ Mil	2011 S$ Mil
Profit after tax	**868.0**	**880.8**	**1,814.0**	1,797.9
Other comprehensive (loss)/ income				
Exchange differences arising from translation of foreign operations and other currency translation differences for the period	**(92.3)**	(503.9)	**(724.6)**	(563.0)
Cash flow hedges				
- Fair value changes during the period	**(120.2)**	287.2	**(181.3)**	166.6
- Tax effects	**9.8**	(52.8)	**23.7**	(44.0)
	(110.4)	234.4	**(157.6)**	122.6
- Fair value changes transferred to income statement	**117.3**	(345.8)	**86.7**	(231.0)
- Tax effects	**(3.3)**	49.4	**(5.0)**	38.8
	114.0	(296.4)	**81.7**	(192.2)
	3.6	(62.0)	**(75.9)**	(69.6)
Fair value changes on available-for-sale investments during the period	**5.4**	(3.8)	**(108.2)**	6.1
Share of other comprehensive loss of associates and joint ventures	**(7.5)**	(7.0)	**(7.2)**	(10.0)
Other comprehensive loss, net of tax	**(90.8)**	(576.7)	**(915.9)**	(636.5)
Total comprehensive income	**777.2**	304.1	**898.1**	1,161.4
Attributable to:				
Shareholders of the Company	**776.8**	304.7	**897.3**	1,161.0
Non-controlling interests	**0.4**	(0.6)	**0.8**	0.4
	777.2	304.1	**898.1**	1,161.4

STATEMENTS OF FINANCIAL POSITION
As at 30 September 2012

	Notes	Group As at 30 Sep 12 S$ Mil (Unaudited)	Group As at 31 Mar 12 S$ Mil (Audited)	Company As at 30 Sep 12 S$ Mil (Unaudited)	Company As at 31 Mar 12 S$ Mil (Audited)
Current assets					
Cash and cash equivalents		**883.3**	1,346.4	**204.5**	254.4
Trade and other receivables		**3,559.8**	3,927.0	**710.9**	785.3
Due from subsidiaries		**-**	-	**1,551.3**	1,775.9
Asset held for sale	11	**38.4**	334.1	**-**	-
Derivative financial instruments		**-**	2.9	**0.6**	5.1
Inventories		**218.8**	208.1	**29.1**	31.1
		4,700.3	5,818.5	**2,496.4**	2,851.8
Non-current assets					
Property, plant and equipment		**11,517.1**	11,580.0	**1,922.6**	1,925.5
Intangible assets		**10,910.0**	10,174.1	**1.5**	1.7
Subsidiaries		**-**	-	**12,967.6**	6,768.2
Associates		**176.1**	212.4	**592.1**	592.1
Joint ventures		**9,391.0**	9,968.1	**24.1**	24.1
Available-for-sale investments (**"AFS"**)		**180.6**	148.7	**49.7**	41.7
Derivative financial instruments		**125.3**	98.2	**227.1**	157.5
Deferred tax assets		**954.8**	963.0	**-**	-
Loan to an associate	12	**1,330.5**	1,325.0	**1,330.5**	1,325.0
Other non-current receivables		**128.0**	129.6	**242.5**	241.4
		34,713.4	34,599.1	**17,357.7**	11,077.2
Total assets		**39,413.7**	40,417.6	**19,854.1**	13,929.0
Current liabilities					
Trade and other payables		**4,560.3**	5,053.2	**1,157.0**	1,281.7
Due to subsidiaries		**-**	-	**1,031.5**	893.1
Current tax liabilities		**335.2**	298.9	**226.2**	197.8
Borrowings (unsecured)	13	**100.0**	105.8	**-**	-
Borrowings (secured)	13	**40.8**	25.3	**0.1**	0.2
Derivative financial instruments		**15.8**	23.0	**8.1**	9.8
Deferred gain	12	**57.5**	29.2	**-**	-
		5,109.6	5,535.4	**2,422.9**	2,382.6
Non-current liabilities					
Borrowings (unsecured)	13	**8,218.2**	8,470.4	**891.6**	857.9
Borrowings (secured)	13	**217.8**	192.3	**157.5**	157.5
Deferred income		**742.2**	745.5	**173.4**	175.0
Deferred gain	12	**1,042.8**	1,060.5	**-**	-
Derivative financial instruments		**590.5**	508.3	**389.8**	356.4
Deferred tax liabilities		**346.1**	243.8	**145.2**	135.2
Other non-current liabilities		**236.6**	213.5	**14.9**	17.5
		11,394.2	11,434.3	**1,772.4**	1,699.5
Total liabilities		**16,503.8**	16,969.7	**4,195.3**	4,082.1
Net assets		**22,909.9**	23,447.9	**15,658.8**	9,846.9
Share capital and reserves					
Share capital	15	**2,634.0**	2,632.2	**2,634.0**	2,632.2
Reserves		**20,252.0**	20,795.3	**13,024.8**	7,214.7
Equity attributable to shareholders of the Company		**22,886.0**	23,427.5	**15,658.8**	9,846.9
Non-controlling interests		**23.9**	20.4	**-**	-
Total equity		**22,909.9**	23,447.9	**15,658.8**	9,846.9

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the second quarter ended 30 September 2012

	Attributable to shareholders of the Company										
Group - 2012	Share Capital S$ Mil	Treasury Shares [1] S$ Mil	Capital Reserve - Performance Shares S$ Mil	Currency Translation Reserve [2] [3] S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Other Reserves [4] S$ Mil	Total S$ Mil	Non-controlling Interests S$ Mil	Total Equity S$ Mil
Balance as at 1 July 2012	2,634.0	(21.0)	(107.4)	(2,783.5)	(341.4)	35.1	25,379.7	(1,249.1)	23,546.4	20.8	23,567.2
Changes in equity for the quarter											
Performance shares purchased by Trust [5]	-	(8.2)	-	-	-	-	-	-	(8.2)	-	(8.2)
Equity-settled performance shares	-	-	6.2	-	-	-	-	-	6.2	-	6.2
Contribution to subsidiary	-	-	-	-	-	-	-	-	-	2.8	2.8
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(0.1)	(0.1)
Final dividend paid	-	-	-	-	-	-	(1,434.0)	-	(1,434.0)	-	(1,434.0)
Others	-	-	-	-	-	-	(1.2)	-	(1.2)	-	(1.2)
	-	(8.2)	6.2	-	-	-	(1,435.2)	-	(1,437.2)	2.7	(1,434.5)
Total comprehensive (loss)/ income for the quarter	-	-	-	(92.4)	3.6	5.4	867.7	(7.5)	776.8	0.4	777.2
Balance as at 30 September 2012	**2,634.0**	**(29.2)**	**(101.2)**	**(2,875.9)**	**(337.8)**	**40.5**	**24,812.2**	**(1,256.6)**	**22,886.0**	**23.9**	**22,909.9**

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the second quarter ended 30 September 2012

	Attributable to shareholders of the Company										
Group - 2011	**Share Capital S$ Mil**	**Treasury Shares [1] S$ Mil**	**Capital Reserve - Performance Shares S$ Mil**	**Currency Translation Reserve [2] [3] S$ Mil**	**Hedging Reserve S$ Mil**	**Fair Value Reserve S$ Mil**	**Retained Earnings S$ Mil**	**Other Reserves [4] S$ Mil**	**Total S$ Mil**	**Non-controlling Interests S$ Mil**	**Total Equity S$ Mil**
Balance as at 1 July 2011	2,624.1	(24.4)	(101.1)	(1,313.6)	(294.0)	66.0	25,466.0	(1,232.6)	25,190.4	23.0	25,213.4
Changes in equity for the quarter											
Issue of new shares	5.5	-	-	-	-	-	-	-	5.5	-	5.5
Performance shares purchased by Trust [5]	-	(6.6)	-	-	-	-	-	-	(6.6)	-	(6.6)
Performance shares vested	-	0.1	(0.1)	-	-	-	-	-	-	-	-
Equity-settled performance shares	-	-	6.9	-	-	-	-	-	6.9	-	6.9
Transfer of liability to equity	-	-	(0.2)	-	-	-	-	-	(0.2)	-	(0.2)
Goodwill transferred from 'Other Reserves' to 'Retained Earnings' on dilution	-	-	-	-	-	-	0.1	(0.1)	-	-	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(0.2)	(0.2)
Special dividend paid	-	-	-	-	-	-	(1,593.6)	-	(1,593.6)	-	(1,593.6)
Final dividend paid	-	-	-	-	-	-	(1,434.3)	-	(1,434.3)	-	(1,434.3)
	5.5	(6.5)	6.6	-	-	-	(3,027.8)	(0.1)	(3,022.3)	(0.2)	(3,022.5)
Total comprehensive (loss)/ income for the quarter	-	-	-	(504.0)	(62.0)	(3.8)	881.5	(7.0)	304.7	(0.6)	304.1
Balance as at 30 September 2011	**2,629.6**	**(30.9)**	**(94.5)**	**(1,817.6)**	**(356.0)**	**62.2**	**23,319.7**	**(1,239.7)**	**22,472.8**	**22.2**	**22,495.0**

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the second quarter ended 30 September 2012

Company - 2012	Share Capital S$ Mil	Capital Reserve - Performance Shares S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Total Equity S$ Mil
Balance as at 1 July 2012	2,634.0	(63.4)	(184.9)	34.9	13,976.2	16,396.8
Changes in equity for the quarter						
Equity-settled performance shares	-	3.1	-	-	-	3.1
Cash paid to employees under performance share plans	-	(0.1)	-	-	-	(0.1)
Contribution to Trust [(5)]	-	(5.7)	-	-	-	(5.7)
Final dividend paid	-	-	-	-	(1,434.9)	(1,434.9)
	-	(2.7)	-	-	(1,434.9)	(1,437.6)
Total comprehensive income for the quarter	-	-	15.1	5.2	679.3	699.6
Balance as at 30 September 2012	**2,634.0**	**(66.1)**	**(169.8)**	**40.1**	**13,220.6**	**15,658.8**

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the second quarter ended 30 September 2012

Company - 2011	Share Capital S$ Mil	Capital Reserve - Performance Shares S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Total Equity S$ Mil
Balance as at 1 July 2011	2,624.1	(62.7)	(205.6)	30.0	6,797.3	9,183.1
Changes in equity for the quarter						
Issue of new shares	5.5	-	-	-	-	5.5
Equity-settled performance shares	-	2.7	-	-	-	2.7
Contribution to Trust [(5)]	-	(4.9)	-	-	-	(4.9)
Special dividend paid	-	-	-	-	(1,594.0)	(1,594.0)
Final dividend paid	-	-	-	-	(1,435.7)	(1,435.7)
	5.5	(2.2)	-	-	(3,029.7)	(3,026.4)
Total comprehensive (loss)/ income for the quarter	-	-	(29.4)	(2.0)	3,731.4	3,700.0
Balance as at 30 September 2011	**2,629.6**	**(64.9)**	**(235.0)**	**28.0**	**7,499.0**	**9,856.7**

Notes:

(1) 'Treasury Shares' are accounted for in accordance with Singapore Financial Reporting Standard ("**FRS**") 32, ***Financial Instruments: Disclosure and Presentation***.

(2) 'Currency Translation Reserve' relates mainly to the translation of the net assets of foreign subsidiaries, associates and joint ventures of the Group denominated mainly in Australian Dollar, Indian Rupee, Indonesian Rupiah, Pakistani Rupee, Philippine Peso, Thai Baht and United States Dollar.

(3) Included currency translation loss of S$366 million in respect of the translation of Warid Telecom (Private) Limited's carrying value denominated in Pakistani Rupee as at 30 September 2012 (30 September 2011: S$359 million) (refer to **Note 11**).

(4) 'Other Reserves' relate mainly to goodwill on acquisitions completed prior to 1 April 2001.

(5) DBS Trustee Limited (the "**Trust**") is the trustee of a trust established to administer the performance share plans.

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the half year ended 30 September 2012

	Attributable to shareholders of the Company										
Group - 2012	Share Capital S$ Mil	Treasury Shares [1] S$ Mil	Capital Reserve - Performance Shares S$ Mil	Currency Translation Reserve [2] [3] S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Other Reserves [4] S$ Mil	Total S$ Mil	Non-controlling Interests S$ Mil	Total Equity S$ Mil
Balance as at 1 April 2012	2,632.2	(42.3)	(82.7)	(2,151.5)	(261.9)	148.7	24,434.4	(1,249.4)	23,427.5	20.4	23,447.9
Changes in equity for the period											
Issue of new shares	1.8	-	-	-	-	-	-	-	1.8	-	1.8
Performance shares purchased by the Company	-	(3.4)	-	-	-	-	-	-	(3.4)	-	(3.4)
Performance shares purchased by Trust [5]	-	(13.8)	-	-	-	-	-	-	(13.8)	-	(13.8)
Performance shares vested	-	30.3	(30.3)	-	-	-	-	-	-	-	-
Equity-settled performance shares	-	-	12.6	-	-	-	-	-	12.6	-	12.6
Transfer of liability to equity	-	-	7.9	-	-	-	-	-	7.9	-	7.9
Performance shares purchased by SingTel Optus Pty Limited ("**Optus**") and vested	-	-	(8.7)	-	-	-	-	-	(8.7)	-	(8.7)
Contribution to subsidiary	-	-	-	-	-	-	-	-	-	2.8	2.8
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(0.1)	(0.1)
Final dividend paid	-	-	-	-	-	-	(1,434.0)	-	(1,434.0)	-	(1,434.0)
Others	-	-	-	-	-	-	(1.2)	-	(1.2)	-	(1.2)
	1.8	13.1	(18.5)	-	-	-	(1,435.2)	-	(1,438.8)	2.7	(1,436.1)
Total comprehensive (loss)/ income for the period	-	-	-	(724.4)	(75.9)	(108.2)	1,813.0	(7.2)	897.3	0.8	898.1
Balance as at 30 September 2012	**2,634.0**	**(29.2)**	**(101.2)**	**(2,875.9)**	**(337.8)**	**40.5**	**24,812.2**	**(1,256.6)**	**22,886.0**	**23.9**	**22,909.9**

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the half year ended 30 September 2012

	Attributable to shareholders of the Company										
Group - 2011	Share Capital S$ Mil	Treasury Shares [1] S$ Mil	Capital Reserve - Performance Shares S$ Mil	Currency Translation Reserve [2] [3] S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Other Reserves [4] S$ Mil	Total S$ Mil	Non-controlling Interests S$ Mil	Total Equity S$ Mil
Balance as at 1 April 2011	2,622.8	(27.1)	(102.9)	(1,254.4)	(286.4)	56.1	24,550.0	(1,229.8)	24,328.3	22.0	24,350.3
Changes in equity for the period											
Issue of new shares	6.8	-	-	-	-	-	-	-	6.8	-	6.8
Performance shares purchased by the Company	-	(0.5)	-	-	-	-	-	-	(0.5)	-	(0.5)
Performance shares purchased by Trust [5]	-	(6.6)	-	-	-	-	-	-	(6.6)	-	(6.6)
Performance shares vested	-	3.3	(3.3)	-	-	-	-	-	-	-	-
Equity-settled performance shares	-	-	13.2	-	-	-	-	-	13.2	-	13.2
Transfer of liability to equity	-	-	(0.2)	-	-	-	-	-	(0.2)	-	(0.2)
Cash paid to employees under performance share plans	-	-	(0.3)	-	-	-	-	-	(0.3)	-	(0.3)
Performance shares purchased by Optus and vested	-	-	(1.0)	-	-	-	-	-	(1.0)	-	(1.0)
Goodwill transferred from 'Other Reserves' to 'Retained Earnings' on dilution	-	-	-	-	-	-	(0.1)	0.1	-	-	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(0.2)	(0.2)
Special dividend paid	-	-	-	-	-	-	(1,593.6)	-	(1,593.6)	-	(1,593.6)
Final dividend paid	-	-	-	-	-	-	(1,434.3)	-	(1,434.3)	-	(1,434.3)
	6.8	(3.8)	8.4	-	-	-	(3,028.0)	0.1	(3,016.5)	(0.2)	(3,016.7)
Total comprehensive (loss)/ income for the period	-	-	-	(563.2)	(69.6)	6.1	1,797.7	(10.0)	1,161.0	0.4	1,161.4
Balance as at 30 September 2011	**2,629.6**	**(30.9)**	**(94.5)**	**(1,817.6)**	**(356.0)**	**62.2**	**23,319.7**	**(1,239.7)**	**22,472.8**	**22.2**	**22,495.0**

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the half year ended 30 September 2012

Company - 2012	Share Capital S$ Mil	Treasury Shares [1] S$ Mil	Capital Reserve - Performance Shares S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Total Equity S$ Mil
Balance as at 1 April 2012	2,632.2	-	(67.9)	(164.9)	32.1	7,415.4	9,846.9
Changes in equity for the period							
Issue of new shares	1.8	-	-	-	-	-	1.8
Performance shares purchased by the Company	-	(3.4)	-	-	-	-	(3.4)
Performance shares vested	-	3.4	(3.1)	-	-	-	0.3
Equity-settled performance shares	-	-	6.6	-	-	-	6.6
Transfer of liability to equity	-	-	7.9	-	-	-	7.9
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	(0.1)
Contribution to Trust [5]	-	-	(9.5)	-	-	-	(9.5)
Final dividend paid	-	-	-	-	-	(1,434.9)	(1,434.9)
	1.8	-	1.8	-	-	(1,434.9)	(1,431.3)
Total comprehensive (loss)/ income for the period	-	-	-	(4.9)	8.0	7,240.1	7,243.2
Balance as at 30 September 2012	**2,634.0**	**-**	**(66.1)**	**(169.8)**	**40.1**	**13,220.6**	**15,658.8**

STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

For the half year ended 30 September 2012

Company - 2011	Share Capital S$ Mil	Capital Reserve - Performance Shares S$ Mil	Hedging Reserve S$ Mil	Fair Value Reserve S$ Mil	Retained Earnings S$ Mil	Total Equity S$ Mil
Balance as at 1 April 2011	2,622.8	(64.6)	(197.3)	29.0	6,626.6	9,016.5
Changes in equity for the period						
Issue of new shares	6.8	-	-	-	-	6.8
Performance shares vested	-	(0.4)	-	-	-	(0.4)
Equity-settled performance shares	-	5.5	-	-	-	5.5
Transfer of liability to equity	-	(0.2)	-	-	-	(0.2)
Cash paid to employees under performance share plans	-	(0.3)	-	-	-	(0.3)
Contribution to Trust (5)	-	(4.9)	-	-	-	(4.9)
Special dividend paid	-	-	-	-	(1,594.0)	(1,594.0)
Final dividend paid	-	-	-	-	(1,435.7)	(1,435.7)
	6.8	(0.3)	-	-	(3,029.7)	(3,023.2)
Total comprehensive (loss)/ income for the period	-	-	(37.7)	(1.0)	3,902.1	3,863.4
Balance as at 30 September 2011	**2,629.6**	**(64.9)**	**(235.0)**	**28.0**	**7,499.0**	**9,856.7**

Notes:

(1) 'Treasury Shares' are accounted for in accordance with Singapore FRS 32, ***Financial Instruments: Disclosure and Presentation***.

(2) 'Currency Translation Reserve' relates mainly to the translation of the net assets of foreign subsidiaries, associates and joint ventures of the Group denominated mainly in Australian Dollar, Indian Rupee, Indonesian Rupiah, Pakistani Rupee, Philippine Peso, Thai Baht and United States Dollar.

(3) Included currency translation loss of S$366 million in respect of the translation of Warid Telecom (Private) Limited's carrying value denominated in Pakistani Rupee as at 30 September 2012 (30 September 2011: S$359 million) (refer to **Note 11**).

(4) 'Other Reserves' relate mainly to goodwill on acquisitions completed prior to 1 April 2001.

(5) DBS Trustee Limited (the "**Trust**") is the trustee of a trust established to administer the performance share plans.

CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the second quarter and half year ended 30 September 2012

	Quarter 30 Sep 2012 S$ Mil	Quarter 30 Sep 2011 S$ Mil	Half Year 30 Sep 2012 S$ Mil	Half Year 30 Sep 2011 S$ Mil
Cash Flows from Operating Activities				
Profit before tax	**1,026.3**	1,026.8	**2,135.8**	2,113.5
Adjustments for				
Depreciation and amortisation	**534.9**	494.3	**1,053.1**	995.5
Exceptional items	**(0.2)**	3.5	**(112.8)**	(1.6)
Interest and investment income (net)	**(4.9)**	(27.5)	**(21.3)**	(30.6)
Finance costs	**90.6**	99.9	**178.0**	195.8
Share of results of associates and joint ventures (post-tax)	**(380.1)**	(347.6)	**(734.1)**	(762.6)
Other non-cash items	**3.5**	11.1	**13.7**	21.3
	243.8	233.7	**376.6**	417.8
Operating cash flow before working capital changes	**1,270.1**	1,260.5	**2,512.4**	2,531.3
Changes in operating assets and liabilities				
Trade and other receivables	**228.0**	(155.5)	**189.7**	(201.6)
Trade and other payables	**(107.9)**	211.1	**(406.8)**	111.8
Inventories	**13.0**	(8.7)	**(13.9)**	(35.9)
Currency translation adjustments of subsidiaries	**(9.9)**	4.7	**(5.7)**	1.2
Cash generated from operations	**1,393.3**	1,312.1	**2,275.7**	2,406.8
Payment to employees in cash under performance share plans	**-**	(0.5)	**(3.3)**	(0.8)
Dividends received from associates and joint ventures	**368.2**	221.7	**888.4**	686.3
Income tax and withholding tax paid	**(95.4)**	(186.3)	**(209.5)**	(232.0)
Net cash inflow from operating activities	**1,666.1**	1,347.0	**2,951.3**	2,860.3
Cash Flows from Investing Activities				
Dividends received from AFS investments	**0.9**	13.9	**1.9**	14.8
Interest received	**3.8**	9.0	**18.9**	18.0
Contribution from non-controlling interests	**2.8**	-	**2.8**	-
Payment for acquisition of subsidiaries, net of cash acquired **(Note 1)**	**(29.1)**	-	**(665.7)**	-
Investment in associates and joint ventures	**(6.0)**	(567.4)	**(6.0)**	(575.0)
Investment in AFS investments	**(11.3)**	(9.4)	**(31.8)**	(47.5)
Proceeds from sale of AFS investments	**0.5**	-	**337.4**	-
Balance carried forward	**(38.4)**	(553.9)	**(342.5)**	(589.7)

CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the second quarter and half year ended 30 September 2012

	Quarter 30 Sep		Half Year 30 Sep	
	2012 S$ Mil	2011 S$ Mil	2012 S$ Mil	2011 S$ Mil
Cash Flows from Investing Activities (continued)				
Balance brought forward	**(38.4)**	(553.9)	**(342.5)**	(589.7)
Payment for purchase of property, plant and equipment	**(563.7)**	(431.5)	**(1,123.7)**	(1,031.4)
Advance payment for purchase of submarine cable capacity	**-**	(9.7)	**-**	(9.7)
Drawdown of prepaid submarine cable capacity	**-**	-	**-**	11.0
Proceeds from sale of property, plant and equipment	**2.2**	570.5	**7.5**	572.6
Purchase of intangible assets	**(30.1)**	(11.6)	**(94.0)**	(44.7)
Withholding tax paid on intra-group interest income	**(10.6)**	(7.3)	**(31.3)**	(8.1)
Net cash outflow for investing activities	**(640.6)**	(443.5)	**(1,584.0)**	(1,100.0)
Cash Flows from Financing Activities				
Proceeds from term loans	**1,200.0**	264.1	**1,999.0**	264.1
Repayment of term loans	**(1,219.5)**	(257.6)	**(2,234.6)**	(257.6)
Proceeds from bond issue	**-**	370.4	**-**	470.8
Proceeds from finance lease liabilities	**34.2**	-	**61.9**	-
Finance lease payments	**(12.7)**	(8.1)	**(20.4)**	(15.7)
Net proceeds from/ (repayment of) borrowings	**2.0**	368.8	**(194.1)**	461.6
Net interest paid on borrowings and swaps	**(80.5)**	(54.5)	**(175.7)**	(186.8)
Purchase of performance shares	**(8.2)**	(6.6)	**(25.9)**	(8.4)
Final dividend paid to shareholders of the Company	**(1,434.0)**	(1,434.3)	**(1,434.0)**	(1,434.3)
Special dividend paid to shareholders of the Company	**-**	(1,593.6)	**-**	(1,593.6)
Dividend paid to non-controlling interest	**(0.1)**	(0.2)	**(0.1)**	(0.2)
Deposit in lieu of bankers' guarantee	**-**	(25.4)	**-**	0.8
Proceeds from issue of shares	**-**	5.5	**1.8**	6.8
Net cash outflow for financing activities	**(1,520.8)**	(2,740.3)	**(1,828.0)**	(2,754.1)
Net change in cash and cash equivalents	**(495.3)**	(1,836.8)	**(460.7)**	(993.8)
Exchange effects on cash and cash equivalents	**(3.1)**	(17.0)	**(2.4)**	(15.1)
Cash and cash equivalents at beginning of period	**1,381.7**	3,582.9	**1,346.4**	2,738.0
Cash and cash equivalents at end of period	**883.3**	1,729.1	**883.3**	1,729.1

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

For the second quarter and half year ended 30 September 2012

Note (1): Acquisition of subsidiaries

(a) Amobee Inc., GTW Holdings Private Limited and Pixable Inc.

During the half year ended 30 September 2012, the Group acquired 100% of the share capital of Amobee Inc., a premium provider of mobile advertising solutions, GTW Holdings Private Limited, the owner of restaurant review portal HungryGoWhere, and Pixable Inc., a social photo aggregation service provider, for US$321 million, S$12 million and US$27 million respectively. The provisional fair values of identifiable net assets and the net cash outflow on the acquisitions were as follows –

	30 Sep 2012 S$ Mil (Unaudited)
Identifiable intangible assets (provisional)	124.8
Non-current assets	6.7
Cash and cash equivalents	32.3
Current assets (excluding cash and cash equivalents)	13.1
Total liabilities	(50.3)
Net assets acquired	126.6
Goodwill (provisional)	321.6
Total cash consideration	448.2
Less: Consideration unpaid as at 30 September 2012	(36.2)
Less: Cash and cash equivalents acquired	(32.3)
Net outflow of cash	**379.7**

(b) Vividwireless Group Limited

In June 2012, Optus Mobile Pty Limited, a wholly-owned subsidiary of the Group, acquired 100% of the share capital of Vividwireless Group Limited ("**Vividwireless**") for A$230 million. Fair values of identifiable net assets of Vividwireless acquired and the net cash outflow on the acquisition were as follows -

	30 Sep 2012 S$ Mil (Unaudited)
Identifiable intangible assets	256.5
Non-current assets	62.3
Cash and cash equivalents	7.6
Current assets (excluding cash and cash equivalents)	3.8
Total liabilities	(36.6)
Total cash consideration	293.6
Less: Cash and cash equivalents acquired	(7.6)
Net outflow of cash	**286.0**

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

For the second quarter and half year ended 30 September 2012

Note (2): For the purposes of the consolidated statement of cash flows, cash and cash equivalents comprised:

	As at 30 Sep	
	2012 S$ Mil (Unaudited)	2011 S$ Mil (Unaudited)
Fixed deposits	**588.7**	1,166.6
Cash and bank balances	**294.6**	562.5
	883.3	1,729.1

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

1. BASIS OF PREPARATION

The Group prepares its condensed consolidated interim financial statements in accordance with Singapore Financial Reporting Standard ("**FRS**") 34, ***Interim Financial Reporting***. The same accounting policies and methods of computation have been applied in the preparation of the financial statements for the current quarter as the most recent audited financial statements as at 31 March 2012. The adoption of the new or revised FRS and Interpretations to FRS which became mandatory from 1 April 2012 did not result in substantial changes to the Group's accounting policies.

2. OTHER INCOME

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Rental income	**1.2**	1.2	**2.6**	2.4
Bad trade receivables recovered	**0.4**	6.4	**1.1**	10.2
Net exchange losses - trade related	**(4.3)**	(8.4)	**(5.6)**	(6.4)
Net gains/ (losses) on disposal of property, plant and equipment	**0.6**	(0.6)	**0.8**	(0.3)
Access fees from network facilities	**14.2**	13.1	**27.1**	26.3
Others	**13.8**	12.5	**25.4**	23.1
	25.9	24.2	**51.4**	55.3

3. DEPRECIATION AND AMORTISATION

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Depreciation of property, plant and equipment	**489.6**	462.3	**969.5**	931.5
Amortisation of intangible assets	**46.2**	33.0	**85.6**	66.1
Amortisation of sale and leaseback income	**(0.2)**	(0.3)	**(0.5)**	(0.6)
Amortisation of deferred gain on sale of a joint venture	**(0.7)**	(0.7)	**(1.5)**	(1.5)
	534.9	494.3	**1,053.1**	995.5

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

4. EXCEPTIONAL ITEMS

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Exceptional gains				
Gain on sale of AFS investment	**-**	-	**119.2**	-
Net income from legal disputes	**-**	-	**35.8**	-
Foreign exchange gain on a subsidiary's loan payable	**-**	-	**-**	0.5
Gain on dilution of interest in associates and joint ventures	**0.2**	0.3	**0.2**	1.1
	0.2	0.3	**155.2**	1.6
Exceptional losses				
Provision for ex-gratia payment on staff restructuring	**-**	-	**(46.2)**	(23.5)
Impairment of AFS investment	**-**	-	**(6.6)**	-
Foreign exchange loss on a subsidiary's loan payable	**-**	(3.8)	**-**	-
	-	(3.8)	**(52.8)**	(23.5)
	0.2	(3.5)	**102.4**	(21.9)

5. SHARE OF EXCEPTIONAL ITEMS OF ASSOCIATES AND JOINT VENTURES

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Share of AIS' post-tax profits (Jan - Mar 2011)	**-**	-	**-**	54.6
Write-back of provisions	**-**	-	**-**	7.2
Share of Globe's accelerated depreciation (post-tax)	**(18.2)**	-	**(28.4)**	-
	(18.2)	-	**(28.4)**	61.8

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

6. INTEREST AND INVESTMENT INCOME (NET)

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Interest income from				
- bank deposits	**3.5**	8.0	**7.2**	16.9
- others	**7.9**	0.8	**16.0**	0.9
	11.4	8.8	**23.2**	17.8
Gross dividends from AFS investments	**2.3**	15.8	**4.0**	16.8
Fair value gains/ (losses) on hedging instruments	**1.9**	(3.3)	**1.5**	(5.9)
Fair value gains/ (losses) on fair value hedges				
- hedged item	**116.4**	(546.9)	**(33.8)**	(446.7)
- hedged instrument	**(116.4)**	546.9	**33.8**	446.7
	-	-	**-**	-
Net exchange (losses)/ gains - non-trade related	**(10.7)**	6.2	**(7.4)**	1.9
	4.9	27.5	**21.3**	30.6

7. FINANCE COSTS

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Interest expense on				
- bonds	**67.1**	104.3	**136.8**	207.1
- bank loans	**15.0**	2.2	**27.1**	3.5
- others	**8.5**	6.2	**15.9**	10.4
	90.6	112.7	**179.8**	221.0
Less : Amounts capitalised	**(4.3)**	(1.0)	**(7.3)**	(1.0)
	86.3	111.7	**172.5**	220.0
Effects of hedging using interest rate swaps	**3.0**	(13.6)	**2.7**	(28.0)
Unwinding of discounts (including adjustments)	**1.3**	1.8	**2.8**	3.8
	90.6	99.9	**178.0**	195.8

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the second quarter and half year ended 30 September 2012

8. TAX EXPENSE

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Current and deferred tax expense attributable to current period's profits	**181.6**	177.7	**375.1**	380.4
Recognition of deferred tax assets on other temporary differences (1)	**(16.6)**	(31.7)	**(48.2)**	(64.4)
Current and deferred tax adjustments in respect of prior years	**(6.7)**	-	**(5.1)**	(0.4)
	158.3	146.0	**321.8**	315.6

Note:

(1) This relates to deferred tax asset recognised on interest expense arising from inter-company loans.

9. OTHER INCOME STATEMENT ITEMS

Group	Quarter 30 Sep 2012 S$ Mil (Unaudited)	Quarter 30 Sep 2011 S$ Mil (Unaudited)	Half year 30 Sep 2012 S$ Mil (Unaudited)	Half year 30 Sep 2011 S$ Mil (Unaudited)
Impairment of trade receivables	**38.4**	38.0	**125.1**	86.4
Allowance for inventory obsolescence	**12.4**	5.0	**16.5**	5.9

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

10. WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES

Group	Quarter 30 Sep 2012 '000 (Unaudited)	Quarter 30 Sep 2011 '000 (Unaudited)	Half year 30 Sep 2012 '000 (Unaudited)	Half year 30 Sep 2011 '000 (Unaudited)
Weighted average number of ordinary shares in issue for calculation of basic earnings per share	**15,934,816**	15,930,012	**15,932,020**	15,928,702
Adjustment for dilutive effect of share options	**-**	2,393	**-**	3,341
Adjustment for dilutive effect of SingTel Performance Share Plan	**29,087**	41,779	**29,087**	41,779
Weighted average number of ordinary shares for calculation of diluted earnings per share	**15,963,903**	15,974,184	**15,961,107**	15,973,822

The weighted average number of ordinary shares in issue had been adjusted to exclude the number of performance shares held by the Trust.

11. ASSET HELD FOR SALE

The Group reclassified from 1 July 2012 its 30% equity interest in Warid Telecom (Private) Limited ("**Warid**") in Pakistan as 'Asset held for sale' upon a plan approved by the Board, and equity accounting has ceased from the date of reclassification. The cumulative currency translation loss of S$366 million in respect of the translation of Warid's carrying value remained in the 'Currency Translation Reserve' within equity, and would be transferred to the income statement upon the disposal of the investment in Warid (refer to **Note 20**).

The 'Asset held for sale' as at 31 March 2012 related to the Group's 3.98% equity interest in Far EasTone Telecommunications Co., Ltd in Taiwan, which was divested in April 2012.

12. LOAN TO AN ASSOCIATE/ DEFERRED GAIN

The Company, Singapore Telecommunications Limited ("**SingTel**") established a business trust, NetLink Trust, in July 2011 as part of the IDA's effective open access requirements under Singapore's Next Generation Nationwide Broadband Network. In September 2011, SingTel sold certain infrastructure assets and its business of providing ducts and manhole services in relation to the assets to NetLink Trust. The purchase was financed by the issue of units to SingTel of S$567 million and a loan from SingTel of S$1.33 billion.

Although currently 100% owned by SingTel, SingTel does not have effective control in NetLink Trust, and hence it is equity accounted as an associate at the Group.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the second quarter and half year ended 30 September 2012

12. LOAN TO AN ASSOCIATE/ DEFERRED GAIN (Continued)

At the consolidated level, the gain on disposal of the assets and related business recorded by SingTel was deferred in the Group's statement of financial position and is being amortised over the useful lives of the assets. The unamortised deferred gain in the Group's statement of financial position will be released to the Group's income statement when NetLink Trust is partially or fully sold, based on the proportionate equity interest disposed.

13. GROUP'S BORROWINGS AND DEBT SECURITIES

Group	As at 30 Sep 12 S$ Mil (Unaudited)	As at 31 Mar 12 S$ Mil (Audited)
Unsecured borrowings		
Repayable within one year	**100.0**	105.8
Repayable after one year	**8,218.2**	8,470.4
	8,318.2	8,576.2
Secured borrowings		
Repayable within one year	**40.8**	25.3
Repayable after one year	**217.8**	192.3
	258.6	217.6
	8,576.8	8,793.8

Secured borrowings comprise finance lease liabilities, including lease liabilities in respect of certain assets leased from NetLink Trust.

14. DETAILS OF MATERIAL ASSOCIATES AND JOINT VENTURES

	Equity interest as at 30 Sep		Contribution to net profit after tax Quarter 30 Sep	
	2012 % (Unaudited)	2011 % (Unaudited)	2012 S$ Mil (Unaudited)	2011 S$ Mil (Unaudited)
Equity accounted associates and joint ventures				
PT Telekommunikasi Selular	35.0	35.0	**202.9**	174.3
Bharti Airtel Limited	32.3	32.3	**48.3**	83.5
Advanced Info Service Public Company Limited	21.3	21.3	**81.6**	53.4
Globe Telecom, Inc.	47.3	47.3	**26.1**	33.8
Others			**21.2**	2.6
			380.1	347.6

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the second quarter and half year ended 30 September 2012

14. DETAILS OF MATERIAL ASSOCIATES AND JOINT VENTURES (Continued)

	Equity interest as at 30 Sep		Contribution to net profit after tax Half year 30 Sep	
	2012 % (Unaudited)	2011 % (Unaudited)	2012 S$ Mil (Unaudited)	2011 S$ Mil (Unaudited)
Equity accounted associates and joint ventures				
PT Telekommunikasi Selular	35.0	35.0	**383.7**	331.2
Bharti Airtel Limited	32.3	32.3	**105.9**	186.6
Advanced Info Service Public Company Limited	21.3	21.3	**163.7**	161.2
Globe Telecom, Inc.	47.3	47.3	**57.7**	68.0
Others			**23.1**	15.6
			734.1	762.6

The details of associates and joint ventures are set out in Note 26 and Note 27 to the financial report respectively.

15. SHARE CAPITAL AND OTHER EQUITY INFORMATION

	Quarter 30 Sep 12	
Group and Company	Number of shares Mil (Unaudited)	Share capital S$ Mil (Unaudited)
Balance as at 1 July 2012 and 30 September 2012	**15,943.6**	**2,634.0**

	Half year 30 Sep 12	
Group and Company	Number of shares Mil (Unaudited)	Share capital S$ Mil (Unaudited)
Balance as at 1 April 2012	**15,942.3**	**2,632.2**
Issue of shares on exercise of share options	**1.3**	**1.8**
Balance as at 30 September 2012	**15,943.6**	**2,634.0**

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

15. SHARE CAPITAL AND OTHER EQUITY INFORMATION (Continued)

(a) Changes to share capital
During the half year ended 30 September 2012, the Company issued 1,332,000 ordinary shares upon the exercise of 1,332,000 share options under the Singapore Telecom Share Option Scheme 1999 (at exercise price of S$1.31 per share).

The Singapore Telecom Share Option Scheme 1999 ceased in May 2012.

(b) Performance shares
The number of outstanding performance shares under the SingTel Performance Share Plan as at 30 September 2012 was 56,656,652 (30 September 2011: 69,543,137).

16. DIVIDENDS

On 12 November 2012, the Directors approved an interim one-tier exempt ordinary dividend of 6.8 cents (FY 2012: 6.8 cents) per share totalling approximately S$1.08 billion in respect of the current financial year ending 31 March 2013.

The financial statements for the half year ended, and as at, 30 September 2012 do not reflect this interim dividend. The dividend will be accounted for in the shareholders' equity as an appropriation of 'Retained Earnings' in the next quarter ending 31 December 2012.

During the half year ended 30 September 2012, a final one-tier exempt ordinary dividend of 9.0 cents per share totalling S$1.43 billion was paid in respect of the previous financial year ended 31 March 2012.

17. NET ASSET VALUE

	Group As at		Company As at	
	30 Sep 12 (Unaudited)	31 Mar 12 (Audited)	30 Sep 12 (Unaudited)	31 Mar 12 (Audited)
Net asset value per ordinary share	**143.63¢**	141.08¢	**98.21¢**	61.77¢

As at the end of the reporting period, the number of ordinary shares of the Group used for the above calculation had been adjusted to exclude the number of performance shares held by the Trust.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

18. CONTINGENT LIABILITIES

(a) **Guarantees**
As at 30 September 2012,

(i) The Group and Company provided bankers' and other guarantees, and insurance bonds of S$532.2 million and S$399.8 million (31 March 2012: S$572.8 million and S$413.2 million) respectively.

(ii) The Company provided guarantees for loans of S$1.20 billion (31 March 2012: S$1.55 billion) drawn down under various loan facilities entered into by SingTel Group Treasury Pte. Ltd. ("**SGT**") with maturities between November 2013 and June 2014. The Company also provided guarantees for SGT's notes issue of an aggregate equivalent amount of S$3.28 billion due between July 2016 and September 2021.

(iii) The Company provided a guarantee for US$90 million (S$110 million) (31 March 2012: US$90 million) on a proportionate share basis in respect of a loan obtained by a 30%-owned company (refer to **Note 20**).

(b) SingTel is in dispute with OpenNet Pte Ltd, an associated company in which the Group has 30% equity interest, with respect to SingTel's contractual obligations as a key sub-contractor under various agreements between the parties. Parties are in discussions to manage the dispute matters through the resolution process under the agreements.

(c) Optus (and certain subsidiaries) is in dispute with third parties regarding certain transactions entered into in the ordinary course of business. Some of these disputes involve legal proceedings relating to the contractual obligations of the parties and/or representations made, including the amounts payable by Optus' companies under the contracts and claims against Optus' companies for compensation for alleged breach of contract and/or representations. Optus is vigorously defending all these claims.

19. CONTINGENT LIABILITIES OF JOINT VENTURES

(a) Bharti Airtel Limited ("**Airtel**"), a 32.3% joint venture of the Group, has disputes with various government authorities in the respective jurisdictions where its operations are based, as well as with third parties regarding certain transactions entered into in the ordinary course of business.

As at 30 September 2012, the taxes, custom duties and demands under adjudication, appeal or disputes amounted to approximately INR 60.1 billion (SingTel's equity share: S$452 million). In respect of some of the tax issues, pending final decisions, Airtel had deposited amounts with statutory authorities.

Airtel Nigeria B.V. ("**ANBV**"), a 100% owned indirect subsidiary of Airtel, has 65.7% shareholding in Airtel Networks Limited ("**ANL**"), whose principal activity is the provision of mobile telecommunication services in Nigeria.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the second quarter and half year ended 30 September 2012

19. CONTINGENT LIABILITIES OF JOINT VENTURES (Continued)

Econet Wireless Limited ("**EWL**") has claimed for entitlement to a 5% stake in ANL in 2004 and a claim alleging breach of a shareholders agreement between EWL and former shareholders of ANL in 2006. ANL and ANBV have filed appeals in Nigerian Federal and State High Courts on both matters.

Airtel is defending its positions vigorously. Under the terms of the acquisition by Airtel of these assets from Zain International B.V. in 2010, Airtel has the benefit of seller's indemnities in respect of such matters.

(b) The Group holds an equity interest of 23.3% in Advanced Info Service Public Company Limited ("**AIS**").

<u>Revenue share disputes arising from abolishment of excise tax</u>

In January 2008, TOT Public Company Limited ("**TOT**") and CAT Telecom Public Company Limited ("**CAT**") demanded additional payments of revenue share from AIS and its subsidiary, Digital Phone Company Limited ("**DPC**") respectively.

CAT had submitted its case against DPC to arbitration and the Arbitral Tribunal has dismissed CAT's case against DPC on 1 March 2011. On 3 June 2011, CAT began proceedings to appeal against the Arbitral Tribunal's decision in the Central Administrative Court.

On 20 May 2011, the Arbitral Tribunal dismissed TOT's claim against AIS for additional revenue share. On 22 September 2011, TOT submitted its case to the Central Administrative Court to appeal against the Arbitral Tribunal's award.

<u>TOT's demand for additional revenue share</u>

On 26 January 2011, TOT sent a letter demanding AIS to pay additional revenue share based on gross interconnection income received from 2007 to 2010 of THB 17,803 million (SingTel's equity share: S$165 million) plus interest at the rate of 1.25% per month. AIS sent a letter opposing the said claim to TOT on 21 February 2011. On 9 March 2011, AIS submitted the dispute to arbitration.

<u>TOT's demand for access charge</u>

On 9 May 2011, TOT submitted a case to the Central Administrative Court against CAT as first defendant and DPC as second defendant demanding access charge amounting to THB 2,954 million (SingTel's equity share: S$27 million) plus interest. This case is pending.

AIS' management believes that the case has no material impact to its financial statements because DPC has correctly and fully complied with the law and the relevant agreements in all respects.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the second quarter and half year ended 30 September 2012

19. CONTINGENT LIABILITIES OF JOINT VENTURES (Continued)

(c) Globe Telecom, Inc. ("**Globe**"), a 47.3% joint venture of the Group, is contingently liable for various claims arising in the ordinary conduct of business and certain tax assessments which are either pending decision by the Courts or are being contested, the outcome of which are not presently determinable. In the opinion of Globe's management and legal counsel, the eventual liability under these claims, if any, will not have a material or adverse effect on the Globe Group's financial position and results of operations.

(d) The Group holds an equity interest of 35% in PT Telekomunikasi Selular ("**Telkomsel**").

<u>PT Prima Jaya Informatika's bankruptcy petition against Telkomsel</u>

Following the dispute between Telkomsel and PT Prima Jaya Informatika ("**PT Prima**"), a Telkomsel's distributor of pulse reload vouchers under a distribution agreement by both parties, the Jakarta Commercial Court at the Central Jakarta District Court accepted the bankruptcy petition against Telkomsel filed by PT Prima based on its verdict on 14 September 2012. The bankruptcy petition was filed by PT Prima on the basis of:

- PT Prima's claim on overdue receivable from Telkomsel amounted to IDR 5.26B (SingTel's equity share: S$0.2 million) which represents the value of undelivered pulse reload vouchers based on orders covered by purchase orders; and
- receivable of another company from Telkomsel.

Telkomsel has contested PT Prima's claim and stated that Telkomsel's payable to the other company has been fully repaid. Besides, PT Prima has no right to claim receivable from Telkomsel, considering that PT Prima has not made any payment to Telkomsel on its orders. PT Prima has also breached the terms and conditions as stipulated in the above-mentioned agreement. Therefore, the requirement for a bankruptcy petition should have not been met.

The decision of the Jakarta Commercial Court at the Central Jakarta District Court is not in the favor of Telkomsel.

Telkomsel has taken necessary actions and legal remedy to challenge the above court decision by filing an appeal to the Supreme Court on 21 September 2012. As of the date of this report, the appeal to the Supreme Court is still in process.

Notwithstanding the bankruptcy status, considering that Telkomsel is a healthy company with sufficient resources to fulfill its obligations, the Supervisory Judge has allowed Telkomsel to continue its business activity.

While the examination of the appeal to the Supreme Court is still in process, Telkomsel cannot determine the financial impact of bankruptcy.

<u>Tax disputes</u>

As at 30 September 2012, Telkomsel has filed appeals and cross-appeals amounting to approximately IDR 1,307 billion (SingTel's equity share: S$59 million) for various tax claims arising in certain tax assessments which are pending final decisions, the outcome of which are not presently determinable.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the second quarter and half year ended 30 September 2012

20. PROPOSED RESTRUCTURING OF WARID'S LOAN FACILITIES

Warid, a company in which the Group has 30% equity interest, is currently in discussions with its lenders in relation to a proposed restructuring of its loan facilities. As at 30 September 2012, the outstanding principal amounted to approximately US$871 million and was secured by a floating charge on Warid's assets. In addition, US$90 million of these loan facilities was guaranteed by SingTel (see **Note 18 (a)(iii)**) and US$512 million was secured by guarantees of the other shareholder group of Warid. SingTel received a guarantee call of US$30.3 million which has not been met as restructuring discussions between Warid, its shareholders and the lenders are on-going.

21. GROUP SEGMENT INFORMATION

Segment information is presented based on the information reviewed by the chief operating decision maker for performance measurement and resource allocation.

For the half year ended 30 September 2012, the Group's reportable segments is prepared as follows -

Singapore – represent the services and products provided by SingTel and its subsidiaries (excluding Optus).

Australia – represent the services and products provided by Optus, a wholly-owned subsidiary of the Group domiciled in Australia.

Associates & Joint Ventures ("Assoc & JV") – represent the Group's investments in associates and joint ventures which mainly comprised AIS in Thailand, Airtel in India, Globe in the Philippines, and Telkomsel in Indonesia.

The main services and products provided in both Singapore and Australia are mobile communications, data and Internet, national telephone, information technology and engineering, sale of equipment, international telephone and pay television.

Segment results represent operating revenue less expenses. Corporate costs represent the costs of the Group function not allocated to the reportable operating segments.

Segment assets represent assets directly managed by each segment, and primarily include receivables, property, plant and equipment, and inventories. Assets held at corporate level include cash and bank balances, fixed deposits and AFS investments.

21. GROUP SEGMENT INFORMATION (Continued)

For the half year ended 30 September 2012

Group - 2012 (Unaudited)	Singapore S$ Mil	Australia S$ Mil	Assoc & JV S$ Mil	Elim S$ Mil	Group Total S$ Mil
Operating revenue	3,346.4	5,758.6	-	-	**9,105.0**
Segment results	735.4	669.2	-	-	**1,404.6**
Other income	19.7	31.7	-	-	**51.4**
Profit before exceptional items	755.1	700.9	-	-	**1,456.0**
Exceptional items	112.8	(10.4)	-	-	**102.4**
Profit on operating activities	867.9	690.5	-	-	**1,558.4**
Share of results of associates and joint ventures					
- Airtel	-	-	105.9	-	**105.9**
- Telkomsel	-	-	383.7	-	**383.7**
- Globe	-	-	57.7	-	**57.7**
- AIS	-	-	163.7	-	**163.7**
- Others	-	-	23.1	-	**23.1**
	-	-	734.1	-	**734.1**
Profit before interest, investment income (net) and tax	867.9	690.5	734.1	-	**2,292.5**
Interest and investment income (net)	15.6	5.7	-	-	**21.3**
Finance costs	(77.5)	(100.5)	-	-	**(178.0)**
Profit before tax	**806.0**	**595.7**	**734.1**	**-**	**2,135.8**
Segment assets					
Investment in associates and joint ventures					
- Airtel	-	-	4,384.8	-	**4,384.8**
- Telkomsel	-	-	3,167.1	-	**3,167.1**
- Globe	-	-	1,027.0	-	**1,027.0**
- AIS	-	-	614.6	-	**614.6**
- Others	-	-	373.6	-	**373.6**
	-	-	9,567.1	-	**9,567.1**
Goodwill on acquisition of subsidiaries	395.5	9,571.6	-	-	**9,967.1**
Other assets	8,068.5	16,853.1	-	(5,042.1)	**19,879.5**
	8,464.0	**26,424.7**	**9,567.1**	**(5,042.1)**	**39,413.7**

21. GROUP SEGMENT INFORMATION (Continued)

For the half year ended 30 September 2012

Group - 2011 (Unaudited)	Singapore S$ Mil	Australia S$ Mil	Assoc & JV S$ Mil	Elim S$ Mil	Group Total S$ Mil
Operating revenue	3,158.5	6,056.3	-	-	9,214.8
Segment results	772.8	709.9	-	-	1,482.7
Other income	22.1	33.2	-	-	55.3
Profit before exceptional items	794.9	743.1	-	-	1,538.0
Exceptional items	1.6	(23.5)	-	-	(21.9)
Profit on operating activities	796.5	719.6	-	-	1,516.1
Share of results of associates and joint ventures					
- Airtel	-	-	186.6	-	186.6
- Telkomsel	-	-	331.2	-	331.2
- Globe	-	-	68.0	-	68.0
- AIS	-	-	161.2	-	161.2
- Others	-	-	15.6	-	15.6
	-	-	762.6	-	762.6
Profit before interest, investment income (net) and tax	796.5	719.6	762.6	-	2,278.7
Interest and investment income (net)	17.1	13.5	-	-	30.6
Finance costs	(107.2)	(88.6)	-	-	(195.8)
Profit before tax	706.4	644.5	762.6	-	2,113.5
Segment assets					
Investment in associates and joint ventures					
- Airtel	-	-	4,882.9	-	4,882.9
- Telkomsel	-	-	3,204.5	-	3,204.5
- Globe	-	-	1,033.7	-	1,033.7
- AIS	-	-	317.3	-	317.3
- Others	-	-	507.9	-	507.9
	-	-	9,946.3	-	9,946.3
Goodwill on acquisition of subsidiaries	81.9	9,569.6	-	-	9,651.5
Other assets	8,243.2	14,873.8	-	(3,655.5)	19,461.5
	8,325.1	24,443.4	9,946.3	(3,655.5)	39,059.3

21. GROUP SEGMENT INFORMATION (Continued)

For the half year ended 30 September 2012

From 1 April 2012, SingTel Group is restructured into three business segments, namely Group Consumer, Group Enterprise (formerly Group ICT), and Group Digital L!fe.

Group Consumer comprises the consumer businesses across Singapore and Australia, as well as the regional associates and joint ventures in the emerging markets. It focuses on driving more value from the core carriage business including mobile, fixed and satellite telecommunications as well as equipment sales.

Group Enterprise comprises the business groups across Singapore and Australia and focuses on growing the Group's position in the enterprise markets. Key services rendered included IT & Engineering, Managed Services, local and international leased circuits and mobile.

Group Digital L!fe focuses on developing new digital growth engines for existing customers and disrupting adjacent industries. It includes pay TV, e-commerce, concierge and hyper-local services, and mobile advertising.

Separate financial information on new business segments in accordance with FRS 108 *Operating Segments* will be disclosed when the requirements of FRS 108 are met after the transition period.

Revenues for each of the new business segments are set out below:

Group	**30 Sep 2012 S$ Mil (Unaudited)**
Group Consumer	5,701.3
Group Enterprise	3,225.1
Group Digital L!fe	178.6
	9,105.0

OTHER INFORMATION

22. The financial position as at 30 September 2012 and the results, statements of changes in equity and cash flows for the second quarter and half year ended 30 September 2012 presented in this announcement have not been audited, but have been reviewed by Deloitte & Touche LLP in Singapore in accordance with the Singapore Standard on Review Engagements 2410 – *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* (see review report on page 36 of this announcement).

23. REVIEW OF PERFORMANCE OF THE GROUP

Please refer to the Management Discussion and Analysis of the Group for the second quarter and half year ended 30 September 2012.

24. WHERE A FORECAST, OR A PROSPECT STATEMENT, HAS BEEN PREVIOUSLY DISCLOSED TO SHAREHOLDERS, ANY VARIANCE BETWEEN IT AND THE ACTUAL RESULTS.

Please refer to the Management Discussion and Analysis of the Group for the second quarter and half year ended 30 September 2012.

25. 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 OPERATING PERIOD AND THE NEXT 12 MONTHS.

Please refer to the Management Discussion and Analysis of the Group for the second quarter and half year ended 30 September 2012.

26. ASSOCIATES OF THE GROUP

Name of Company	Percentage of effective interest held by the Group as at 30 Sep 12 %	30 Sep 11 %
ADSB Telecommunications B.V.	25.6	25.6
APT Satellite Holdings Limited	20.3	20.3
APT Satellite International Company Limited	28.6	28.6
Infoserve Technology Corp.	25.0	25.0
NetLink Trust (1)	100.0	100.0
OpenNet Pte. Ltd.	29.9	29.9
Singapore Post Limited	25.6	25.6
Telescience Singapore Pte Ltd	50.0	50.0
Viewers Choice Pte Ltd	49.2	49.2
Warid Telecom (Private) Limited (2)	-	30.0

Notes:

(1) The Group regarded NetLink Trust, a 100%-owned business trust established as part of IDA's effective open access requirements under Singapore's Next Generation National Broadband Network, as an associate as it does not have effective control in the trust.

(2) Warid Telecom (Private) Limited has been reclassified as an 'Asset held for sale' on 1 July 2012.

27. JOINT VENTURES OF THE GROUP

Name of Company	Percentage of effective interest held by the Group as at 30 Sep 12 %	30 Sep 11 %
Abacus Travel Systems Pte Ltd	30.0	30.0
Acasia Communications Sdn Bhd	14.3	14.3
ACPL Marine Pte Ltd	41.7	41.7
Advanced Info Service Public Company Limited	23.3	21.3
ASEAN Cableship Pte Ltd	16.7	16.7
ASEAN Telecom Holdings Sdn Bhd	14.3	14.3
Asiacom Philippines, Inc.	40.0	40.0
Bharti Airtel Limited	32.3	32.3
Bharti Telecom Limited	36.2	36.2
Bridge Mobile Pte Ltd	33.8	33.6

27. JOINT VENTURES OF THE GROUP (Continued)

Name of Company	Percentage of effective interest held by the Group as at 30 Sep 12 %	30 Sep 11 %
Globe Telecom, Inc.	47.3	47.3
Grid Communications Pte Ltd	50.0	50.0
Indian Ocean Cableship Pte Ltd	50.0	50.0
International Cableship Pte Ltd	45.0	45.0
Main Event Television Pty Limited	33.3	33.3
OPEL Networks Pty Limited	50.0	50.0
Pacific Bangladesh Telecom Limited	45.0	45.0
Pacific Carriage Holdings Limited	40.0	40.0
PT Telekomunikasi Selular	35.0	35.0
Radiance Communications Pte Ltd	50.0	50.0
Southern Cross Cable Holdings Limited	40.0	40.0
SSBI Pte. Ltd.	50.0	-
TeleTech Park Pte Ltd	-	40.0
VA Dynamics Sdn Bhd	49.0	49.0

CONFIRMATION BY THE BOARD

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the second quarter and half year ended 30 September 2012 to be false or misleading.

On behalf of the Board of Directors

Fang Ai Lian
Chairman of Audit Committee

Chua Sock Koong
Director

Singapore
12 November 2012

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors
Singapore Telecommunications Limited
31 Exeter Road
Comcentre
Singapore 239732

Dear Sirs

SINGAPORE TELECOMMUNICATIONS LIMITED AND SUBSIDIARY COMPANIES
REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION AS OF AND FOR THE SECOND QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2012

Introduction

We have reviewed the accompanying statement of financial position of Singapore Telecommunications Limited ("SingTel" or the "Company") as of 30 September 2012 and statement of changes in equity of the Company for the Second Quarter and Half Year then ended, the statement of financial position of Singapore Telecommunications Limited and its subsidiary companies (the "Group") as of 30 September 2012 and related income statement, statement of comprehensive income, statement of changes in equity and statement of cash flows of the Group for the Second Quarter and Half Year then ended, selected notes and other explanatory notes ("interim financial information").

The Management of SingTel are responsible for the preparation and presentation of the interim financial information in accordance with Financial Reporting Standard 34 *Interim Financial Reporting* ("FRS 34"). Such interim financial information has been prepared by Management of SingTel for announcement on the Singapore Exchange and the Australian Securities Exchange. Our responsibility is to express a conclusion to this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Singapore Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with FRS 34.

Deloitte & Touche LLP
Public Accountants and
Certified Public Accountants

Singapore
12 November 2012