



SINGAPORE EXCHANGE
Financial Statements for the Quarter Ended 30 September 2010

Section	Content	Page
1.	CEO's Statement	2
2.	SGX Group Key Figures	6
3.	Income Statements (Group and Company)	7
4.	Statement of Comprehensive Income (Group and Company)	8
5.	Detailed Notes on Expenses (Group and Company)	8
6.	Earnings Per Share (Group)	9
7.	Statements of Financial Position (Group and Company)	10
8.	Net Asset Value (Group and Company)	11
9.	Borrowings and Debt Securities (Group)	11
10.	Statement of Cash Flows (Group)	12
11.	Statement of Changes in Equity (Group and Company)	13
12.	Segment Information (Group)	15
13.	Market Statistics and Additional Information (Group)	16
14.	Bank Facilities, Contingent Liabilities and Commitments (Group)	19
15.	Dividend (Company)	20
16.	Share Capital (Company)	20
17.	Events Occurring After Balance Sheet Date	20
18.	Accounting Policies (Group)	21
19.	Listing Manual Compliance Checklist (Group)	22

The financial information set out in Sections 3 to 12, 14, 16 to 18 of this announcement have been extracted from the interim financial report that has been prepared in accordance with Singapore Financial Reporting Standard 34 Interim Financial Reporting.

SINGAPORE EXCHANGE RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010 (1Q FY2011)

- **Net Profit: \$74.2 million (\$94.1 million)**
- **Revenue: \$159.0 million (\$173.3 million)**
- **Earnings per Share: 7.0 cents (8.9 cents)**
- **Return on Equity: 8.7% (11.4%)**
- **Base Dividend per Share: 4.0 cents (3.75 cents)**

All figures above are quarterly and comparatives are year-on-year unless otherwise stated

CEO's Statement

Our 1Q FY2011 improved over the course of the quarter as securities daily average trading value (SDAV) increased from \$1.4 billion in July to \$1.8 billion in September 2010. As the quarter progressed, investor risk appetite spurred the return of more trading activity in Asian equity markets. This resulted in a higher SDAV quarter-on-quarter (\$1.6 billion in 1Q FY2011 versus \$1.5 billion in 4Q FY2010) and Singapore's benchmark index, Straits Times Index (STI), rose 9% over the same period to 3,098.

In this quarter, we relaunched our mini-Nikkei and USD Nikkei as well as the China FTSE Xinhua A50 futures contracts. Clearing of Over-The-Counter (OTC) traded container swaps was added to the suite of products cleared by AsiaClear[®]. We also announced the impending launch of a broad range of products and services, including: GlobalQuote, a new board to support our ADR programme; corporate bonds for retail investors; an enhanced securities borrowing and lending service; clearing services for OTC-traded rubber contracts and financial derivatives starting with interest rate swaps; and collaboration with London Metal Exchange to launch metal futures contracts. At the same time, we continue to grow our membership base with 430 new members joining our securities, derivatives and commodities markets.

SGX started FY2011 with a new organisation structure to reinforce accountability and sharpen our focus on growing the key business areas in response to customer needs.

Financial Performance and Interim Dividend

SGX's net profit for 1Q FY2011 was \$74.2 million (1Q FY2010: \$94.1 million) and the earnings before interest, tax, depreciation and amortization was \$99.6 million (\$118.9 million).

Quarter-on-quarter, operating profit remained flat at \$90.9 million (4Q FY2010: \$91.4 million) with a \$3.3 million decrease in revenue to \$159.0 million (4Q FY2010: \$162.3 million) offset by a reduction in expenses (\$68.1 million in 1Q FY2011 versus \$70.9 million in 4Q FY2010). This quarter's net profit of \$74.2 million was 4% lower than 4Q FY2010's \$77.3 million (excluding impairment adjustments).

Year-on-year revenue was 8% lower at \$159.0 million (\$173.3 million) primarily due to lower trading value in the securities market. The volatility of STI was 9% compared to 20% a year ago. On the other hand, there was a pick up in derivatives market activities driven by our Nikkei 225 and Nifty contracts.

Year-on-year expenses were up \$8.8 million to \$68.1 million (\$59.3 million). Technology expenditure pushed up system maintenance and depreciation expenses by \$7.5 million, mainly due to new system launches (namely, derivatives clearing system and data engine) and the accelerated depreciation of \$1.6 million stemming from the new Reach initiative. The Reach initiative also contributed to the rise in technology expenses.

The overall staff expense was down 1% to \$28.2 million (\$28.5 million). The 27% reduction in variable bonus provision and a higher staff cost capitalisation were offset by an increase in staff costs due to salary adjustments in a tighter labour market and cessation of the government Jobs Credit Scheme in June 2010. Headcount as at 30 September 2010 is 592 (595). Processing and royalties costs increased on higher trading volumes of futures and options contracts.

SGX's financial position shows a total equity of \$853.9 million (\$823.1 million) at 30 September 2010. Cash generated from operations in 1Q FY2011 was \$88.7 million (\$104.3 million). The capital expenditure amounted to \$4.6 million (\$4.2 million). We expect the capital expenditure for this financial year to remain within the range of \$60 to \$65 million. Our unrestricted cash reserve, including proposed FY2010 final dividend of \$167.9 million and 1Q FY2011 interim dividend of \$42.6 million, was \$617.1 million (\$553.6 million).

SGX's return on equity was 8.7% (11.4%) and the earnings per share was 7.0 cents (8.9 cents). In line with our dividend policy, our Board is pleased to declare an interim dividend of 4.0 cents per share for 1Q FY2011.

Performance Review for the Quarter Ended 30 September 2010

Securities (45% of SGX's revenue)

Securities revenue was \$71.2 million (\$86.0 million). Market activities remained generally subdued for a large part of this quarter until investor sentiment turned more positive and we saw the return of higher turnover in September 2010. Notwithstanding this, the volatility of STI dropped 11 percentage points to 9% (20%) and impacted trading activities in our market. The daily average trading value was \$1.6 billion (\$1.7 billion). Turnover velocity was 60% (80%) and the proportion of trades below \$1.5 million in contract value was 58% (66%).

Derivatives (21% of SGX's revenue)

Derivatives revenue was flat at \$34.1 million (\$33.7 million). The increase in futures and options (F&O) revenue was largely offset by the decline in structured warrants revenue.

F&O revenue was 5% higher at \$26.2 million (\$25.0 million). A 13% increase in daily average volume (DAV) to 241,897 contracts (213,922) was partially offset by the reduced yields due to depreciation of the US dollar and a change in customer mix. High frequency trading, attributable to principal trading firms, increased four percentage points, accounting for 30% (26%) of the F&O volume.

The DAV of Nikkei 225 and Nifty contracts was 121,761 (107,068) and 38,683 (27,030) respectively. This strong showing was a result of higher volatility of the underlying indices and improved market share. The DAV of our other key equity index contracts, MSCI Taiwan and MSCI Singapore, was steady at 59,790 (60,167) and 14,618 (15,646) respectively, notwithstanding a significantly lower volatility of these indices. Of our newer contracts, the FTSE Xinhua A50 has had a successful relaunch with daily contract volume of 1,892 since August 2010 while the Nikkei Options have seen rapid growth in open interest (55,596 contracts at 30 September 2010).

For our commodities futures, the average daily volume was 3,447 (1,004), primarily due to the introduction of a Gold Deferred Settlement contract earlier in 2010. From a relatively low base, the total quarterly volume cleared through our OTC clearing facility, AsiaClear, in 1Q FY2011 rose to 48,210 (19,936) contracts. This is equivalent to a notional value of \$5.6 billion (\$1.3 billion), with growth registered across all asset classes: OTC traded forward freight agreements, iron ore swaps and energy swaps.

Market Data (5% of SGX's revenue)

Market data revenue remained flat at \$7.5 million (\$7.5 million). The average number of securities terminals increased 3% to 37,728 (36,480) while the derivatives terminals fell 9% to 23,875 (26,231).

Member Services and Connectivity (6% of SGX's revenue)

Member Services and Connectivity revenue rose 19% to \$8.9 million (\$7.5 million). Terminal and connection revenue was 23% higher at \$6.8 million (\$5.5 million) on increased sign-ups for securities and derivatives connectivity while proximity hosting services grew as a result of an expanded membership base.

Membership revenue increased 8% to \$2.1 million (\$1.9 million). During the quarter we added Cantor Fitzgerald as a Trading Member and Deutsche Bank as a Clearing Member in our securities market. In addition, we saw an increase in members across other membership categories: Securities Trading Representatives up 363 to 4,147; Derivatives Trading Members (Proprietary) up 21 to 248; and Derivatives Trading Members (Individual) up 31 to 234. SICOM's membership also grew with the addition of seven to 71 Trade/Associate Members and three to 21 Clearing Members.

Depository Services (13% of SGX's revenue)

Depository Services revenue dropped 4% to \$20.8 million (\$21.6 million).

Securities settlement revenue went up 9% to \$13.8 million (\$12.6 million) on increased settlement instructions as a result of a higher number of institutional trades. Contract processing revenue was 28% lower at \$5.5 million (\$7.6 million) as the number of contracts processed declined in line with lower market activity.

Issuer Services (10% of SGX's revenue)

Issuer Services revenue was flat at \$16.0 million (\$16.1 million). Listings revenue rose a modest 2% to \$9.1 million (\$8.9 million). In 1Q FY2011, there was a total of seven (11) new listings raising equity capital of \$81.9 million (\$257.9 million): two (six) on SGX Mainboard and five (five) on SGX Catalist. The total funds raised through new bonds were \$47.9 billion (\$16.7 billion), picking up some of the slack from reduced equity listing activity. At 30 September 2010, there were 779 (777) listed companies and 1,258 (1,127) bond issues listed on SGX.

Market Development

To position SGX as the Asian Gateway - delivering Asian growth with global reach - we will continue to focus on: increasing the turnover velocity in our securities market; enhancing our attractiveness as a listing venue; growing our membership and distribution capability; introducing more products and asset classes; and reaping economies of scale and efficiency from our investments in technology. At the same time, we remain committed to upholding our regulatory imperative to ensure a fair and orderly market, and promoting investor education and protection. We will continue to use public consultation to solicit feedback on issues pertinent to the investment community, such as the proposed sustainability reporting for listed companies and the proposed short-selling report to promote transparency.

Our Chi-East joint venture has obtained approval from the Monetary Authority of Singapore and will commence operations by end 2010 as a pan-Asian crossing network for securities listed in Australia, Hong Kong, Japan and Singapore.

We will also work towards common access for all commodities and derivatives contracts by integrating our derivatives and commodities platforms into a single SGX platform. This initiative will advance our position as a premier trading hub in Asia.

Outlook

If the current market conditions prevail, SGX should benefit from a potential increase in capital market activities, both in higher trading activity and more companies seeking to raise capital on our equity and debt listing platforms.

2. SGX Group Key Figures

	1Q	
<i>\$ million, except where indicated</i>	FY2011	FY2010
Key income statement figures (in S\$ million)		
Securities	71.2	86.0
Derivatives	34.1	33.7
Market data	7.5	7.5
Member services and connectivity	8.9	7.5
Depository services	20.8	21.6
Issuer services	16.1	16.1
Other revenue	0.4	0.9
Operating revenue	159.0	173.3
Operating expenses	68.1	59.3
Earnings before interest, tax, depreciation and amortisation	99.6	118.9
Profit from operating activities	90.9	114.0
Other gains/(losses)	(0.2)	0.1
Profit before tax	90.7	114.1
Profit attributable to equity holders	74.2	94.1
Interest of equity holders as at 30 September 2010 and 30 September 2009	853.9	823.1
Key cash flows (in S\$ million)		
Cash from operating activities	88.7	104.3
Capital expenditure (in S\$ million)		
Capital expenditure	4.6	4.2
- cash purchases of property, plant and equipment and software	9.1	8.3
- accrual/ (reversal of accrual) for property, plant and equipment and software	(4.5)	(4.1)
Key data (in cents)		
Basic earnings per ordinary share	6.96	8.85
Diluted earnings per ordinary share	6.93	8.77
Net asset value per ordinary share as at 30 September 2010 and 30 September 2009	80.11	77.50
Dividend per share (in cents)		
Interim - base	4.00	3.75
Key ratios		
Revenue growth	(8.3%)	9.5%
Cost to income ratio	42.8%	34.2%
Operating profit margin	57.2%	65.8%
Net profit margin	46.7%	54.2%
Return on shareholders' equity for quarter ended 30 September 2010 and 30 September 2009	8.7%	11.4%

3. Income Statements - Group and Company

Group				Company		
3 months				3 months		
1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009	Change		1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009	Change
S\$'000	S\$'000	%		S\$'000	S\$'000	%
			Operating revenue			
-	-	-	- Management fees from subsidiaries	36,488	28,816	26.6
-	-	-	- Dividends from subsidiaries	55,136	107,556	(48.7)
				91,624	136,372	(32.8)
			Securities			
56,107	68,914	(18.6)	- Securities clearing revenue	-	-	-
839	582	44.2	- Securities related processing revenue	-	-	-
14,298	16,484	(13.3)	- Access revenue	-	-	-
71,244	85,980	(17.1)		-	-	-
			Derivatives			
26,243	25,034	4.8	- Futures and options revenue	-	-	-
952	1,809	(47.4)	- Structured warrants revenue	-	-	-
6,921	6,847	1.1	- Interest income, license and other revenue	-	-	-
34,116	33,690	1.3		-	-	-
7,513	7,541	(0.4)	Market data	8	7	14.3
			Member services and connectivity			
6,795	5,542	22.6	- Terminal and connection revenue	-	-	-
2,086	1,941	7.5	- Membership revenue	-	-	-
8,881	7,483	18.7		-	-	-
			Depository services			
13,766	12,595	9.3	- Securities settlement revenue	-	-	-
5,479	7,592	(27.8)	- Contracts processing revenue	3,354	4,982	(32.7)
1,550	1,444	7.3	- Depository management revenue	-	-	-
20,795	21,631	(3.9)		3,354	4,982	(32.7)
			Issuer services			
9,054	8,904	1.7	- Listing revenue	-	-	-
6,989	7,203	(3.0)	- Corporate action and other revenue	-	-	-
16,043	16,107	(0.4)		-	-	-
422	919	(54.1)	Other revenue	295	356	(17.1)
159,014	173,351	(8.3)	Operating revenue	95,281	141,717	(32.8)
			Operating expenses			
28,157	28,521	(1.3)	Staff	22,063	20,328	8.5
23,986	16,600	44.5	Technology	8,769	5,149	70.3
6,319	5,068	24.7	Processing and royalties	139	170	(18.2)
4,574	4,845	(5.6)	Premises	3,637	3,715	(2.1)
1,730	2,126	(18.6)	Professional fees	1,157	1,216	(4.9)
3,307	2,196	50.6	Others	2,426	1,302	86.3
68,073	59,356	14.7	Operating expenses	38,191	31,880	19.8
90,941	113,995	(20.2)	Profit from operating activities	57,090	109,837	(48.0)
			Other gains/(losses)			
-	-	-	- Impairment loss on investment in subsidiary ⁽¹⁾	-	(20,827)	(100.0)
315	542	(41.9)	- Other revenue including interest income	571	343	66.5
(513)	(392)	30.9	- Net foreign exchange gain/(loss)	141	(263)	NM
(198)	150	NM	Other gains/(losses)	712	(20,747)	NM
90,743	114,145	(20.5)	Profit before tax and share of results of joint venture and associated company	57,802	89,090	(35.1)
(617)	14	NM	Share of results of joint venture and associated company	-	-	-
(15,919)	(20,090)	(20.8)	Tax	(502)	(962)	(47.8)
74,207	94,069	(21.1)	Net profit after tax	57,300	88,128	(35.0)
			Attributable to:			
74,207	94,069	(21.1)	Equity holders of the Company	57,300	88,128	(35.0)

NM: Not meaningful.

⁽¹⁾ The impairment loss on investment in subsidiary reflects the write-down of the carrying amount of the Company's investment in SGX Investment (Mauritius) Limited ("SGXM") to the net asset value of the subsidiary, following the repatriation of dividends from SGXM to the Company. This has no impact on the Group's results.

4. Statement of Comprehensive Income - Group and Company

Group				Company		
3 months				3 months		
1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009	Change		1 Jul 2010 to 30 Sep 2010	1 Jul 2010 to 30 Sep 2009	Change
S\$'000	S\$'000	%		S\$'000	S\$'000	%
74,207	94,069	(21.1)	Net profit after tax	57,300	88,128	(35.0)
			Other comprehensive income:			
(35)	44	NM	Net currency translation differences of financial statements of associated company	-	-	-
1,859	517	NM	Fair value gains arising from cash flow hedges	-	-	-
1,824	561	NM	Other comprehensive income for the period, net of tax	-	-	-
76,031	94,630	(19.7)	Total comprehensive income for the period	57,300	88,128	(35.0)
			Total comprehensive income attributable to:			
76,031	94,630	(19.7)	Equity holders of the Company	57,300	88,128	(35.0)

5. Detailed Notes on Expenses - Group and Company

Group				Company		
3 months				3 months		
1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009	Change		1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009	Change
S\$'000	S\$'000	%		S\$'000	S\$'000	%
			Operating expenses			
			Staff			
15,654	13,435	16.5	- Staff costs (excluding variable bonus)	11,821	9,071	30.3
8,083	11,097	(27.2)	- Variable bonus (including CPF)	5,822	7,268	(19.9)
4,420	3,989	10.8	- Share-based payment to employees	4,420	3,989	10.8
28,157	28,521	(1.3)		22,063	20,328	8.5
			Technology			
15,163	11,401	33.0	- System maintenance and rental	7,423	3,747	98.1
8,248	4,464	84.8	- Depreciation and amortisation	934	845	10.5
575	735	(21.8)	- Communication charges	412	557	(26.0)
23,986	16,600	44.5		8,769	5,149	70.3
6,319	5,068	24.7	Processing and royalties	139	170	(18.2)
			Premises			
4,115	4,398	(6.4)	- Rental and maintenance of premises	3,215	3,305	(2.7)
459	447	2.7	- Depreciation of furniture and fittings, buildings and leasehold improvements	422	410	2.9
4,574	4,845	(5.6)		3,637	3,715	(2.1)
1,730	2,126	(18.6)	Professional fees	1,157	1,216	(4.9)
			Others			
1,333	251	NM	- Marketing	1,200	159	654.7
448	197	NM	- Travelling	244	103	136.9
195	313	(37.7)	- Allowance/(reversal) for impairment of trade receivables (net)	-	-	-
438	522	(16.1)	- Directors' fee	438	488	(10.2)
350	350	-	- MAS regulatory fee	63	63	-
543	563	(3.6)	- Miscellaneous	481	489	(1.6)
3,307	2,196	50.6		2,426	1,302	86.3
68,073	59,356	14.7	Operating expenses	38,191	31,880	19.8

6. Earnings Per Share - Group

	3 months	
	1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009
Earnings per ordinary share for the period based on net profit attributable to equity holders	Cents	Cents
(a) Based on weighted average number of ordinary shares in issue	6.96	8.85
(b) On a fully diluted basis	6.93	8.77
Weighted average number of ordinary shares in issue for basic earnings per share ('000)	1,065,891	1,063,175
Adjustment for assumed exercise of share options and vesting of shares granted under other share plans ('000)	5,316	9,042
Weighted average number of ordinary shares for diluted earnings per share ('000)	1,071,207	1,072,217

8. Net Asset Value - Group and Company

Group			Company	
As at 30 Sep 2010	As at 30 Jun 2010		As at 30 Sep 2010	As at 30 Jun 2010
Cents	Cents		Cents	Cents
80.11	76.55	Net asset value per ordinary share based on issued share capital as at the end of the reporting period	65.88	64.08

9. Borrowings and Debt Securities - Group

(a) Aggregate amount of Group's borrowings and debt securities

As at 30 Sep 2010			As at 30 Jun 2010	
Secured	Unsecured		Secured	Unsecured
S\$'000	S\$'000		S\$'000	S\$'000
Nil	Nil	Amount repayable in one year or less, or on demand	Nil	Nil
Nil	Nil	Amount repayable after one year	Nil	Nil

(b) Details of any collaterals

None.

Statement of Changes in Equity - Group and Company

Attributable to equity holders of the Company

	Share capital	Treasury shares	Cash flow hedge reserve *	Currency translation reserve *	Derivatives clearing fund reserve *	Fair value reserve *	Securities clearing fund reserve *	Share-based payment reserve *	Retained profits	Proposed dividends	Total	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
(i) Consolidated - 1Q FY2011												
Balance at 1 July 2010	409,777	(41,775)	(245)	(527)	34,021	(3,700)	25,000	30,878	194,624	167,869	815,922	815,922
Changes in equity for period												
Dividend payable												
- 1Q FY2011 - Interim base dividend	-	-	-	-	-	-	-	-	(42,638)	-	(42,638)	(42,638)
Issue of ordinary shares	262	-	-	-	-	-	-	(57)	-	-	205	205
Employee share plan - value of employee services	-	-	-	-	-	-	-	4,420	-	-	4,420	4,420
	262	-	-	-	-	-	-	4,363	(42,638)	-	(38,013)	(38,013)
Total comprehensive income for the period	-	-	1,859	(35)	-	-	-	-	74,207	-	76,031	76,031
Balance at 30 September 2010	410,039	(41,775)	1,614	(562)	34,021	(3,700)	25,000	35,241	226,193	167,869	853,940	853,940
(ii) Consolidated - 1Q FY2010												
Balance at 1 July 2009	414,851	(42,826)	595	(616)	34,021	(3,700)	25,000	23,927	161,974	164,879	778,105	778,105
Changes in equity for period												
Dividend payable												
- 1Q FY2010 - Interim base dividend	-	-	-	-	-	-	-	-	(39,829)	-	(39,829)	(39,829)
Issue of ordinary shares	67	-	-	-	-	-	-	(13)	-	-	54	54
Purchase of treasury shares	-	(14,208)	-	-	-	-	-	-	-	-	(14,208)	(14,208)
Tax effect on treasury shares ^^	-	392	-	-	-	-	-	-	-	-	392	392
Employee share plan - value of employee services	-	-	-	-	-	-	-	3,989	-	-	3,989	3,989
	67	(13,816)	-	-	-	-	-	3,976	(39,829)	-	(49,602)	(49,602)
Total comprehensive income for the period	-	-	517	44	-	-	-	-	94,069	-	94,630	94,630
Balance at 30 September 2009	414,918	(56,642)	1,112	(572)	34,021	(3,700)	25,000	27,903	216,214	164,879	823,133	823,133

* These reserves are not available for distribution as dividends to the equity holders of the Company.

^^ The tax effect relates to the deferred tax benefit/(liability) on the difference between consideration paid for treasury shares and share-based payment to employees.

Statement of Changes in Equity - Group and Company

	Attributable to equity holders of the Company											Total Equity
	Share capital	Treasury shares	Cash flow hedge reserve *	Currency translation reserve *	Derivatives clearing fund reserve *	Fair value reserve *	Securities clearing fund reserve *	Share-based payment reserve *	Retained profits	Proposed dividends	Total	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
(iii) Company - 1Q FY2011												
Balance at 1 July 2010	409,777	(41,775)	-	-	-	(3,700)	-	30,878	119,928	167,869	682,977	682,977
Changes in equity for period												
Dividend payable												
- 1Q FY2011 - Interim base dividend	-	-	-	-	-	-	-	-	(42,638)	-	(42,638)	(42,638)
Issue of ordinary shares	262	-	-	-	-	-	-	(57)	-	-	205	205
Employee share plan - value of employee services	-	-	-	-	-	-	-	4,420	-	-	4,420	4,420
	262	-	-	-	-	-	-	4,363	(42,638)	-	(38,013)	(38,013)
Total comprehensive income for the period	-	-	-	-	-	-	-	-	57,300	-	57,300	57,300
Balance at 30 September 2010	410,039	(41,775)	-	-	-	(3,700)	-	35,241	134,590	167,869	702,264	702,264
(iv) Company - 1Q FY2010												
Balance at 1 July 2009	414,851	(42,826)	-	-	-	(3,700)	-	23,927	124,359	164,879	681,490	681,490
Changes in equity for period												
Dividend payable												
- 1Q FY2010 - Interim base dividend	-	-	-	-	-	-	-	-	(39,829)	-	(39,829)	(39,829)
Issue of ordinary shares	67	-	-	-	-	-	-	(13)	-	-	54	54
Purchase of treasury shares	-	(14,208)	-	-	-	-	-	-	-	-	(14,208)	(14,208)
Tax effect on treasury shares ^^	-	392	-	-	-	-	-	-	-	-	392	392
Employee share plan - value of employee services	-	-	-	-	-	-	-	3,989	-	-	3,989	3,989
	67	(13,816)	-	-	-	-	-	3,976	(39,829)	-	(49,602)	(49,602)
Total comprehensive income for the period	-	-	-	-	-	-	-	-	88,128	-	88,128	88,128
Balance at 30 September 2009	414,918	(56,642)	-	-	-	(3,700)	-	27,903	172,658	164,879	720,016	720,016

* These reserves are not available for distribution as dividends to the equity holders of the Company.

^^ The tax effect relates to the deferred tax benefit/(liability) on the difference between consideration paid for treasury shares and share-based payment to employees.

12. Segment Information - Group

3 Months ended 30 September 2010				3 Months ended 30 September 2009				
Securities Market	Derivatives Market	Other Operations	Group	Reporting by Market	Securities Market	Derivatives Market	Other Operations	Group
S\$'000	S\$'000	S\$'000	S\$'000		S\$'000	S\$'000	S\$'000	S\$'000
				SEGMENT REVENUE				
116,701	42,021	292	159,014	External revenue	131,202	41,352	797	173,351
20	3	-	23	Inter-segment revenue	50	6	-	56
116,721	42,024	292	159,037		131,252	41,358	797	173,407
(20)	(3)	-	(23)	Less: Consolidation elimination	(50)	(6)	-	(56)
116,701	42,021	292	159,014	Segment revenue	131,202	41,352	797	173,351
				RESULTS				
73,921	16,724	296	90,941	Profit from operating activities	95,006	18,375	614	113,995
			(198)	Other gains/ (losses) (Unallocated)				150
			(617)	Share of results of joint venture and associated company				14
			(15,919)	Tax				(20,090)
			74,207	Net profit after tax				94,069
				SEGMENT ASSETS				
1,227,903	262,741	9,564	1,500,208	Segment assets	863,681	208,615	5,304	1,077,600
			648,346	Unallocated assets				632,807
			2,148,554	Consolidated total assets				1,710,407
				SEGMENT LIABILITIES				
1,092,512	57,992	2,586	1,153,090	Segment liabilities	721,582	27,092	37	748,711
			141,524	Unallocated liabilities				138,563
			1,294,614	Consolidated total liabilities				887,274
				OTHER INFORMATION				
2,274	2,289	-	4,563	Additions to property, plant and equipment and software	627	3,600	-	4,227
4,296	4,411	-	8,707	Depreciation and amortisation	2,949	1,962	-	4,911

13. Market Statistics and Additional Information (Group)

Securities Market	1Q FY2011	1Q FY2010	Change
Clearing Fees (\$ million)	56.1	68.9	(18.6%)
• Contract values < \$1.5 million	58%	66%	(8%)
• Contract values > \$1.5 million	42%	34%	8%
Trading Value:			
• Quarter (\$ billion)	99.7	111.0	(10.1%)
• Daily average (\$ billion) ¹	1.56	1.73	(10.1%)
Trading Volume:			
• Quarter (billion shares)	106.6	142.0	(24.9%)
• Daily average (billion shares) ¹	1.67	2.22	(24.9%)
Turnover Velocity (%)	60	80	(20)
Number of Listings, of which foreign company listings	7 3	11 6	(4) (3)
Funds raised via Listings:			
• Total (\$ million)	81.9	257.9	(68.2%)
• Average per Listing (\$ million)	11.7	23.4	(50.1%)
Market Capitalisation of Listings:			
• Total (\$ million)	475.4	941.3	(49.5%)
• Average per Listing (\$ million)	67.9	85.6	(20.6%)
Number of Listed Companies as at Period End	779	777	2
Market Capitalisation as at Period End (\$ billion)	633.2	540.0	17.2%
Number of Securities Market Members as at Period End	30	25	5

(1) Daily average computed based on 64 trading days in both 1Q FY2011 and 1Q FY2010.
 NM: Not meaningful.

13. Market Statistics and Additional Information (Group)

Derivatives Market	1Q FY2011	1Q FY2010	Change
Futures and Options Trading Volume (million contracts)			
Asian Equity Derivatives	15.0	13.2	13.9%
• Nikkei 225 Stock Index	7.7	6.6	15.6%
• MSCI Taiwan Index	3.9	3.9	(0.6%)
• CNX Nifty Index	2.5	1.7	45.4%
• MSCI Singapore Index	0.9	1.0	(6.6%)
Others (including Options)	0.5	0.3	77.0%
Total	15.5	13.5	14.2%
Average daily trading volume	0.24	0.21	13.1%
Open Interest	0.8	0.6	31.4%
Structured Warrants			
Trading Value (\$ billion)	1.2	2.7	(56.4%)
Trading Volume (billion units)	5.1	8.5	(39.2%)
Number of New Issues	139	148	(9)
Extended Settlement Contracts			
Trading Volume (million shares)	2.6	7.3	(63.9%)
Open Interest (million shares)	0.3	0.9	(66.2%)
Commodities Futures Trading Volume (traded through Singapore Commodity Exchange Limited)			
Rubber Contracts (thousand lots)	52.9	64.2	(17.6%)
• TSR20	44.4	49.3	(10.0%)
• RSS3	8.5	14.9	(42.7%)
Gold Contracts (thousand lots)	170.9	-	NM
Coffee Contracts (thousand lots)	1.2	-	NM
Total	225.0	64.2	NM
Open Interest (thousand contracts)	18.2	17.0	6.6%
AsiaClear Over-the-Counter ("OTC")			
Cleared Volume (contracts)	48,210	19,936	NM
Open Interest (thousand contracts)	18.7	11.8	58.1%
Number of Counterparty Accounts as at Period End	561	377	184
Number of Derivatives Members as at period end			
Locals	236	203	33
Corporate	281	260	21
Total	517	463	54

NM: Not meaningful.

13. Market Statistics and Additional Information (Group)

	1Q FY2011	4Q FY2010	Change (%)
Financial Performance (\$ million)			
Operating Revenue			
• Securities	71.2	72.4	(1.5)
• Derivatives	34.1	34.2	(0.4)
• Market Data	7.5	7.6	(1.2)
• Member Services and Connectivity	8.9	8.4	5.0
• Depository Services	20.8	21.4	(2.8)
• Issuer Services	16.1	17.0	(5.7)
• Others	0.4	1.3	(66.3)
Operating Revenue	159.0	162.3	(2.0)
Operating Expenses	68.1	70.9	(4.0)
Operating Profit	90.9	91.4	(0.5)
Other Gains/(Losses)	(0.2)	4.3	NM
Share of Results of Joint Ventures and Associated Companies	(0.6)	(0.7)	(16.6)
Tax	(15.9)	(15.5)	3.0
Net Profit after Tax	74.2	79.6	(6.8)

Market Turnover Statistics

Securities Trading Value:			
• Quarter (\$ billion)	99.7	96.3	3.5
• Daily average (\$ billion) ¹	1.56	1.53	1.9
Securities Trading Volume:			
• Quarter (billion shares)	106.6	93.3	14.3
• Daily average (billion shares) ¹	1.67	1.48	12.5
Futures and Options Trading Volume:			
• Quarter (million contracts)	15.5	15.9	(2.9)
• Daily average (million contracts)	0.24	0.26	(5.9)
Structured Warrants Trading Value:			
• Quarter (\$ billion)	1.2	1.4	(14.8)
• Daily average (\$ billion) ¹	0.02	0.02	(16.2)
Structured Warrants Trading Volume:			
• Quarter (billion units)	5.1	6.0	(13.8)
• Daily average (billion units) ¹	0.08	0.09	(15.2)
SICOM Commodities Futures Trading Volume:			
• Quarter (thousand lots)	225.0	386.6	(41.8)
• Daily average (thousand lots) ¹	3.52	6.14	(42.7)
AsiaClear OTC Cleared Volume:			
• Quarter (contracts)	48,210	31,764	51.8

(1) Daily average computed based on 64 and 63 trading days in 1Q FY2011 and 4Q FY2010 respectively.

NM: Not meaningful.

14. Bank Facilities, Contingent Liabilities and Commitments (Group)

Bank Facilities

- As at 30 September 2010, the Group had \$450 million of bank credit facilities in place, comprising \$200 million committed share financing and \$250 million committed unsecured credit lines, for prudent risk management and emergency funding needs.

Standby Credit to Group Companies

- The Group has provided an unsecured standby credit line of \$75 million to the The Central Depository Pte Ltd ("CDP") Clearing Fund in accordance with the CDP Clearing Rules.

Contingent Liabilities and Other Commitments

- The Company has extended a guarantee of \$34.0 million to Singapore Exchange Derivatives Clearing Limited ("SGX-DC") to be utilised for the SGX-DC Clearing Fund. This amount has been earmarked in cash.
- SGX-DC has set aside \$68 million in cash, equivalent to its share capital, and the \$34 million distribution on the expiry of the SGX-DT Compensation Fund for the SGX-DC Clearing Fund. These amounts have been earmarked in cash.

The total cash earmarked by the Group for the above purposes is \$136 million.

- With effect from 1 April 2010, the Company has undertaken, through deeds of undertaking, to pay up to \$25.0 million in favour of CDP. These undertakings are to replace the default insurance component of the clearing fund of CDP, which expired on 31 March 2010. CDP is not replacing the insurance policies as there are no suitable insurers available currently.

The CDP undertaking will expire when changes to the CDP Clearing Fund, which have been consulted publicly in June/July 2009, are implemented. Until such implementation, if default insurance from a suitable insurer becomes available, CDP may consider taking up such insurance, at which time, the CDP undertaking will cease.

- The Company has extended a guarantee of \$4.0 million to SGX-DC and Singapore Commodity Exchange Limited ("SICOM") in consideration of SGX-DC and SICOM's agreement to waive margin requirements in respect of positions held by each other.
- As at 30 September 2010, the Group had contingent liabilities to banks for US\$76.5 million of unsecured standby letters of credit issued to Chicago Mercantile Exchange as margin and performance bond for futures trading.

15. Dividend - Company

(a) Interim Base Dividend

	3 Months Ended	
	30 September 2010	30 September 2009
Name of Dividend	Interim Base	Interim Base
Dividend Type	Cash	Cash
Dividend Rate - Base	4.0 cents per ordinary share	3.75 cents per ordinary share
Books Closure Date	3 November 2010, 5pm	4 November 2009, 5pm
Date Payable/Paid	16 November 2010	17 November 2009

(b) Directors' Comments

Barring material adverse circumstances, the Directors aim to declare a base dividend of at least 4.0 cents per share every quarter. For each financial year, the Directors aim to pay, as dividend, an amount which is no less than (a) 80% of the annual net profit after tax; or (b) 16.0 cents per share, whichever is higher. The difference between the targeted dividend and the interim base dividends will be declared and paid as final dividend of each financial year.

16. Share Capital - Company

During the 3 months ended 30 September 2010, the Company issued 90,000 ordinary shares at the price of \$1.70 and 33,000 ordinary shares at the price of \$1.60 upon the exercise of options granted under the SGX Share Option Plan (ESOS).

As at 30 September 2010, there were outstanding options for 502,000 (30 September 2009: 2,422,200) unissued ordinary shares under the ESOS.

The total number of issued ordinary shares as at 30 September 2010 was 1,071,150,900 (30 September 2009: 1,069,234,700), of which 5,194,850 (30 September 2009: 7,136,050) were held by the Company as treasury shares.

During the financial period, the company did not purchase any of its ordinary shares (1Q FY2010: 1,673,500 ordinary shares were purchased by way of on-market purchases at share prices ranging from \$8.25 to \$8.62, at a cost of \$14.2 million). No shares under the Company's share-based compensation plans have vested during the 3 months ended 30 September 2010 (1Q FY2010: Nil).

The movement of treasury shares for the period is as follows:

	3 Months	
	1 Jul 2010 to 30 Sep 2010	1 Jul 2009 to 30 Sep 2009
Balance at beginning of period	5,194,850	5,462,550
Purchase of treasury shares	-	1,673,500
Balance at end of period	5,194,850	7,136,050

The Company holds the shares bought back as treasury shares and plans to use the shares to fulfill its obligations under the Company's share-based compensation plans.

17. Events Occurring After Balance Sheet Date

On 1 October 2010, Chi-East Pte. Ltd. ("Chi-East"), a joint venture of the Group and Chi-X Global Inc. ("Chi-X"), has obtained approval from the Monetary Authority of Singapore to be a Recognised Market Operator ("RMO"). In accordance with the joint venture agreement previously signed with Chi-X, SGX Group has injected additional capital of US\$3 million into Chi-East on 8 October 2010. The initial loan of US\$1 million extended to Chi-East to fund its start-up costs and operating expenses shall be capitalized by the subscription of shares in Chi-East's share capital, representing a total investment in Chi-East of US\$4 million.

18. Accounting Policies - Group

(a) New accounting policies applicable to SGX

The same accounting policies and methods of computation as in the FY2010 audited annual financial statements have been applied except for the following:

(i) New Financial Reporting Standards ("FRS") are effective for the Group's financial year beginning 1 July 2010:

- FRS 7 (Amendment) - Cash Flow Statements
- FRS 24 (Revised) - Related Party Disclosures

(b) Restatement of comparatives for the 3 months ended 30 September 2009

Certain comparative figures have been reclassified between:

- (i) items of operating revenue to better reflect the nature of the revenue;
- (ii) other operating expenses and other gains/(losses). Net foreign exchange gain/(loss) was reclassified from "Other operating expenses" to "Other gains/(losses)"; and
- (iii) operating segments to be in line with the current year's allocation basis.

Group

	As restated	As previously disclosed
	3 months	3 months
	1 Jul 2009 to 30 Sep 2009	1 Jul 2009 to 30 Sep 2009
	S\$'000	S\$'000
New classification		

Reclassification of certain network connection revenue from market data to terminal and connection revenue

Operating revenue		
Market data	7,541	8,036
Member services and connectivity		
- Terminal and connection revenue	5,542	5,047
Segment reclassification		
Profit from operating activities		
Securities Market	95,006	98,156
Derivatives Market	18,375	20,427
Other Operations	614	614
Unallocated expenses	-	(5,594)
	113,995	113,603

The revised presentation does not result in a change in the Group and the Company's net profit before and after tax.

Joyce Fong
Company Secretary
15 October 2010

19. Listing Manual Compliance Checklist

The following table sets out the requirements in Appendix 7.2 of the Listing Manual and the sections in the SGX quarter announcement in compliance with the Listing Manual requirements.

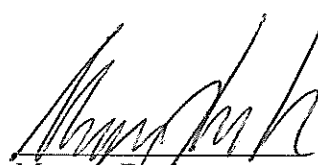
Listing Manual Paragraph	Summary of Listing Manual Requirements	Compliance in SGXNet Section
1	Income Statement - Group	3
	Balance Sheet - Group and Company	7
	Borrowings and Debt Securities - Group	9
	Cash Flow Statement - Group	10
	Statement of Changes in Equity - Group and Company	11
	Changes in Share Capital - Company	16
	Number of shares that may be issued on conversion of all outstanding convertibles, as well as the number of treasury shares	16
	Total number of issued shares excluding treasury shares as at the end of the current financial period and immediately preceding year	16
	Statement of sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on	16
2	Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice	Content page and attached auditors' report
3	Where the figures have been audited/reviewed, the auditors' report	Attached auditors' report
4 and 5	Whether the same accounting policies and methods of computation as in the issuer's most recently audited financial statements have been applied. To state reasons and effect of change, if any	18
6	Earnings per ordinary share - Group: (a) Weighted average number of ordinary shares on issue; and (b) On a fully diluted basis	6
7	Net asset value per ordinary share based on the total number of issued shares excluding treasury shares - Group and Company	8
8	A review of the performance of the Group	1 - CEO's Statement
9	Variance between a previously disclosed forecast or prospect statement and actual results	No noted variance as projections were provided on a full year basis and an update will be provided at the full year results.
10	A commentary 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 reporting period and the next 12 months	1 - CEO's Statement, paragraph on "Outlook"
11 and 12	Information on dividend	15
13	Segment information	12
14	In the review of performance, factors leading to any material changes in contributions to turnover and earnings.	1 - CEO's Statement
15	Breakdown of first and second half year results for sales and operating profit	NA
16	Breakdown in total annual dividend in dollar value by ordinary and preference shares	NA
NA	Not required (Additional information provided by SGX)	2 - SGX Key Figures; 13 - Market Statistics and Additional Information; and 14- Bank Facilities, Contingent Liabilities and Commitments (Required by FRS)

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

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 first quarter ended 30 September 2010 to be false or misleading.

On behalf of the Board of Directors


J Y Pillay
Director


Magnus Böcker
Director

15 October 2010

The extract of the review report dated 15 October 2010, on the interim financial report of the Company and its subsidiaries for the quarter ended 30 September 2010 which has been prepared in accordance with Singapore Financial Reporting Standards 34 Interim Financial Reporting, is as follows:



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**To the Shareholders and Board of Directors of
Singapore Exchange Limited ("Company") and its subsidiaries ("Group")**

**Report on Review of Interim Financial Information
For the first quarter ended 30 September 2010**

Introduction

We have reviewed the accompanying condensed statement of financial position of the Company as of 30 September 2010 and the related condensed statements of comprehensive income and changes in equity of the Company for the three-month period then ended, the consolidated condensed statement of financial position of the Group as of 30 September 2010 and the related consolidated condensed statements of comprehensive income, changes in equity and cash flows of the Group for the three-month period then ended, and other explanatory notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Financial Reporting Standards ("FRS") 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on 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.

A handwritten signature in black ink that reads "PricewaterhouseCoopers LLP".

PricewaterhouseCoopers LLP
Public Accountants and Certified Public Accountants

Singapore, 15 October 2010