



Singapore Exchange Limited

1Q FY2010 Interim Financial Results

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29 October 2009

Agenda



- Highlights
- Financial Review
- Business Review
- Summary

Highlights

Performance Highlights

- NPAT increased 11.3% to \$94.1 mil (1Q FY2009: \$84.5 mil)
- Operating Leverage*: 115%
- Securities trading
 - Daily average value traded increased 37.0% to \$1.73 bil (1Q FY2009: \$1.27 bil)
- Capital raising
 - Primary capital raising: 11 new listings (\$0.26 bil)
 - Secondary capital raising: \$5.23 bil
- Quarterly base dividend = 3.75 cents per share

* Ratio of stable revenue and net derivatives revenue to total operating expenses

Financial Review

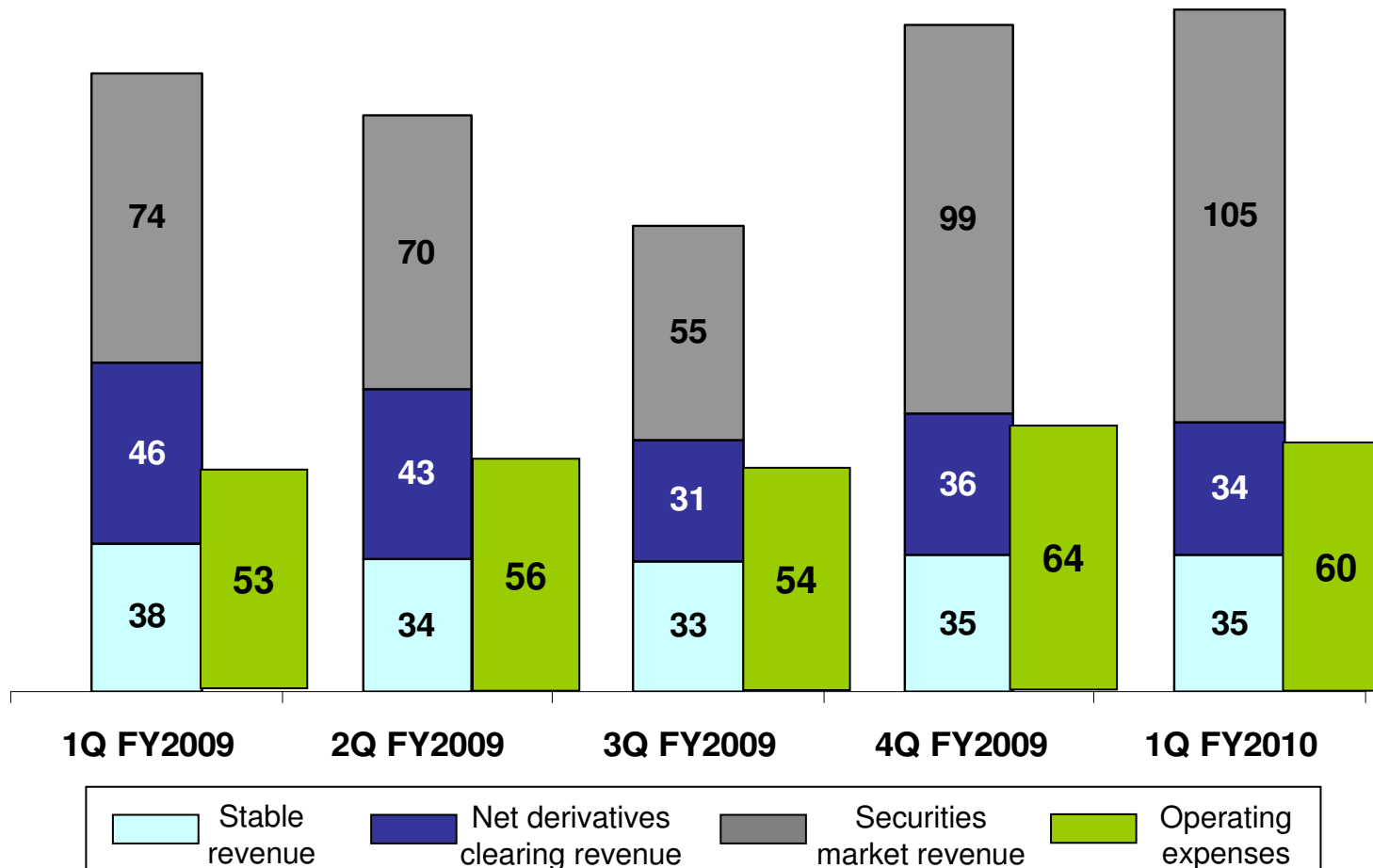
Income Statement Overview



(S\$ million)	1Q FY2010	1Q FY2009	% Change
Total Operating Revenue	173.4	158.2	9.5 ↑
Securities Market Revenue	104.6	74.4	40.6 ↑
Net Derivatives Clearing Revenue	33.7	46.1	27.0 ↓
Stable Revenue	35.0	37.7	7.0 ↓
Total Operating Expenses	59.7	53.4	11.9 ↑
Net Profit After Tax (NPAT)	94.1	84.5	11.3 ↑

Operating Leverage

(S\$ million)

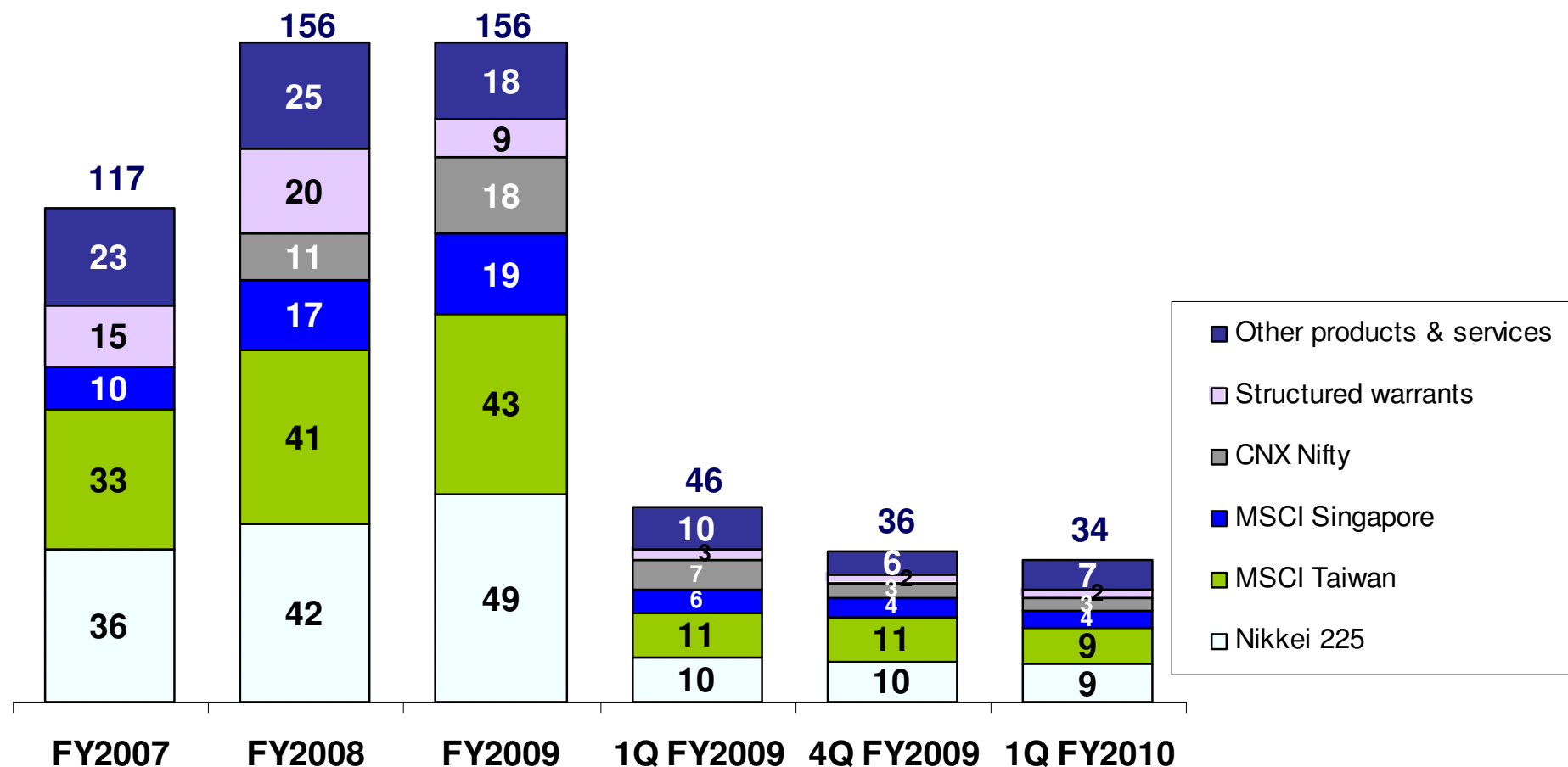


Coverage of operating expenses by stable revenue and derivatives revenue
1Q FY10 – 115%
4Q FY09 – 110%
3Q FY09 – 119%
2Q FY09 – 138%
1Q FY09 – 157%

Diversified Derivatives Revenue



(S\$ million)

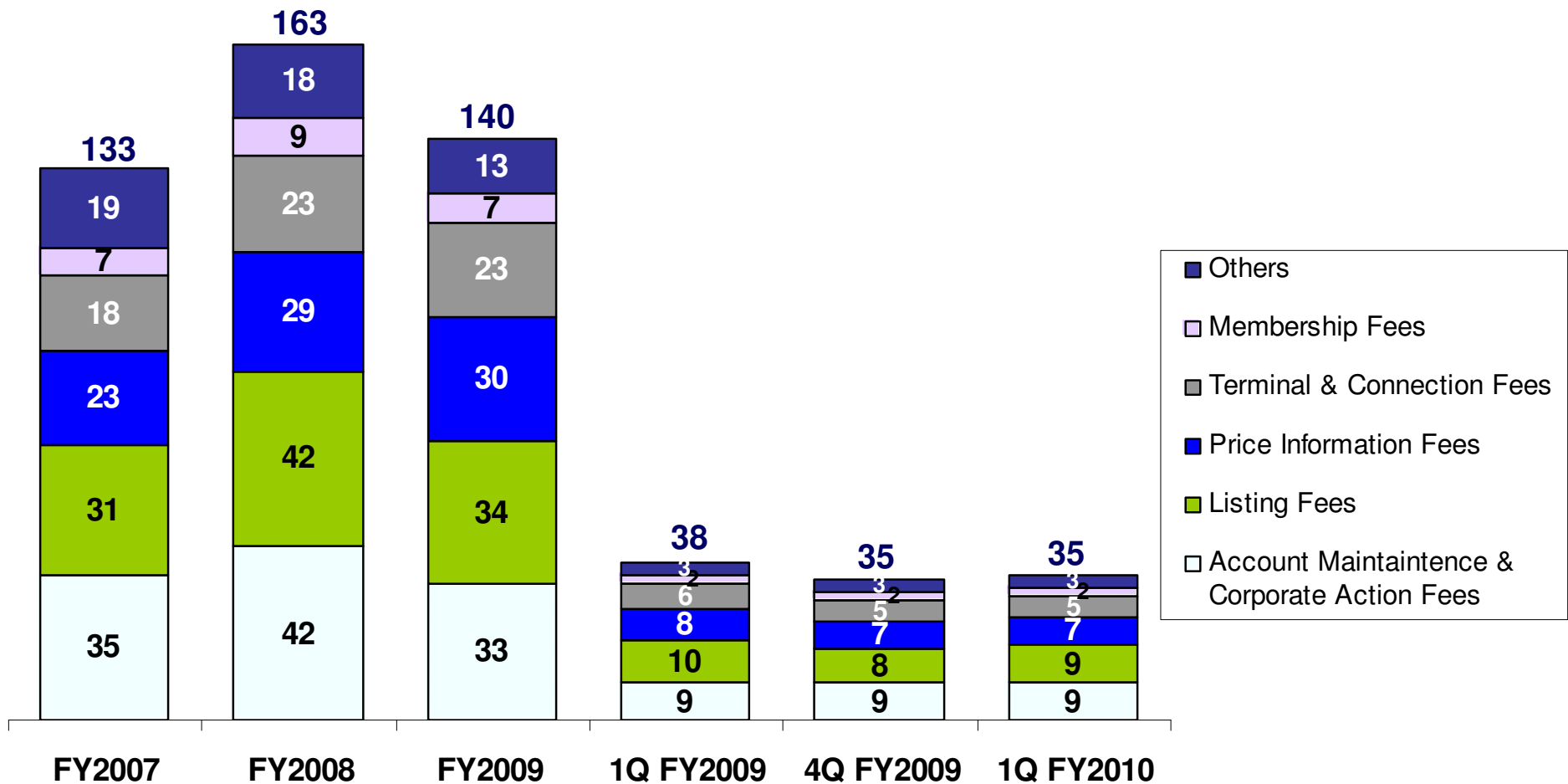


- Other products and services include: AP, CN, ED, EY, JB, ST futures & extended settlement contracts, SICOM, AsiaClear, and clearing related income
- All figures are rounded off to the nearest S\$ million, and subject to rounding errors

Stable Revenue



(S\$ million)



Note

- All figures are rounded off to the nearest S\$ million, and subject to rounding errors

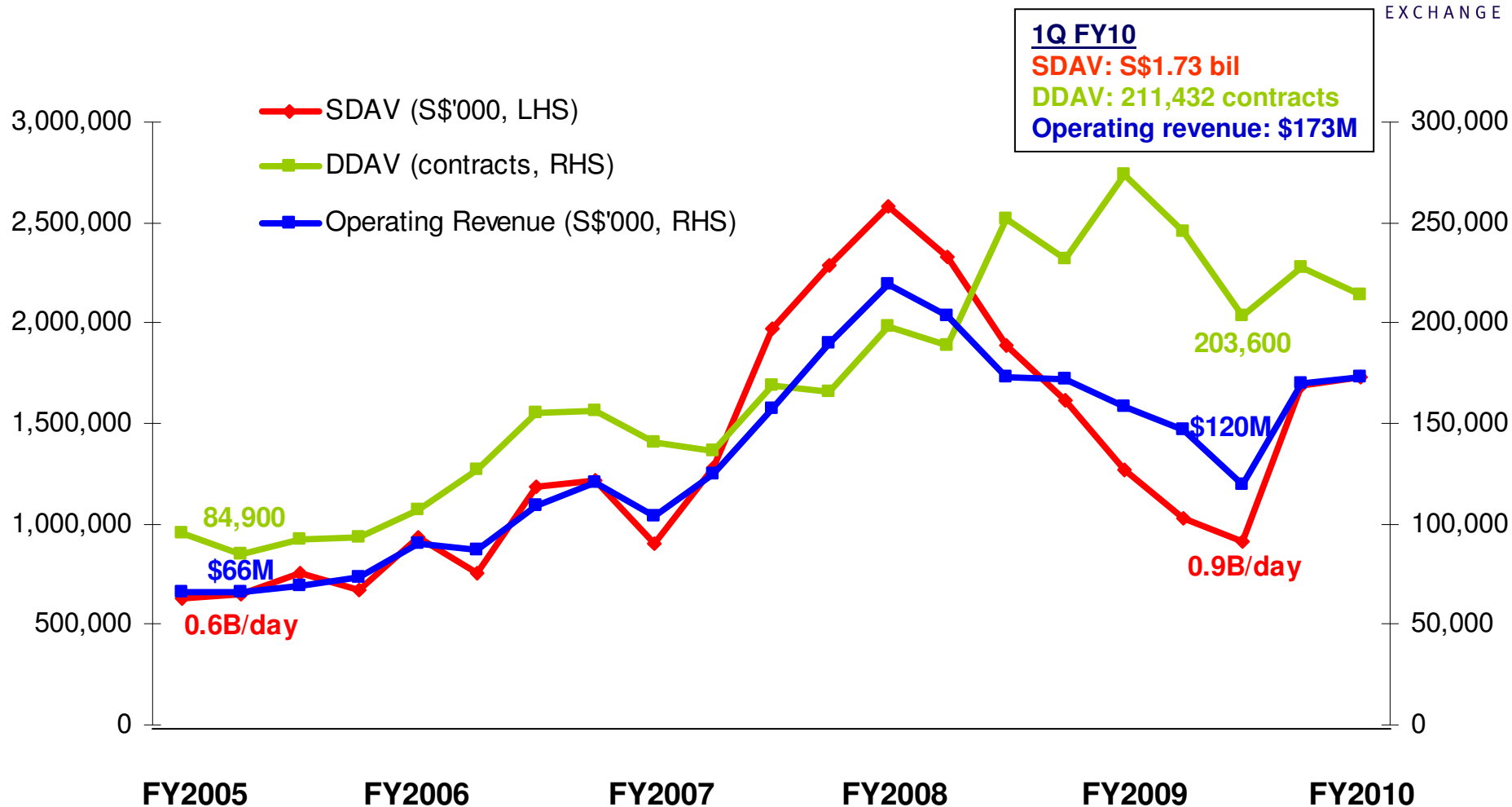
Operating Expenses: Cost Discipline

Expenses (S\$ million)	1Q FY10	1Q FY09	% Change
Staff related Expenses	28.4	23.8	19.9 ↑
Staff costs (excluding variable bonus)	13.3	14.3	6.4 ↓
Variable bonus	11.1	5.8	92.8 ↑
Share-based payment expense	4.0	3.7	8.1 ↑
Technology related Expenses	15.9	12.8	24.7 ↑
Systems Maintenance & Rental	11.0	9.3	19.1 ↑
Depreciation & Amortisation	4.9	3.5	39.6 ↑
Rental & Maintenance of Premises	4.0	4.0	1.7 ↓
Cost of Processing & Royalties	5.1	5.0	2.4 ↑
Others*	6.3	7.8	20.2 ↓
Total Operating Expenses	59.7	53.4	11.9 ↑

• includes professional fees, marketing & travelling, communication charges, and other operating expenses.

(All figures are rounded off to the nearest S\$0.1 million, and subject to rounding errors)

Higher Lows in Quarterly Performance



* Note: SDAV refers to Securities Daily Average Value.
DDAV refers to Derivatives Daily Average Futures and Options Volume

Performance at a Glance



	FY2007	FY2008	FY2009	1Q FY2009	4Q FY2009	1Q FY2010
Return on Equity (ROE)	37.5%	49.7%	39.3%	9.1%	11.7%	11.4%
Cost-to-income	36.6%	31.4%	38.3%	33.7%	37.7%	34.5%
Operating Profit Margin	63.4%	68.6%	61.7%	66.3%	62.3%	65.6%
Net Profit Margin	52.5%	56.7%	51.3%	53.9%	52.7%	54.1%

Notes

- FY2007 figures exclude the S\$ 45.0 million write-back of allowance for impairment on SGX Centre and the S\$65.5 million gain on disposal of SGX Centre.
- FY2008 figures exclude S\$34.0 million distribution from SGX-DT Compensation Fund.
- Quarterly ROE is not annualised

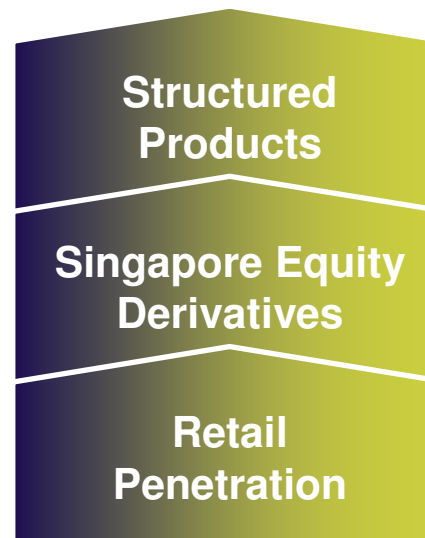
Business Review

Building An Enduring Marketplace

Asian Gateway



Domestic Growth

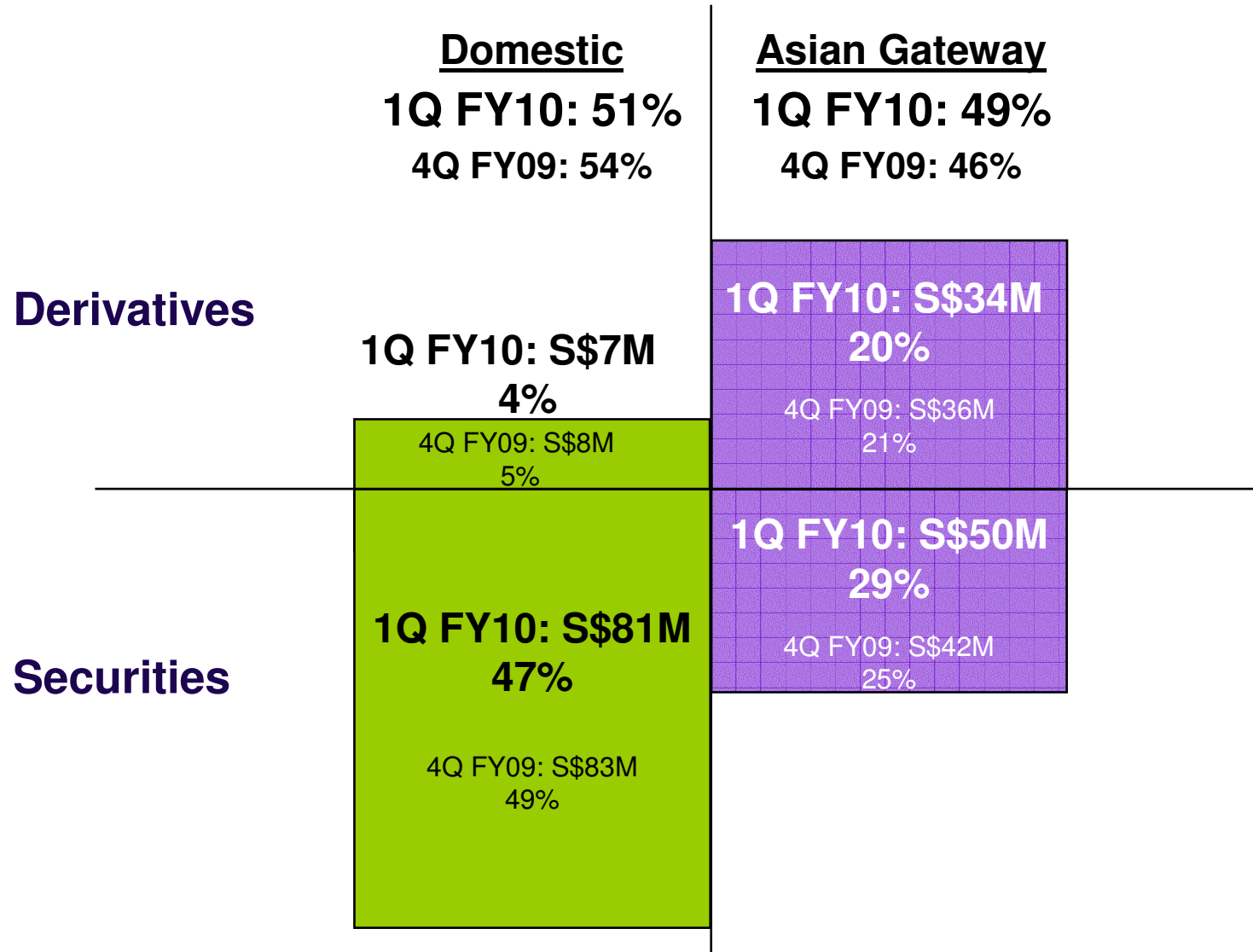


Post-Trade Processing Hub



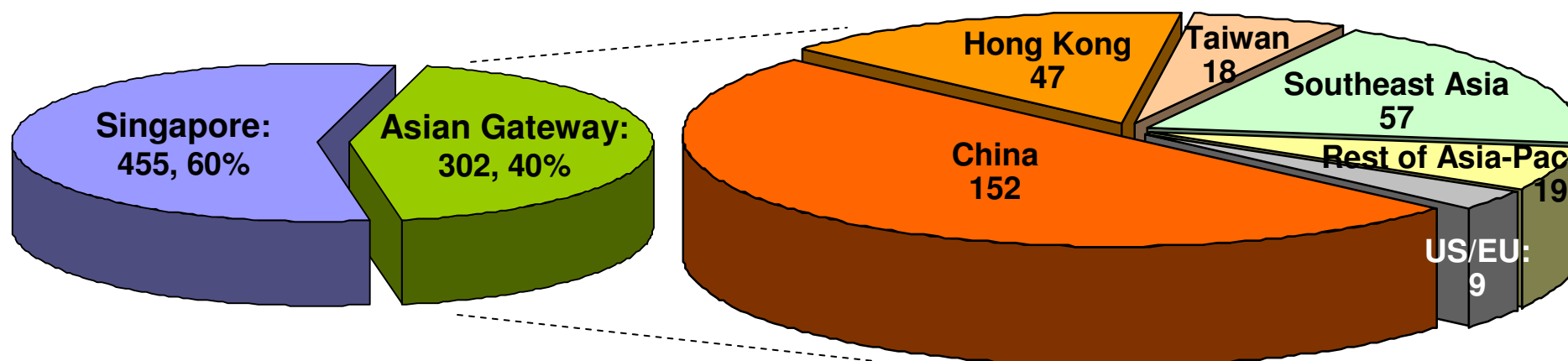
Delivery Excellence

Asian Gateway



Asian Gateway: Horizontal Growth

Geographical Distribution of Listed Securities



As at 30 Sep 2009

Total Number of Listings* = 757

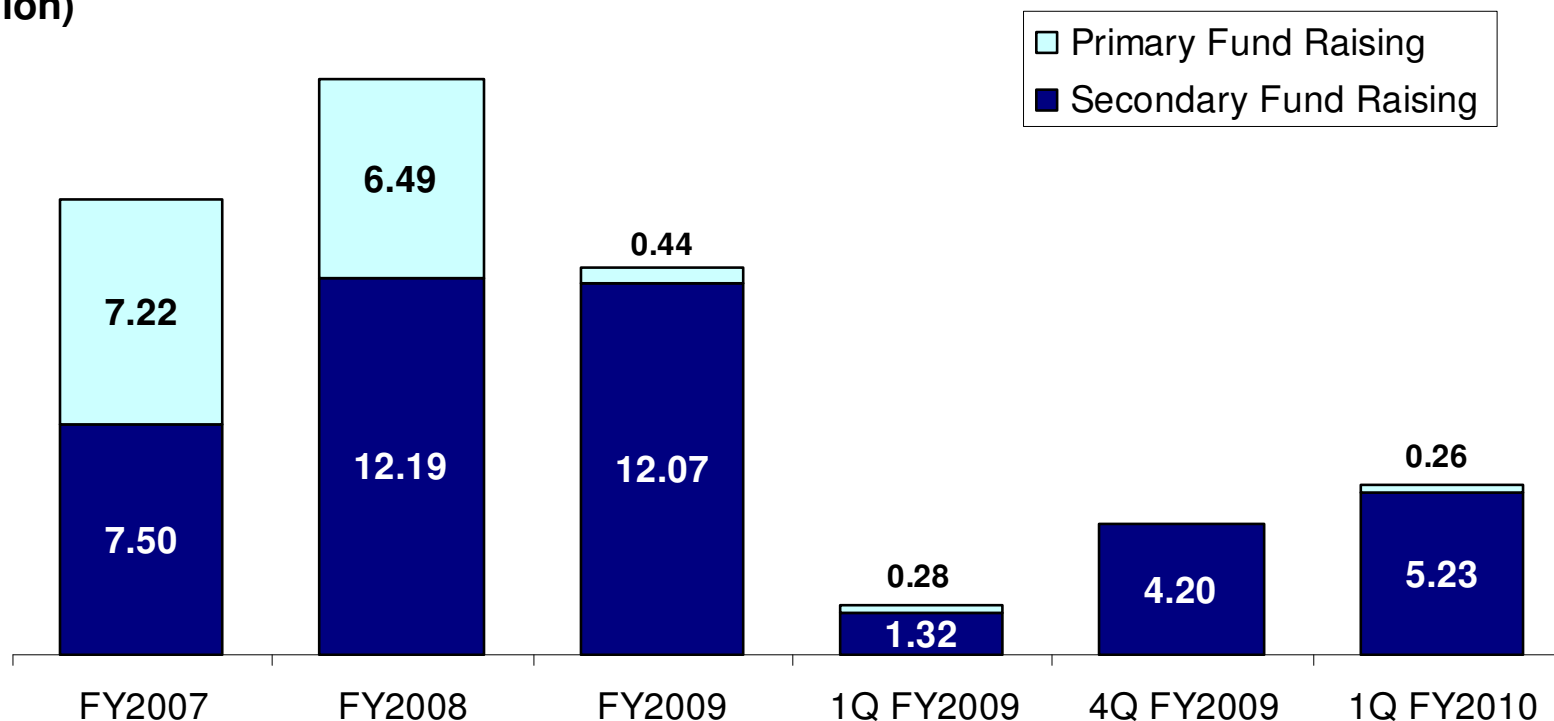
Total Market Capitalisation = S\$621B (Singapore 64% / Asian Gateway 36%)**

* Listings include: Active listed companies, REITs, Business/Property Trusts

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Active Secondary Capital Raising

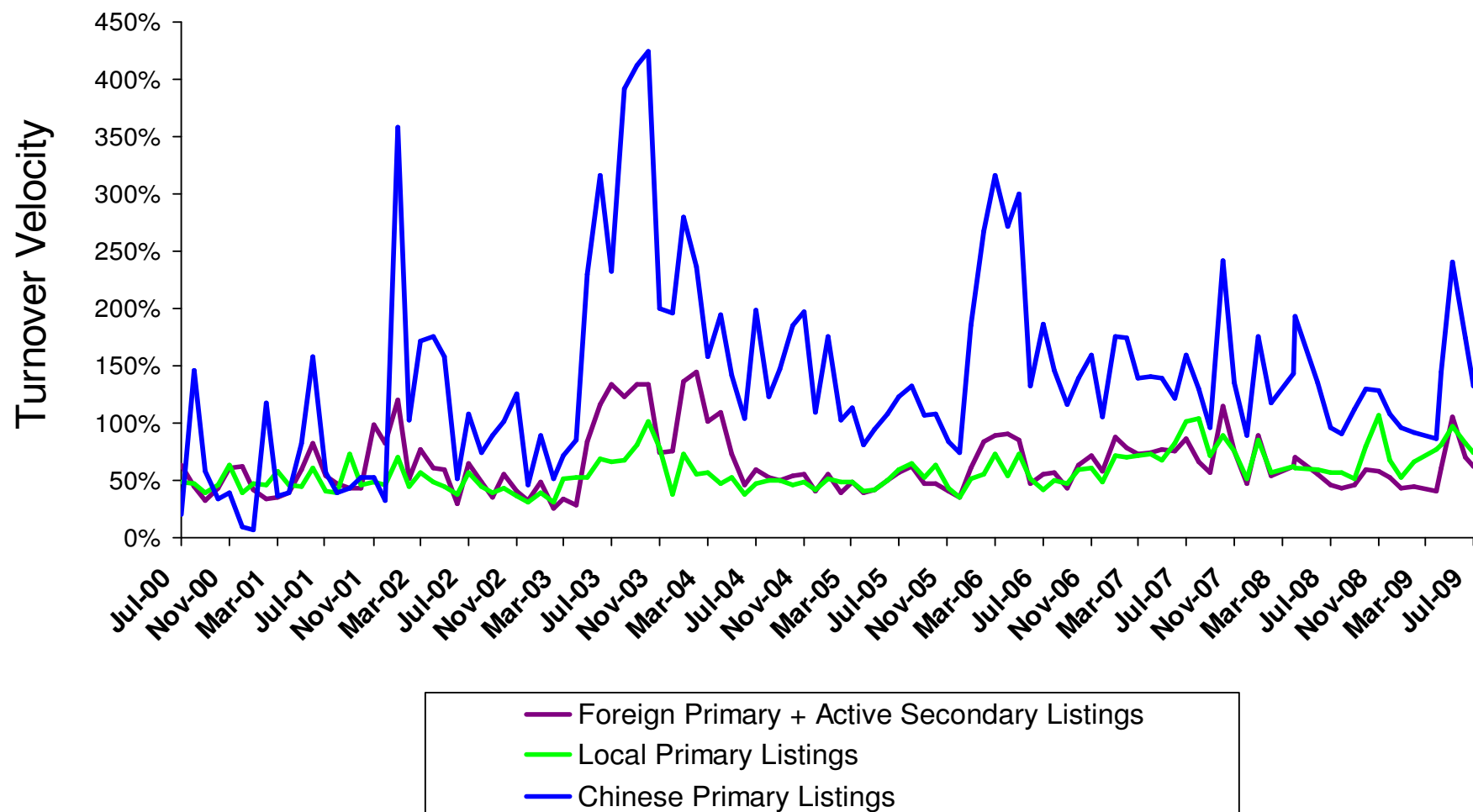
(S\$ billion)



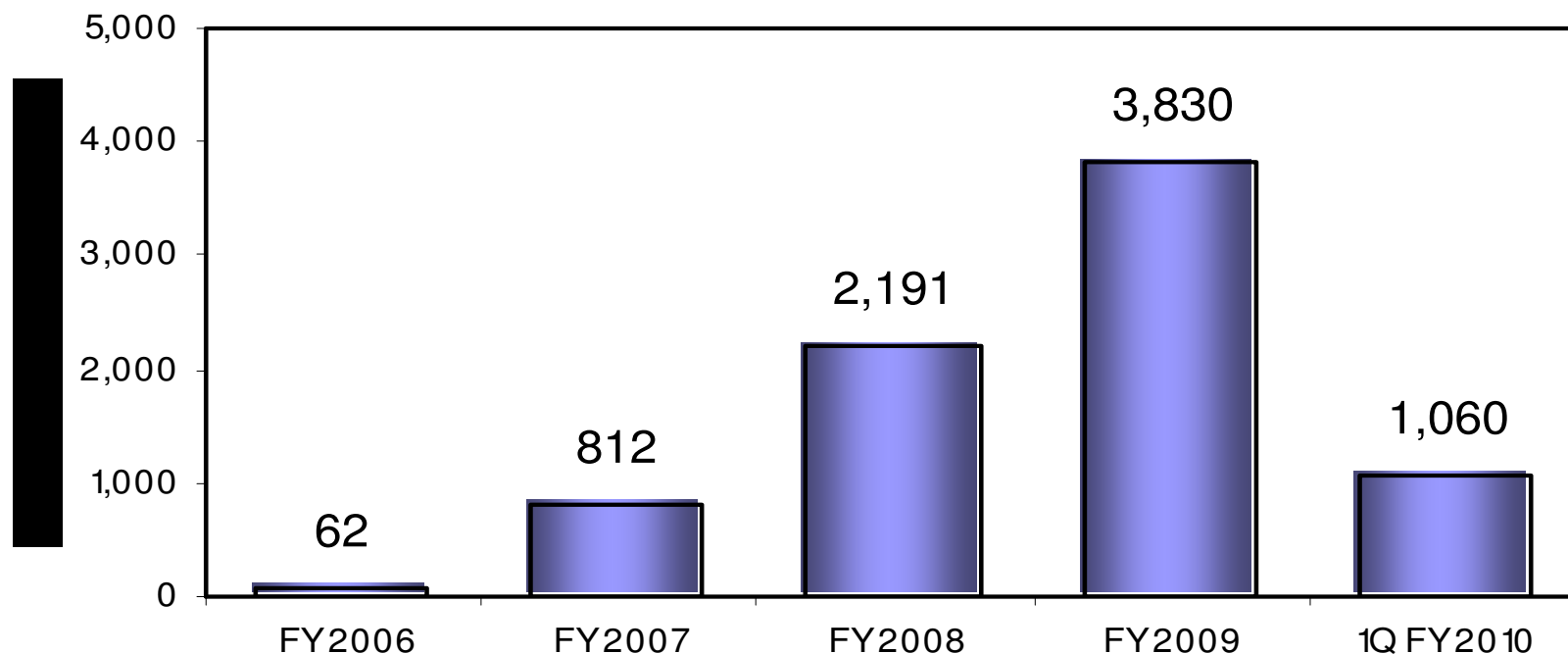
- Secondary capital raising remains active through financial crisis
- Primary capital raising gained momentum
- Larger issuers expected to return, from Singapore and the region

Turnover Velocity

Annualised turnover velocity in 1Q FY2010: 71.2% (1Q FY2009: 56.9%)



Market Access Products: ETFs



39 SGX-listed ETFs offer exposure to:

- Singapore, India, North Asia, ASEAN, United States, Eastern Europe, Latin America and emerging markets as well as commodities, including gold

Derivatives Initiatives



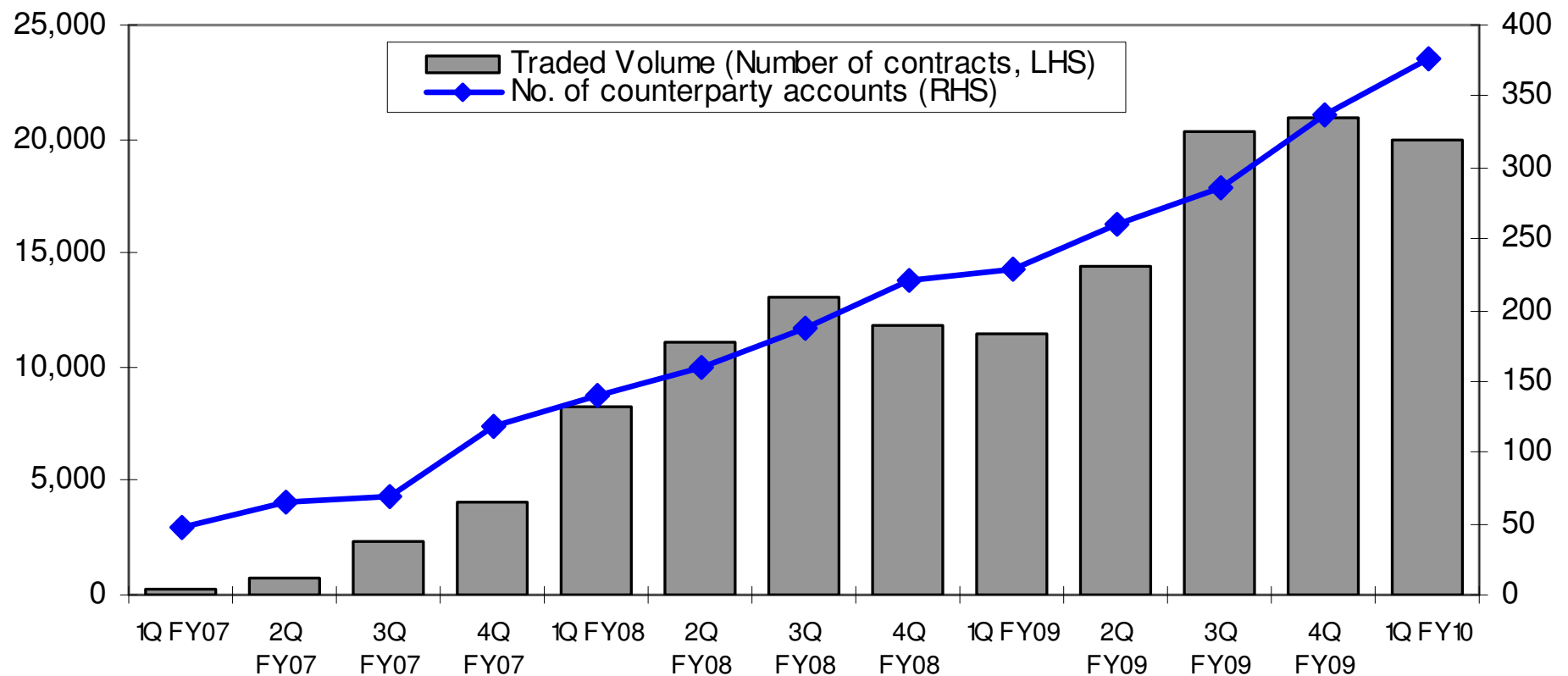
Cater to customer needs

- Trading hours extension until 11.55pm Singapore time
- Support AFACT to look after interests of Singapore's professional derivatives traders and individual traders

Expand customer base

- Bank Trading and Clearing Members
- Algo traders
 - Algo trading contributed 27% of total derivatives volume in 1Q FY2010, an increase from 18% in the 4Q FY2009

AsiaClear[®]: Growing the OTC Business



- Launched clearing of Iron Ore Swaps in Apr 2009
- Plan to launch OTC-traded financial derivatives in FY2011
 - Interest Rates Swaps and Forex Forwards

Expansion into Commodities



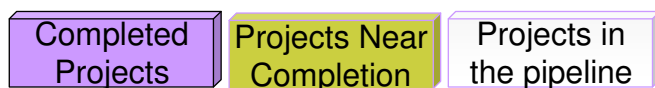
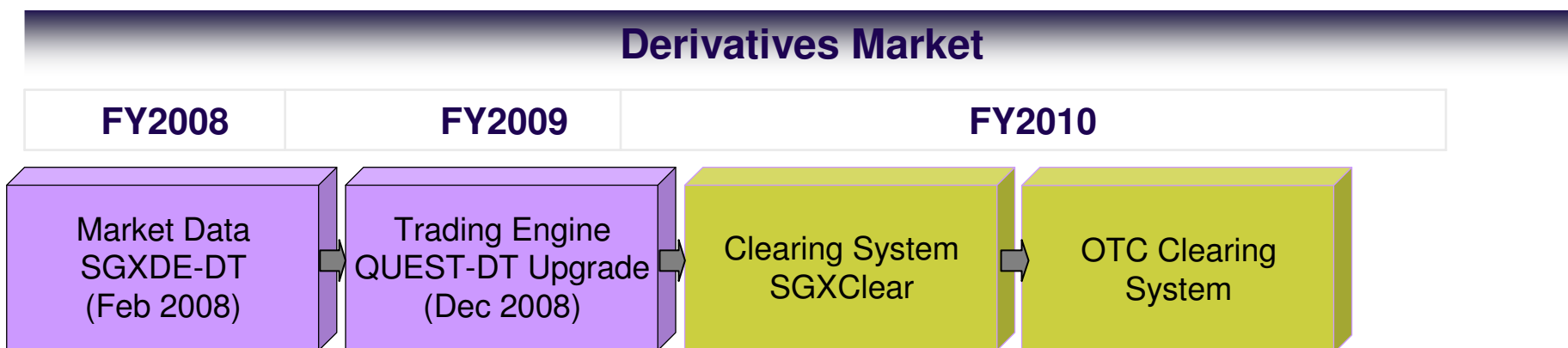
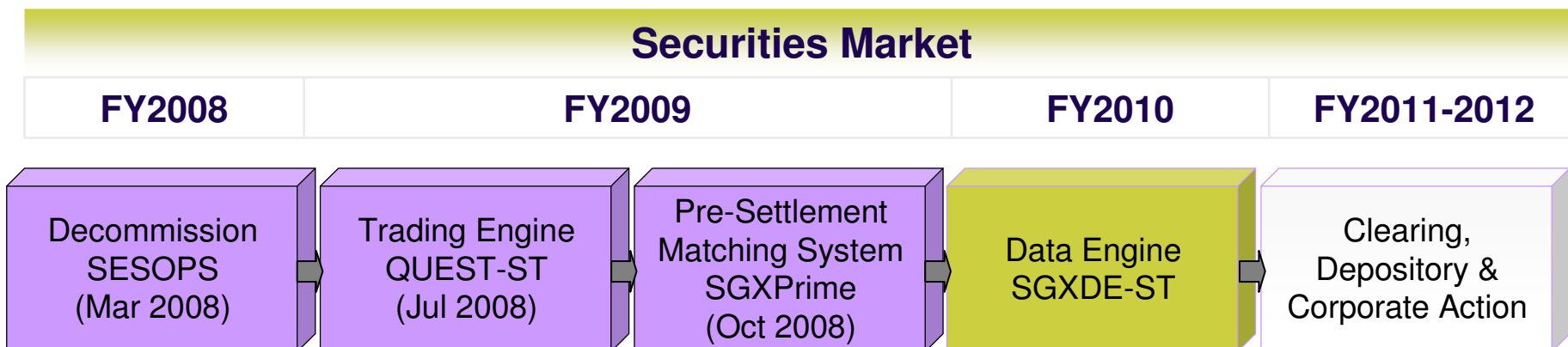
SGX-SICOM co-clearing linkage launched on 1 Oct 2009

- Facilitate direct access by SGX market participants markets to SICOM products

Extending product base

- SICOM: Gold and coffee
- Fuel oil futures contract

Technology Robustness



Summary



IPO momentum returning

- Greater number of and larger listing aspirants

Innovation

- Expansion of OTC Business into financial derivatives
- Joint Venture with Chi-X Global to launch Asia's first exchange-backed alternative institutional trading venue by end of FY2010

Algo trading

- Increase participation in both securities and derivatives markets

Technology

- New clearing system, SGXClear, on track to launch in December 2009

Thank you

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