



Singapore Exchange Limited Full Year FY 2007 Financial Results

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Agenda

1. Highlights
2. Financial Review
3. Business Update

Highlights

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Highlights

- **Securities market**
 - Securities Revenue: ↑ 56.4% (\$326.0M)
 - SDAV: ↑ 56.9% to \$1.60B from \$1.02B
 - IPO upsizing: Average market cap ↑ 23.1% (\$392.3M)
- **Derivatives market**
 - Derivatives Clearing revenue: ↑ 22.4% (\$117.0M)
 - Futures volume: ↑ 10.2%
 - Structured warrants trading value: ↑ 49.3%
- **Stable revenue**
 - ↑ 28.7% (\$133.2M)
 - Strong contribution from account maintenance and corporate action fees, and listing fees
- **FY2007 total payout:** 36.0 cents

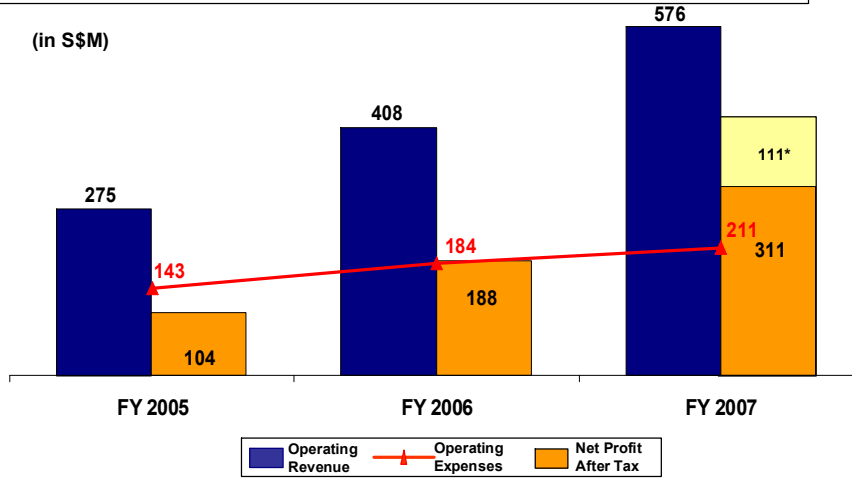
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Financial Highlights



ROE **22.0%** **32.0%** **37.5%**

(in S\$M)



* Includes write-back of allowance for impairment on SGX Centre and net gain on disposal of SGX Centre

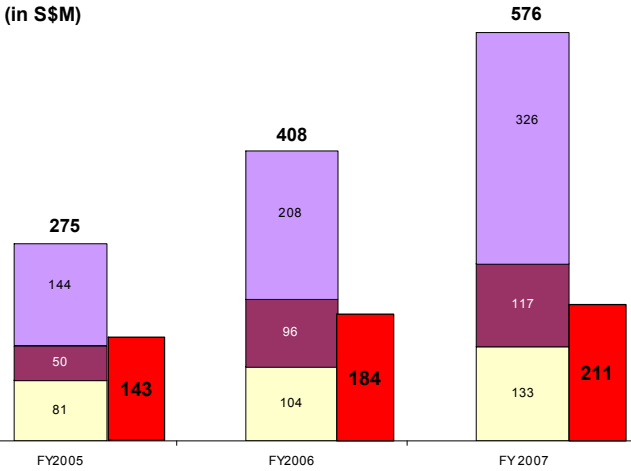
Financial Review



Operating Leverage



(in S\$M)

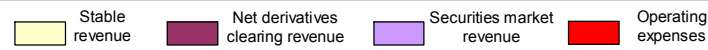


Coverage of operating expenses by stable revenue & derivatives

FY 2007 – 118%

FY 2006 – 109%

FY 2005 – 92%

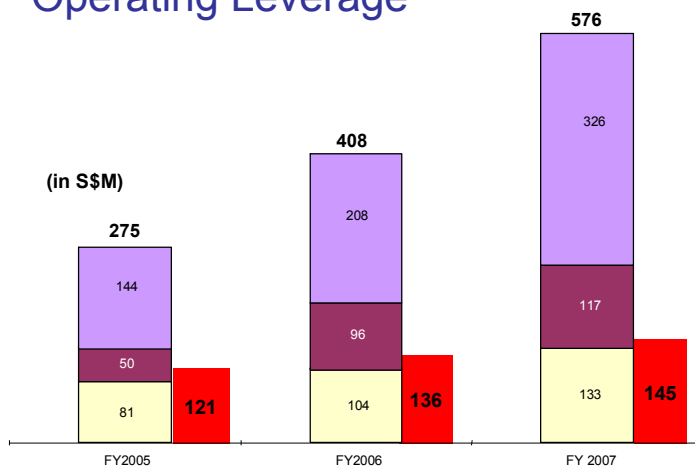


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Operating Leverage



(in S\$M)

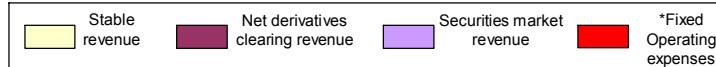


Coverage of fixed operating expenses by stable revenue

FY 2007 – 92%

FY 2006 – 76%

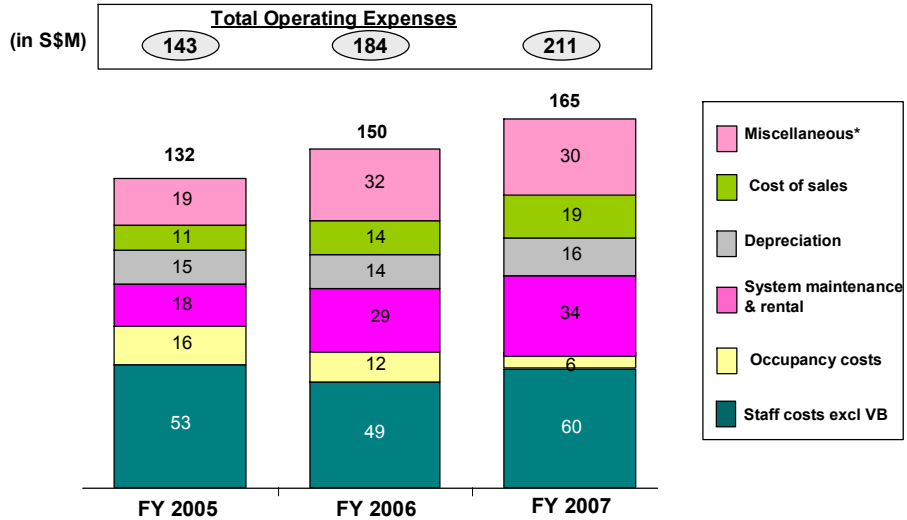
FY 2005 – 67%



* Excludes VB and Cost of Processing and Royalties

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Operating Expenses



* includes professional fees, marketing & travelling, communication charges, fees to MAS for transfer of participant supervision function, provision for surplus leased premises and other operating expenses

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Performance at a Glance



	FY 2005	FY 2006	FY 2007
Return on Equity	22.0%	32.0%	37.5%
Cost-to-Income	52.1%	45.1%	36.6%
Net Profit Margin	37.6%	44.6%	52.5%
Regular dividend (Net)	8.5	16.2	36.0
- Base (cents per share)	6.0	6.0	8.0
- Variable (cents per share)	2.5	10.2	28.0

(FY 2007 figures exclude the allowance for impairment on SGX Centre and gain on disposal of SGX Centre)

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Business Update

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Building An Enduring Marketplace

Asian Gateway



Domestic Growth



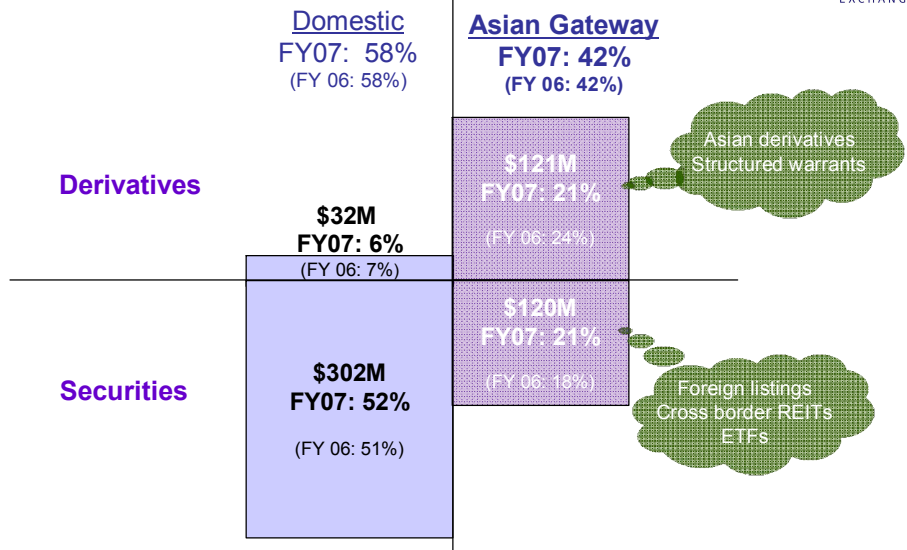
Post-Trade Processing Hub

Market-Oriented Regulation
Operational & Technology Efficiency
Customer-focused Organisation

Delivery Excellence

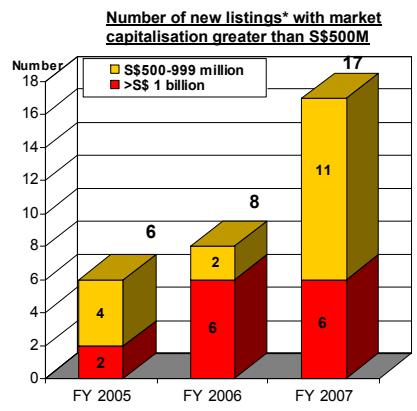
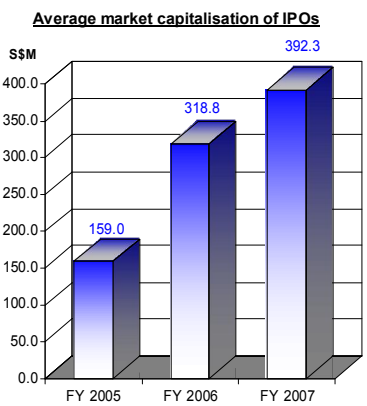
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Asian Gateway



* Internal estimates

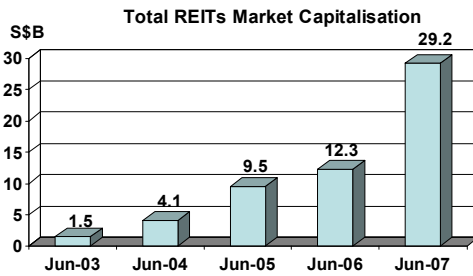
Upsizing new listings



Number of IPOs	80	69	46
(% Foreign)	(64%)	(65%)	(70%)
Total IPO market capitalisation (SSB)	12.7	22.0	18.0

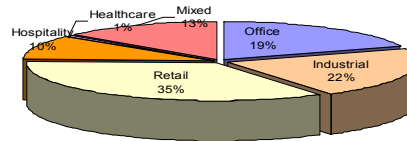
* Includes Reverse Takeovers

REITs: Leading Asian cross-border market



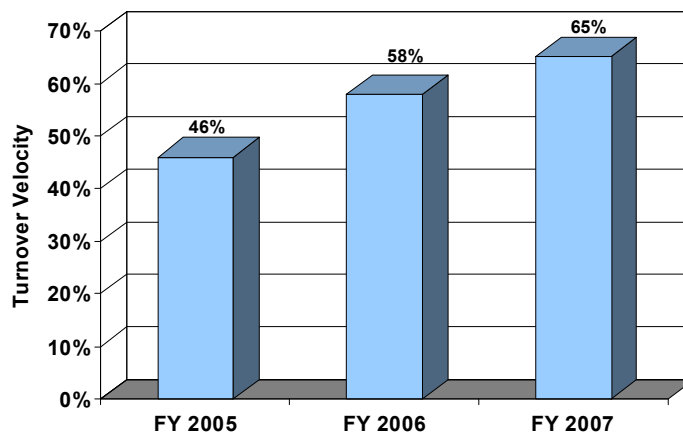
Total no. of REITs	Jun-03	Jun-04	Jun-05	Jun-06	Jun-07
	2	4	5	10	16

Diversified Investment Alternatives
(By market capitalisation as at 30 June 07)



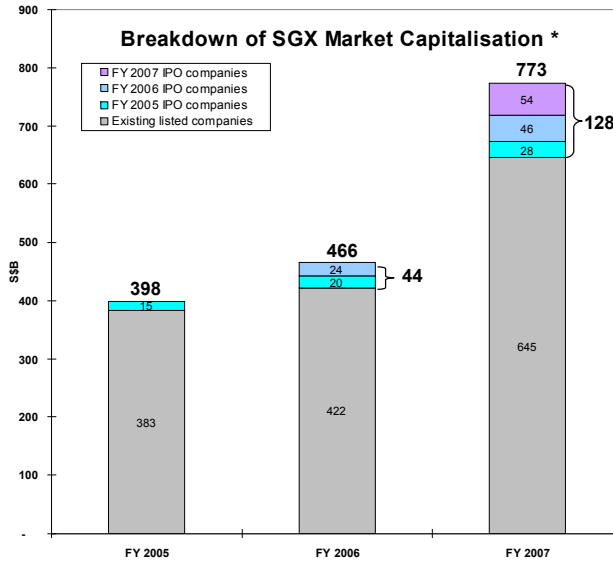
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Rising Turnover Velocity



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Growing Market Capitalisation



3 year CAGR

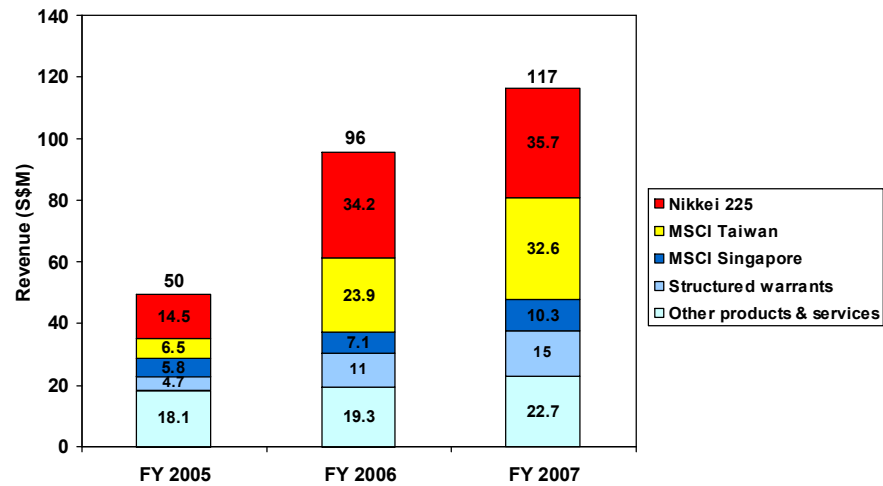
Existing listed companies **16.2%**
Total market **23.4%**

In FY 2007, IPOs contributed **16.6%** to the total market capitalisation.

* Market Capitalisation of companies as at end of each financial year 17

Number of Billion-Dollar companies	FY 2005	FY 2006	FY 2007
	62	76	120

Growth of SGX Derivatives

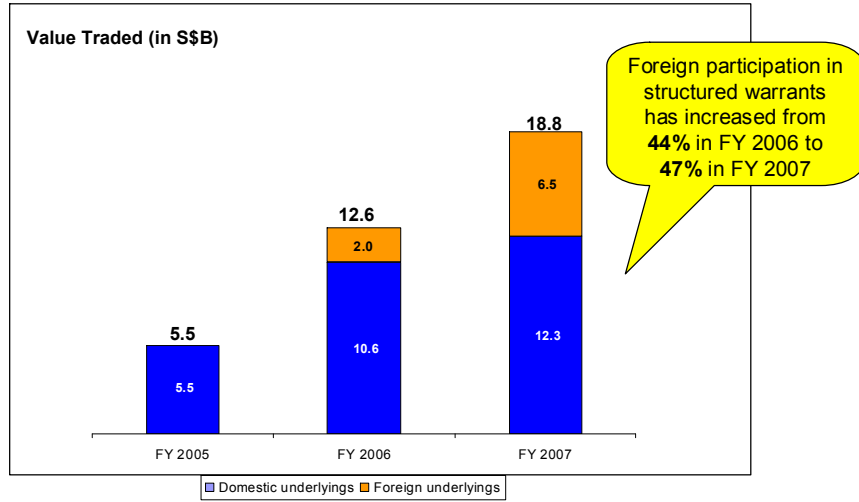


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Asian Gateway: Structured Warrants

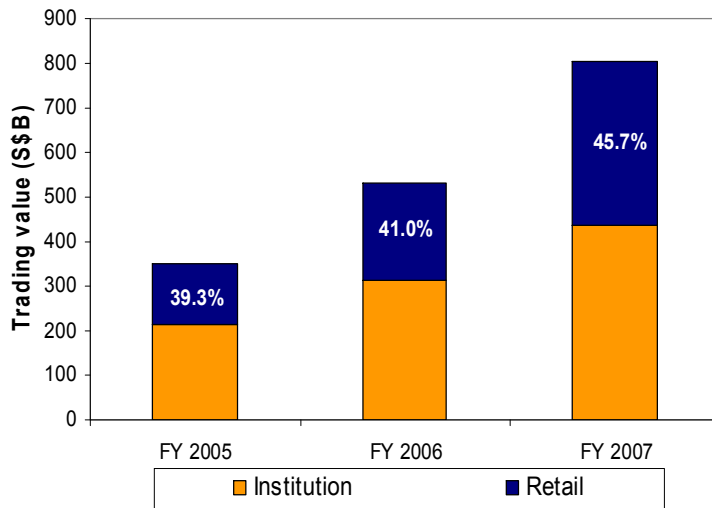


More trading in foreign underlyings...



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Domestic Growth: Increasing retail participation



Source: Trading engine & CDP ; trading value includes both BUY & SELL trades

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Asian Gateway: Summary ...



✓ **Financials**

- Growth and diversification of revenue streams
- Cost management
- Capital management: ROE
- Dividend policy: Annual base dividend raised from 8 to 12 cents per share (FY 2007: 90% payout)

✓ **Securities market**

- Listings: Upsizing, sectoral focus, geographical diversification
- Market development: Bid-ask spread and New Board

✓ **Derivatives market**

- Asian futures & Structured warrants
- Other structured products: Certificates and Single Stock Derivatives

✓ **Other Key Developments**

- Post-trade processing hub: SGX AsiaClear and SGX Prime
- Partnerships and alliances: JADE, BSE and TSE