

Embargoed till 5.10 pm, February 12th, 2009

Singapore Food Industries' Reports Profits Before Tax From Continuing Operations of S\$59.0 Million

		Financial Highlights					
SGD		4Q2008	4Q2007	%Δ	FY2008	FY2007	%Δ
Continuing Operations	Turnover (\$'mIn)	201.6	215.1	(6.3)	689.1	694.8	(0.8)
	EBITDA (\$'mIn)	25.3	25.3	0.2	77.3	77.9	(0.9)
	Profit Before Tax (PBT) (\$'mIn)	20.7	19.2	7.7	59.0	56.0	5.4
	Profit After Tax and Minority Interests (PATMI) (\$'mIn)	17.5	13.1	33.7	46.7	38.7	20.6
	Earnings Per Share (cents)	3.4	2.5	33.6	9.1	7.5	20.4
Total Operations*	Turnover (\$'mIn)	206.6	221.5	(6.7)	707.3	714.9	(1.1)
	EBITDA (\$'mIn)	12.6	25.1	(49.8)	61.8	74.2	(16.8)
	Profit Before Tax (PBT) (\$'mIn)	7.1	17.9	(60.3)	40.2	48.6	(17.3)
	Profit After Tax and Minority Interests (PATMI) (\$'mIn)	3.9	11.8	(67.1)	27.9	31.4	(11.1)
	Earnings Per Share (cents)	0.8	2.3	(67.1)	5.4	6.1	(11.2)

* Including the Discontinued Operations of Swissco Limited's results, which was placed under liquidation in December 2008

SFI's profit before tax ("PBT") from continuing operations increased \$3.0 million (or 5.4 per cent) to \$59.0 million, boosted by one-offs with a net gain of \$5.5 million.

Singapore Operations

- All three business sectors, Food Distribution, Catering, Abattoir and Auctions reported higher turnover for the year.
- Food Distribution sales increased by 6.9 per cent.
- Food Catering sales improved by 11.2 per cent, benefiting from higher consumption and a price increase with the key customer.
- Revenue in the Abattoir and Hog Auction operations rose by 18.8 per cent due to higher pig numbers.

UK Operations

- UK turnover decreased 6.3 per cent over FY 2007 to \$378.0 million due to the significantly weaker Sterling Pound. (Sales grew 8.2 per cent (to \$436.2 million) if 2007's exchange rate was used.)
- PBT registered a decrease of 7.4 per cent to \$27.2 million, affected by the weaker Pound (\$4.0 million impact) but mitigated by a net gain of \$2.2 million from one-offs.
- The one-offs included the gain of \$4.2 million on sale of a soup factory site and a fair value loss of \$1.7 million on a financial instrument bought for hedging purposes.
- Excluding the one-offs and using FY 2007 exchange rate, UK would have reported PBT of \$29.0 million, versus FY 2007's \$29.4 million.

“SFI Group in 2008 remained resilient in these challenging times. We have strengthened our core business platforms, and restructured our overseas operations to exit loss-making and marginal businesses,” said Roger Yeo, CEO of SFI.

Dividends

The directors are pleased to announce that a final dividend of 3.2 cents per share tax-exempt (one-tier) [2007: final dividend of 3.2 cents per share tax exempt (one-tier)], has been proposed in respect of the financial year ended 31 December 2008.

This is subject to the approval of shareholders at the Company's coming Annual General Meeting. Shareholders should note the recent change of the Company's majority shareholder, as set out in greater detail in paragraph 9.1 of the SGXNET. Shareholders should also note that in the Offer Document dated 6 February 2009 dispatched to shareholders by Singapore Airport Terminal Services Limited (“SATS”) on 9 February 2009, SATS has stated that “the Offer Price has been determined on the basis that the Offer Shares will be acquired with the right to receive the SFI 2008 Dividend, if any. In the event any SFI 2008 Dividend has been paid by SFI to a Shareholder who accepts the Offer, the Offer Price payable to such accepting Shareholder shall be reduced by an amount which is equal to the amount of such SFI 2008 Dividend paid by SFI to such accepting Shareholder.”. Shareholders should refer to the Offer Document for full details.

This news release should be read and interpreted in conjunction with all related filings made by Singapore Food Industries today on SGXNET as well as the Disclaimer contained in those materials.

About Singapore Food Industries

Singapore Food Industries is a fully integrated food logistics and catering supplier in Singapore. It also has significant operations in the United Kingdom, which contributes more than 50 per cent to Group turnover. Headquartered in Singapore, SFI's three core businesses are Food Distribution, Food Preparation, Manufacturing and Processing, and Abattoir and Hog Auction. In FY2008, SFI achieved PBT from continuing operations of \$59.0 million on turnover of \$689.1 million. For more information, please visit www.sfi.com.sg.

Press Release

Responsibility Statement

The Directors of the Company (including those who may have delegated detailed supervision of this Press Release) have taken all reasonable care to ensure that the facts stated and opinions expressed in this Press Release are fair and accurate in all material respects and that no material facts have been omitted which would make any statement in this Press Release misleading, and they jointly and severally accept responsibility accordingly. Where any information has been extracted from published or otherwise publicly available sources, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from these sources or as the case may be, accurately reflected or reproduced in this Press Release.

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