



**SINGAPORE TELECOMMUNICATIONS LIMITED
AND SUBSIDIARY COMPANIES**

**SGX APPENDIX 7.2 ANNOUNCEMENT
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED
31 MARCH 2019**

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CONSOLIDATED INCOME STATEMENT*For the fourth quarter and financial year ended 31 March 2019*

Group	Notes	Quarter 31 Mar		Year 31 Mar	
		2019 S\$ Mil (Unaudited)	2018 S\$ Mil (Unaudited)	2019 S\$ Mil (Audited)	2018 S\$ Mil (Audited)
Operating revenue		4,342.0	4,261.6	17,371.7	17,268.0
Operating expenses	2	(3,238.1)	(3,089.4)	(12,904.5)	(12,476.3)
Other income	3	62.5	58.2	224.7	258.8
		1,166.4	1,230.4	4,691.9	5,050.5
Depreciation and amortisation	4	(561.2)	(561.7)	(2,222.2)	(2,250.0)
		605.2	668.7	2,469.7	2,800.5
Exceptional items	5	(1.6)	(28.2)	68.2	1,895.1
Profit on operating activities		603.6	640.5	2,537.9	4,695.6
Share of results of associates and joint ventures	6	408.2	400.7	1,562.7	1,804.0
Profit before interest, investment income (net) and tax		1,011.8	1,041.2	4,100.6	6,499.6
Interest and investment income (net)	7	8.5	8.6	38.1	45.5
Finance costs	8	(101.2)	(95.6)	(392.8)	(390.2)
Profit before tax		919.1	954.2	3,745.9	6,154.9
Tax expense	9	(152.2)	(186.3)	(674.8)	(703.0)
Profit after tax		766.9	767.9	3,071.1	5,451.9
Attributable to:					
Shareholders of the Company		773.0	769.6	3,094.5	5,473.0
Non-controlling interests		(6.1)	(1.7)	(23.4)	(21.1)
		766.9	767.9	3,071.1	5,451.9
Earnings per share attributable to shareholders of the Company					
- basic	11	4.74¢	4.72¢	18.96¢	33.53¢
- diluted	11	4.73¢	4.71¢	18.93¢	33.48¢

Note:

The Group has adopted all applicable new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)") which became effective from 1 April 2018 and has applied them retrospectively. Accordingly, the comparatives have been restated to take into account adjustments relating to SFRS(I) 1, *First-time Adoption of SFRS(I)*, SFRS(I) 15, *Revenue from Contracts with Customers* and SFRS(I) 9, *Financial Instruments*.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME*For the fourth quarter and financial year ended 31 March 2019*

Group	Quarter 31 Mar		Year 31 Mar	
	2019 S\$ Mil (Unaudited)	2018 S\$ Mil (Unaudited)	2019 S\$ Mil (Audited)	2018 S\$ Mil (Audited)
Profit after tax	766.9	767.9	3,071.1	5,451.9
Other comprehensive income/ (loss)				
Items that may be reclassified subsequently to income statement:				
Exchange differences arising from translation of foreign operations and other currency translation differences	51.4	(616.4)	(484.5)	(1,283.0)
Cash flow hedges				
- Fair value changes	(5.4)	46.5	182.9	(46.9)
- Tax effects	12.6	(24.3)	(23.7)	(55.2)
	7.2	22.2	159.2	(102.1)
- Fair value changes transferred to income statement	52.2	(32.3)	(122.4)	35.0
- Tax effects	(10.0)	21.1	17.8	46.8
	42.2	(11.2)	(104.6)	81.8
	49.4	11.0	54.6	(20.3)
Share of other comprehensive income of associates and joint ventures	15.2	1.7	283.8	650.3
Items that will not be reclassified subsequently to income statement:				
Fair value changes on Fair Value through Other Comprehensive Income ("FVOCI") investments	(1.9)	(4.8)	13.2	9.6
Other comprehensive income/ (loss), net of tax	114.1	(608.5)	(132.9)	(643.4)
Total comprehensive income	881.0	159.4	2,938.2	4,808.5
Attributable to:				
Shareholders of the Company	886.7	161.0	2,962.3	4,828.9
Non-controlling interests	(5.7)	(1.6)	(24.1)	(20.4)
	881.0	159.4	2,938.2	4,808.5

STATEMENTS OF FINANCIAL POSITION*As at 31 March 2019*

		Group			Company		
		As at 31 Mar 19	As at 31 Mar 18	As at 1 Apr 17	As at 31 Mar 19	As at 31 Mar 18	As at 1 Apr 17
(Audited)	Notes	S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil
Current assets							
Cash and cash equivalents		512.7	524.9	533.8	81.6	92.0	89.2
Trade and other receivables		5,992.7	5,813.7	5,762.4	478.8	506.7	523.5
Due from subsidiaries		-	-	-	1,482.1	1,817.2	1,149.8
Inventories		417.6	397.4	352.2	37.2	21.8	23.8
Derivative financial instruments		155.1	22.6	106.1	0.7	70.1	105.9
		7,078.1	6,758.6	6,754.5	2,080.4	2,507.8	1,892.2
Non-current assets							
Property, plant and equipment		11,050.4	11,454.1	11,456.1	2,250.0	2,259.4	2,266.6
Intangible assets		14,016.7	13,969.1	13,072.8	-	-	-
Subsidiaries		-	-	-	20,009.2	19,425.9	17,441.0
Joint ventures		12,857.9	12,786.5	12,285.3	22.8	22.8	23.0
Associates		2,060.2	2,000.2	1,946.7	24.7	24.7	603.5
Fair value through other comprehensive income ("FVOCI") investments		646.9	197.9	192.9	5.3	5.5	37.4
Derivative financial instruments		283.6	388.3	434.4	125.9	130.6	283.5
Deferred tax assets		276.6	353.0	634.9	-	-	-
Other assets		644.4	587.8	592.0	130.7	144.9	161.0
Loan to an associate		-	-	1,100.5	-	-	1,100.5
		41,836.7	41,736.9	41,715.6	22,568.6	22,013.8	21,916.5
Total assets		48,914.8	48,495.5	48,470.1	24,649.0	24,521.6	23,808.7
Current liabilities							
Trade and other payables		5,817.1	5,371.0	5,054.8	1,025.1	959.7	880.0
Due to subsidiaries		-	-	-	712.4	508.7	722.0
Advance billings		812.1	794.1	861.1	89.8	80.1	74.8
Current tax liabilities		255.0	351.3	296.3	83.6	101.5	100.6
Borrowings (unsecured)	13	1,846.2	1,800.5	3,046.6	-	-	-
Borrowings (secured)	13	34.0	23.1	86.7	4.8	7.4	1.5
Derivative financial instruments		9.2	69.3	15.8	0.5	84.9	108.8
Net deferred gain		20.8	20.1	68.8	-	-	-
		8,794.4	8,429.4	9,430.1	1,916.2	1,742.3	1,887.7

STATEMENTS OF FINANCIAL POSITION*As at 31 March 2019*

		Group			Company		
		As at 31 Mar 19	As at 31 Mar 18	As at 1 Apr 17	As at 31 Mar 19	As at 31 Mar 18	As at 1 Apr 17
(Audited)	Notes	S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil	S\$ Mil
Non-current liabilities							
Advance billings		197.4	221.6	241.9	129.2	136.7	138.3
Borrowings (unsecured)	13	8,734.4	8,586.1	7,898.2	786.5	739.5	802.7
Borrowings (secured)	13	49.5	81.5	199.6	7.7	68.5	157.2
Derivative financial instruments		149.5	277.0	279.4	191.8	250.9	344.0
Net deferred gain		375.0	357.7	1,282.7	-	-	-
Deferred tax liabilities		515.1	535.6	572.8	274.5	268.2	273.0
Other non-current liabilities		289.8	295.1	324.2	26.5	31.4	23.7
		10,310.7	10,354.6	10,798.8	1,416.2	1,495.2	1,738.9
Total liabilities		19,105.1	18,784.0	20,228.9	3,332.4	3,237.5	3,626.6
Net assets		29,809.7	29,711.5	28,241.2	21,316.6	21,284.1	20,182.1
Share capital and reserves							
Share capital	14	4,127.3	4,127.3	4,127.3	4,127.3	4,127.3	4,127.3
Reserves		25,710.5	25,609.8	24,113.9	17,189.3	17,156.8	16,054.8
Equity attributable to shareholders of the Company		29,837.8	29,737.1	28,241.2	21,316.6	21,284.1	20,182.1
Non-controlling interests		(28.1)	(3.2)	22.4	-	-	-
Other reserve		-	(22.4)	(22.4)	-	-	-
Total equity		29,809.7	29,711.5	28,241.2	21,316.6	21,284.1	20,182.1

STATEMENTS OF CHANGES IN EQUITY*For the fourth quarter ended 31 March 2019*

Group - 2019 (Unaudited)	Attributable to shareholders of the Company									Non- controlling Interests S\$ Mil	Total Equity S\$ Mil
	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Currency Translation Reserve ⁽²⁾ S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Other Reserves ⁽³⁾ S\$ Mil	Total S\$ Mil		
Balance as at 1 January 2019, previously reported	4,127.3	(26.3)	(80.4)	(1,816.1)	(49.1)	(8.9)	26,705.3	67.8	28,919.6	(22.4)	28,897.2
Effects of adoption of SFRS(I) 1, 9, 15	-	-	-	(2.4)	-	-	34.7	-	32.3	-	32.3
Balance as at 1 January 2019	4,127.3	(26.3)	(80.4)	(1,818.5)	(49.1)	(8.9)	26,740.0	67.8	28,951.9	(22.4)	28,929.5
Changes in equity for the quarter											
Performance shares purchased by the Company	-	(1.1)	-	-	-	-	-	-	(1.1)	-	(1.1)
Performance shares purchased by Trust ⁽⁵⁾	-	(4.4)	-	-	-	-	-	-	(4.4)	-	(4.4)
Performance shares vested	-	0.1	(0.1)	-	-	-	-	-	-	-	-
Equity-settled share based payment	-	-	4.2	-	-	-	-	-	4.2	-	4.2
Reclassification due to disposal of FVOCI Investments	-	-	-	-	-	0.5	(0.5)	-	-	-	-
Others	-	-	-	-	-	-	0.5	-	0.5	-	0.5
	-	(5.4)	4.1	-	-	0.5	-	-	(0.8)	-	(0.8)
Total comprehensive income/ (loss) for the quarter	-	-	-	51.0	49.4	(1.9)	773.0	15.2	886.7	(5.7)	881.0
Balance as at 31 March 2019	4,127.3	(31.7)	(76.3)	(1,767.5)	0.3	(10.3)	27,513.0	83.0	29,837.8	(28.1)	29,809.7

STATEMENTS OF CHANGES IN EQUITY*For the fourth quarter ended 31 March 2019*

Group - 2018 (Unaudited)	Attributable to shareholders of the Company									Non- controlling Interests	Other Reserve ⁽⁴⁾	Total Equity
	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Currency		Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Other Reserves ⁽³⁾ S\$ Mil	Total S\$ Mil			
				Translation Reserve ⁽²⁾ S\$ Mil	Hedging Reserve S\$ Mil							
Balance as at 1 January 2018, previously reported	4,127.3	(27.3)	(103.2)	(5,156.5)	(7.0)	55.4	30,819.5	(179.1)	29,529.1	(1.6)	(22.4)	29,505.1
Effects of adoption of SFRS(l) 1, 9, 15	-	-	-	4,489.3	(58.3)	(44.4)	(4,345.4)	3.6	44.8	-	-	44.8
Balance as at 1 January 2018, restated	4,127.3	(27.3)	(103.2)	(667.2)	(65.3)	11.0	26,474.1	(175.5)	29,573.9	(1.6)	(22.4)	29,549.9
Changes in equity for the quarter												
Performance shares purchased by the Company	-	(1.0)	-	-	-	-	-	-	(1.0)	-		(1.0)
Performance shares purchased by Trust ⁽⁵⁾	-	(4.6)	-	-	-	-	-	-	(4.6)	-	-	(4.6)
Performance shares vested	-	0.2	(0.2)	-	-	-	-	-	-	-	-	-
Equity-settled share based payment	-	-	7.3	-	-	-	-	-	7.3	-	-	7.3
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	-	-	(0.1)	-	-	(0.1)
Reclassification due to disposal of FVOCI investments	-	-	-	-	-	(25.1)	25.1	-	-	-	-	-
Others	-	-	-	-	-	-	0.6	-	0.6	-	-	0.6
	-	(5.4)	7.0	-	-	(25.1)	25.7	-	2.2	-	-	2.2
Total comprehensive (loss)/ income for the quarter	-	-	-	(616.5)	11.0	(4.8)	769.6	1.7	161.0	(1.6)	-	159.4
Balance as at 31 March 2018	4,127.3	(32.7)	(96.2)	(1,283.7)	(54.3)	(18.9)	27,269.4	(173.8)	29,737.1	(3.2)	(22.4)	29,711.5

STATEMENTS OF CHANGES IN EQUITY*For the fourth quarter ended 31 March 2019*

Company - 2019 (Unaudited)	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Total Equity S\$ Mil
Balance as at 1 January 2019	4,127.3	-	46.6	22.9	1.8	16,746.0	20,944.6
Changes in equity for the quarter							
Equity-settled share based payment	-	(1.1)	2.6	-	-	-	1.5
Contribution to Trust ⁽⁵⁾	-	-	(4.0)	-	-	-	(4.0)
	-	(1.1)	(1.4)	-	-	-	(2.5)
Total comprehensive income for the quarter	-	-	-	1.3	0.2	373.0	374.5
Balance as at 31 March 2019	4,127.3	(1.1)	45.2	24.2	2.0	17,119.0	21,316.6

STATEMENTS OF CHANGES IN EQUITY*For the fourth quarter ended 31 March 2019*

Company - 2018 (Unaudited)	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Total Equity S\$ Mil
Balance as at 1 January 2018, previously reported	4,127.3	-	41.4	54.5	31.3	16,566.3	20,820.8
Effects of adoption of SFRS(I) 1, 9, 15	-	-	-	(56.1)	-	(23.7)	(79.8)
Balance as at 1 January 2018, restated	4,127.3	-	41.4	(1.6)	31.3	16,542.6	20,741.0
Changes in equity for the quarter							
Performance shares purchased by the Company	-	(1.0)	-	-	-	-	(1.0)
Equity-settled share based payment	-	-	2.4	-	-	-	2.4
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	(0.1)
Contribution to Trust ⁽⁵⁾	-	-	(4.3)	-	-	-	(4.3)
Reclassification due to disposal of FVOCI Investments	-	-	-	-	(25.0)	25.0	-
	-	(1.0)	(2.0)	-	(25.0)	25.0	(3.0)
Total comprehensive income/ (loss) for the quarter	-	-	-	5.6	(4.1)	544.6	546.1
Balance as at 31 March 2018	4,127.3	(1.0)	39.4	4.0	2.2	17,112.2	21,284.1

Notes:

- (1) 'Treasury Shares' are accounted for in accordance with SFRS(I) 1-32, *Financial Instruments: 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, Philippine Peso, Thai Baht and United States Dollar.
- (3) 'Other Reserves' relate mainly to goodwill on acquisitions completed prior to 1 April 2001 and the share of other comprehensive income or loss of the associates and joint ventures.
- (4) This amount was a reserve for an obligation which arose from a put option written with the non-controlling shareholder of Trustwave Holdings, Inc. ("**Trustwave**"). In May 2018, the put option was exercised for the acquisition of the remaining 2% equity interest in Trustwave.
- (5) DBS Trustee Limited (the "**Trust**") is the trustee of a trust established to administer the performance share plans.

STATEMENTS OF CHANGES IN EQUITY*For the financial year ended 31 March 2019*

Group - 2019 (Audited)	Attributable to shareholders of the Company									Non- controlling Interests S\$ Mil	Other Reserve ⁽⁴⁾ S\$ Mil	Total Equity S\$ Mil
	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Currency					Total S\$ Mil			
				Translation Reserve ⁽²⁾ S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Other Reserves ⁽³⁾ S\$ Mil				
Balance as at 1 April 2018, previously reported	4,127.3	(32.7)	(96.2)	(5,773.3)	5.3	25.5	31,600.7	(177.4)	29,679.2	(3.2)	(22.4)	29,653.6
Effects of adoption of SFRS(I) 1, 9 and 15	-	-	-	4,489.6	(59.6)	(44.4)	(4,331.3)	3.6	57.9	-	-	57.9
Balance as at 1 April 2018, restated	4,127.3	(32.7)	(96.2)	(1,283.7)	(54.3)	(18.9)	27,269.4	(173.8)	29,737.1	(3.2)	(22.4)	29,711.5
Changes in equity for the year												
Performance shares purchased by the Company	-	(1.8)	-	-	-	-	-	-	(1.8)	-	-	(1.8)
Performance shares purchased by Trust ⁽⁵⁾	-	(17.5)	-	-	-	-	-	-	(17.5)	-	-	(17.5)
Performance shares vested	-	20.3	(20.3)	-	-	-	-	-	-	-	-	-
Equity-settled share based payment	-	-	38.0	-	-	-	-	-	38.0	-	-	38.0
Transfer of liability to equity	-	-	7.8	-	-	-	-	-	7.8	-	-	7.8
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	-	-	(0.1)	-	-	(0.1)
Performance shares purchased by Optus and vested	-	-	(5.5)	-	-	-	-	-	(5.5)	-	-	(5.5)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(5.4)	-	(5.4)
Final dividend paid	-	-	-	-	-	-	(1,746.7)	-	(1,746.7)	-	-	(1,746.7)
Interim dividend paid	-	-	-	-	-	-	(1,109.9)	-	(1,109.9)	-	-	(1,109.9)
Acquisition of non-controlling interests ⁽⁴⁾	-	-	-	-	-	-	-	(27.0)	(27.0)	4.6	22.4	-
Reclassification due to disposal of FVOCI investments	-	-	-	-	-	(4.6)	4.6	-	-	-	-	-
Others	-	-	-	-	-	-	1.1	-	1.1	-	-	1.1
	-	1.0	19.9	-	-	(4.6)	(2,850.9)	(27.0)	(2,861.6)	(0.8)	22.4	(2,840.0)
Total comprehensive (loss)/ income for the year	-	-	-	(483.8)	54.6	13.2	3,094.5	283.8	2,962.3	(24.1)	-	2,938.2
Balance as at 31 March 2019	4,127.3	(31.7)	(76.3)	(1,767.5)	0.3	(10.3)	27,513.0	83.0	29,837.8	(28.1)	-	29,809.7

STATEMENTS OF CHANGES IN EQUITY*For the financial year ended 31 March 2019*

Group - 2018 (Audited)	Attributable to shareholders of the Company									Non-controlling Interests	Other Reserve ⁽⁴⁾	Total Equity
	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Currency Translation Reserve ⁽²⁾ S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Other Reserves ⁽³⁾ S\$ Mil	Total S\$ Mil			
Balance as at 1 April 2017, previously reported	4,127.3	(32.5)	(108.0)	(4,507.5)	11.1	57.0	29,493.9	(827.7)	28,213.6	22.4	(22.4)	28,213.6
Effects of adoption of SFRS(I) 1, 9 and 15	-	-	-	4,507.5	(45.1)	(46.1)	(4,392.3)	3.6	27.6	-	-	27.6
Balance as at 1 April 2017, restated	4,127.3	(32.5)	(108.0)	-	(34.0)	10.9	25,101.6	(824.1)	28,241.2	22.4	(22.4)	28,241.2
Changes in equity for the year												
Performance shares purchased by the Company	-	(2.4)	-	-	-	-	-	-	(2.4)	-	-	(2.4)
Performance shares purchased by Trust ⁽⁵⁾	-	(15.9)	-	-	-	-	-	-	(15.9)	-	-	(15.9)
Performance shares vested	-	18.1	(18.1)	-	-	-	-	-	-	-	-	-
Equity-settled share based payment	-	-	32.5	-	-	-	-	-	32.5	0.2	-	32.7
Transfer of liability to equity	-	-	4.2	-	-	-	-	-	4.2	-	-	4.2
Cash paid to employees under performance share plans	-	-	(0.2)	-	-	-	-	-	(0.2)	-	-	(0.2)
Performance shares purchased by Optus and vested	-	-	(6.6)	-	-	-	-	-	(6.6)	-	-	(6.6)
Final dividend paid	-	-	-	-	-	-	(1,746.6)	-	(1,746.6)	-	-	(1,746.6)
Interim dividend paid	-	-	-	-	-	-	(1,110.0)	-	(1,110.0)	-	-	(1,110.0)
Special dividend paid	-	-	-	-	-	-	(489.7)	-	(489.7)	-	-	(489.7)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(5.4)	-	(5.4)
Reclassification due to disposal of FVOCI investments	-	-	-	-	-	(39.4)	39.4	-	-	-	-	-
Others	-	-	-	-	-	-	1.7	-	1.7	-	-	1.7
	-	(0.2)	11.8	-	-	(39.4)	(3,305.2)	-	(3,333.0)	(5.2)	-	(3,338.2)
Total comprehensive (loss)/ income for the year	-	-	-	(1,283.7)	(20.3)	9.6	5,473.0	650.3	4,828.9	(20.4)	-	4,808.5
Balance as at 31 March 2018	4,127.3	(32.7)	(96.2)	(1,283.7)	(54.3)	(18.9)	27,269.4	(173.8)	29,737.1	(3.2)	(22.4)	29,711.5

STATEMENTS OF CHANGES IN EQUITY*For the financial year ended 31 March 2019*

Company - 2019 (Audited)	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Total Equity S\$ Mil
Balance as at 1 April 2018, previously reported	4,127.3	(1.0)	39.4	60.1	2.2	17,133.7	21,361.7
Effects of adoption of SFRS(I) 1, 9 and 15	-	-	-	(56.1)	-	(21.5)	(77.6)
Balance as at 1 April 2018, restated	4,127.3	(1.0)	39.4	4.0	2.2	17,112.2	21,284.1
Changes in equity for the year							
Performance shares purchased by the Company	-	(1.8)	-	-	-	-	(1.8)
Performance shares vested	-	1.7	(1.7)	-	-	-	-
Equity-settled share based payment	-	-	13.6	-	-	-	13.6
Transfer of liability to equity	-	-	7.8	-	-	-	7.8
Cash paid to employees under performance share plans	-	-	(0.1)	-	-	-	(0.1)
Contribution to Trust ⁽⁵⁾	-	-	(13.8)	-	-	-	(13.8)
Final dividend paid	-	-	-	-	-	(1,747.2)	(1,747.2)
Interim dividend paid	-	-	-	-	-	(1,110.4)	(1,110.4)
	-	(0.1)	5.8	-	-	(2,857.6)	(2,851.9)
Total comprehensive income/ (loss) for the year	-	-	-	20.2	(0.2)	2,864.4	2,884.4
Balance as at 31 March 2019	4,127.3	(1.1)	45.2	24.2	2.0	17,119.0	21,316.6

STATEMENTS OF CHANGES IN EQUITY*For the financial year ended 31 March 2019*

Company - 2018 (Audited)	Share Capital S\$ Mil	Treasury Shares ⁽¹⁾ S\$ Mil	Capital Reserve S\$ Mil	Hedging Reserve S\$ Mil	Fair Value Reserve S\$ Mil	Retained Earnings S\$ Mil	Total Equity S\$ Mil
Balance as at 1 April 2017, previously reported	4,127.3	(0.9)	38.3	60.3	27.7	16,006.1	20,258.8
Effects of adoption of SFRS(I) 1, 9 and 15	-	-	-	(46.3)	-	(30.4)	(76.7)
Balance as at 1 April 2017, restated	4,127.3	(0.9)	38.3	14.0	27.7	15,975.7	20,182.1
Changes in equity for the year							
Performance shares purchased by the Company	-	(2.4)	-	-	-	-	(2.4)
Performance shares vested	-	2.3	(2.3)	-	-	-	-
Equity-settled share based payment	-	-	11.8	-	-	-	11.8
Transfer of liability to equity	-	-	4.2	-	-	-	4.2
Cash paid to employees under performance share plans	-	-	(0.2)	-	-	-	(0.2)
Contribution to Trust ⁽⁵⁾	-	-	(12.4)	-	-	-	(12.4)
Final dividend paid	-	-	-	-	-	(1,747.2)	(1,747.2)
Interim dividend paid	-	-	-	-	-	(1,110.4)	(1,110.4)
Special dividend paid	-	-	-	-	-	(489.9)	(489.9)
Reclassification due to disposal of FVOCI investments	-	-	-	-	(25.0)	25.0	-
	-	(0.1)	1.1	-	(25.0)	(3,322.5)	(3,346.5)
Total comprehensive (loss)/ income for the year	-	-	-	(10.0)	(0.5)	4,459.0	4,448.5
Balance as at 31 March 2018	4,127.3	(1.0)	39.4	4.0	2.2	17,112.2	21,284.1

Notes:

- (1) 'Treasury Shares' are accounted for in accordance with SFRS(I) 1-32, *Financial Instruments: 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, Philippine Peso, Thai Baht and United States Dollar.
- (3) 'Other Reserves' relate mainly to goodwill on acquisitions completed prior to 1 April 2001 and the share of other comprehensive income or loss of the associates and joint ventures.
- (4) This amount was a reserve for an obligation which arose from a put option written with the non-controlling shareholder of Trustwave Holdings, Inc. ("**Trustwave**"). In May 2018, the put option was exercised for the acquisition of the remaining 2% equity interest in Trustwave.
- (5) DBS Trustee Limited (the "**Trust**") is the trustee of a trust established to administer the performance share plans.

CONSOLIDATED STATEMENT OF CASH FLOWS*For the fourth quarter and financial year ended 31 March 2019*

Group	Quarter 31 Mar		Year 31 Mar	
	2019 S\$ Mil (Unaudited)	2018 S\$ Mil (Unaudited)	2019 S\$ Mil (Audited)	2018 S\$ Mil (Audited)
Cash Flows from Operating Activities				
Profit before tax	919.1	954.2	3,745.9	6,154.9
Adjustments for				
Depreciation and amortisation	561.2	561.7	2,222.2	2,250.0
Share of results of associates and joint ventures (post-tax)	(408.2)	(400.7)	(1,562.7)	(1,804.0)
Exceptional items (non-cash)	(7.4)	-	(171.7)	(1,920.3)
Interest and investment income (net)	(8.5)	(8.6)	(38.1)	(45.5)
Finance costs	101.2	95.6	392.8	390.2
Other non-cash items	8.1	4.8	36.3	30.3
	246.4	252.8	878.8	(1,099.3)
Operating cash flow before working capital changes	1,165.5	1,207.0	4,624.7	5,055.6
Changes in operating assets and liabilities				
Trade and other receivables	182.8	398.7	(431.6)	(139.1)
Trade and other payables	259.3	(376.8)	338.8	58.8
Inventories	61.6	173.0	(33.6)	(59.1)
Cash generated from operations	1,669.2	1,401.9	4,498.3	4,916.2
Dividends received from associates and joint ventures	41.3	96.2	1,548.9	1,647.7
Income tax and withholding tax paid	(105.6)	(94.7)	(679.5)	(607.8)
Payment to employees in cash under performance share plans	-	(0.1)	(0.1)	(0.9)
Net cash from operating activities	1,604.9	1,403.3	5,367.6	5,955.2
Cash Flows from Investing Activities				
Payment for purchase of property, plant and equipment	(484.9)	(603.4)	(1,718.1)	(2,349.0)
Purchases of intangible assets	(82.3)	(33.4)	(216.7)	(1,124.4)
Investment in associate/ joint venture (Note 1)	(1.0)	(539.4)	(2.3)	(540.6)
Payment for acquisition of subsidiary, net of cash acquired (Note 2)	-	-	(5.8)	(336.5)
Payment for acquisition of intangibles and other assets (Note 3)	-	-	(123.1)	-
Investment in FVOCI investments (Note 4)	(56.7)	(8.6)	(436.9)	(59.6)
Proceeds from disposal of subsidiary	15.2	-	15.4	-
Payment for acquisition of non-controlling interests	-	-	(16.1)	-
Proceeds/ Deferred proceeds from disposal of associates and joint venture (Note 5)	2.0	6.6	14.8	1,146.4
Balance carried forward	(607.7)	(1,178.2)	(2,488.8)	(3,263.7)

CONSOLIDATED STATEMENT OF CASH FLOWS*For the fourth quarter and financial year ended 31 March 2019*

Group	Quarter 31 Mar		Year 31 Mar	
	2019 S\$ Mil (Unaudited)	2018 S\$ Mil (Unaudited)	2019 S\$ Mil (Audited)	2018 S\$ Mil (Audited)
Cash Flows from Investing Activities (continued)				
Balance brought forward	(607.7)	(1,178.2)	(2,488.8)	(3,263.7)
Repayment of loan by an associate (Note 5)	-	-	-	1,100.5
Proceeds from sale of property, plant and equipment	22.8	0.4	160.9	142.6
Proceeds from sale of FVOCI investments	1.0	38.4	14.8	77.7
Interest received	1.9	2.7	7.0	16.4
Dividends received from FVOCI investments (net of withholding tax paid)	-	-	0.3	1.8
Withholding tax paid on intra-group interest income	(11.1)	(12.3)	(22.7)	(26.0)
Net cash used in investing activities	(593.1)	(1,149.0)	(2,328.5)	(1,950.7)
Cash Flows from Financing Activities				
Proceeds from term loans	2,351.6	2,463.8	7,157.1	6,948.6
Repayment of term loans	(2,146.2)	(1,343.7)	(6,983.1)	(6,726.0)
Proceeds from bond issue	-	-	1,177.6	430.2
Repayment of bonds	(135.4)	-	(1,139.1)	(936.4)
Increase in finance lease liabilities	12.0	4.3	44.3	18.0
Finance lease payments	(10.1)	(11.4)	(34.5)	(46.3)
Net proceeds from/ (repayment of) borrowings	71.9	1,113.0	222.3	(311.9)
Final dividend paid to shareholders of the Company	-	-	(1,746.7)	(1,746.6)
Interim dividend paid to shareholders of the Company	(1,109.9)	(1,110.0)	(1,109.9)	(1,110.0)
Special dividend paid to shareholders of the Company	-	(489.7)	-	(489.7)
Net interest paid on borrowings and swaps	(97.7)	(86.3)	(385.1)	(379.9)
Settlement of swap for bonds repaid	7.6	-	(6.2)	61.4
Purchase of performance shares	(5.5)	(5.6)	(25.6)	(25.0)
Dividend paid to non-controlling interests	-	-	(5.4)	(5.4)
Others	-	-	1.1	(2.1)
Net cash used in financing activities	(1,133.6)	(578.6)	(3,055.5)	(4,009.2)
Net change in cash and cash equivalents	(121.8)	(324.3)	(16.4)	(4.7)
Exchange effects on cash and cash equivalents	(2.7)	8.3	4.2	(4.2)
Cash and cash equivalents at beginning of period	637.2	840.9	524.9	533.8
Cash and cash equivalents at end of period	512.7	524.9	512.7	524.9

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS*For the fourth quarter and financial year ended 31 March 2019***Note (1): Investment in joint venture**

Singtel acquired an additional 1.7% equity interest in Bharti Telecom Limited for S\$539.4 million in the previous financial year.

Note (2): Payment for acquisition of subsidiary

- (a) On 28 December 2018, Singtel's wholly-owned subsidiary, Optus Cyber Security Pty Limited, completed the acquisition of 100% of shares in Hivint Pty Limited ("**Hivint**"), a cyber security consulting company in Australia, for S\$16.6 million (A\$17 million). The fair values of identifiable net assets and the cash outflow on the acquisition were as follows –

	31 Mar 2019 S\$ Mil (Audited)
Cash and cash equivalents	2.2
Trade and other receivables	2.8
Total liabilities	(3.5)
Net assets acquired	1.5
Goodwill	15.1
Total cash consideration	16.6
Less: Consideration unpaid as at 31 March 2019	(8.6)
Less: Cash and cash equivalents acquired	(2.2)
Net outflow of cash	5.8

- (b) The payment of S\$336.5 million in the previous financial year was for the acquisition of Turn, Inc. by Amobee, Inc. ("**Amobee**"), a wholly-owned subsidiary of the Group.

Note (3): Payment for acquisition of intangibles and other assets

On 22 August 2018, Amobee completed the acquisition of the technology platform, intellectual property and certain other assets of Videology, Inc. and its subsidiaries for S\$123.1 million (US\$90 million). The fair values of identifiable net assets and the cash outflow on the acquisition were as follows –

	31 Mar 2019 S\$ Mil (Audited)
Identifiable intangible assets	18.8
Non-current assets	0.1
Trade and other receivables	11.4
Total liabilities	(2.0)
Net assets acquired	28.3
Goodwill	94.8
Net outflow of cash	123.1

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS*For the fourth quarter and financial year ended 31 March 2019***Note (4): Investment in FVOCI investments**

This included a payment of S\$344.3 million (US\$250 million) for Singtel's acquisition of 5.7% equity interest in Airtel Africa Limited on 24 October 2018.

Note (5): Proceeds from disposal of associate, and repayment of loan by an associate

In the previous financial year, Singtel sold its 100% interest in NetLink Trust to NetLink NBN Trust for an aggregate consideration of S\$1.89 billion comprising a cash consideration of S\$1.11 billion and 24.8% interest in NetLink NBN Trust. In addition, a unitholder loan of S\$1.10 billion was repaid by NetLink Trust to Singtel.

Note (6): For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprised:

Group (Audited)	As at 31 Mar	
	2019 S\$ Mil	2018 S\$ Mil
Fixed deposits	153.5	122.7
Cash and bank balances	359.2	402.2
	512.7	524.9

SELECTED NOTES TO THE FINANCIAL STATEMENTS

For the fourth quarter and financial year ended 31 March 2019

1. BASIS OF PREPARATION

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current quarter/ year as the most recent audited financial statements for the year ended, and as at, 31 March 2018, except for the mandatory adoption of all applicable new and revised Singapore Financial Reporting Standards (International) ("**SFRS(I)**") and its related interpretations which became effective from 1 April 2018. SFRS(I) are identical to the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

The new accounting framework and standards have been retrospectively applied to the financial statements for the previous financial year ended 31 March 2018 and the opening statement of financial position as at 1 April 2017. The application of the new and revised standards had no material effect on the financial statements, except as described below:

SFRS(I) 1, *First-time Adoption of SFRS(I)*

The Group has made the following adjustments to the opening statement of financial position as at 1 April 2017 arising from the transition options:

- (a) The cumulative currency translation loss of the Group has been transferred to retained earnings.
- (b) Fair value has been used as the 'deemed cost' for certain property, plant and equipment.

SFRS(I) 15, *Revenue from Contracts with Customers*

SFRS(I) 15 establishes a single comprehensive model of accounting for revenue arising from contracts with customers. The standard requires companies to apportion revenue earned from contracts to performance obligations based on a five-step model on a relative standalone selling price basis. It also introduces new contract cost guidance and requires certain additional disclosures.

The adoption of SFRS(I) 15 resulted in the following key effects at the consolidated level:

- (a) An increase in revenue allocated to sales of equipment, which are based on their relative standalone selling prices, and a reduction in mobile service revenue over the customer contract term.
- (b) An increase in cost of sales and a reduction in mobile customer acquisition costs.
- (c) Commission paid to dealers and own sales force are capitalised and amortised as operating expenses over the customer contract term in the income statement. Capitalised contract costs are included in 'Other assets' under non-current assets.
- (d) An increase in contract assets, comprising mainly unbilled equipment receivables arising from upfront recognition of revenue from sales of equipment. Contract assets are included in 'Trade and other receivables' under current assets as they are expected to be realised in the normal operating cycle.
- (e) An increase in contract liabilities, comprising mainly deferred revenue in respect of mobile price plan discount vouchers given. Contract liabilities are included in 'Trade and other payables' under current liabilities.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***1. BASIS OF PREPARATION (Continued)**SFRS(I) 9, Financial Instruments

SFRS(I) 9 introduces new requirements for classification and measurement of financial assets and financial liabilities, general hedge accounting and impairment requirements for financial assets. There is no material impact on results upon adoption of SFRS(I) 9.

There are no material differences between the consolidated statement of cash flows presented under SFRS(I) and the previous accounting framework and standards. The reconciliation of the effects of the adoption of the new accounting framework and standards on the Group's net profit, total comprehensive income, and equity for the comparative periods are shown in Note 21.

2. OPERATING EXPENSES

The income statement included the following items -

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Impairment of trade receivables	5.0	13.6	121.8	128.0
Allowance for inventory obsolescence (net)	0.3	4.9	1.1	7.1

3. OTHER INCOME

Other income included the following items -

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Rental income	0.9	0.8	3.3	3.3
Net exchange gains/ (losses)	6.1	(0.1)	3.4	(9.1)
Net (losses)/ gains on disposal of property, plant and equipment	(1.4)	0.7	5.3	4.3

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***4. DEPRECIATION AND AMORTISATION**

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Depreciation of property, plant and equipment	473.6	488.6	1,896.1	1,951.0
Amortisation of intangibles	87.6	73.1	326.1	300.5
Amortisation of deferred gain on sale of a joint venture	-	-	-	(1.5)
	561.2	561.7	2,222.2	2,250.0

5. EXCEPTIONAL ITEMS

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Exceptional gains				
Gain on disposal of property	-	-	105.5	-
Gain on sale and leaseback	-	-	42.4	-
Gain on disposal of a subsidiary	2.5	-	19.2	-
Gain on disposal of joint ventures	-	-	0.3	6.5
(Adjustment to gain)/ Gain on disposal of an associate	-	(22.3)	-	2,030.9
Disputes settlement	-	-	-	54.8
	2.5	(22.3)	167.4	2,092.2
Exceptional losses				
Staff restructuring costs	(3.8)	(5.9)	(88.4)	(57.7)
Provision for contingent claims and other charges	(0.3)	-	(10.8)	(57.1)
Impairment of non-current assets	-	-	-	(77.3)
Impairment of an associate	-	-	-	(5.0)
	(4.1)	(5.9)	(99.2)	(197.1)
	(1.6)	(28.2)	68.2	1,895.1

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***6. SHARE OF RESULTS OF ASSOCIATES AND JOINT VENTURES**

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Share of ordinary results	419.4	519.4	1,535.9	2,453.6
Share of tax of ordinary results	(88.3)	(118.7)	(274.3)	(640.1)
Share of exceptional items (post-tax) ⁽¹⁾	77.1	*	301.1	(9.5)
	408.2	400.7	1,562.7	1,804.0

“*” denotes less than S\$0.05 million.

Note:

(1) Comprise share of exceptional items from Airtel, Singapore Post, Intouch and Globe.

7. INTEREST AND INVESTMENT INCOME (NET)

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Interest income from				
- bank deposits	2.4	2.4	7.6	7.6
- others	0.1	0.3	0.7	9.0
	2.5	2.7	8.3	16.6
Dividends from joint ventures	-	3.2	13.0	30.3
Gross dividends from FVOCI investments	0.1	-	0.5	2.3
Fair value (losses)/ gains on fair value hedges				
- hedged items	(25.0)	25.6	(35.0)	65.4
- hedging instruments	25.1	(25.6)	35.1	(64.9)
	0.1	-	0.1	0.5
Fair value gains/ (losses) on cash flow hedges				
- hedged items	52.2	(32.3)	(122.4)	35.0
- hedging instruments	(52.2)	32.3	122.4	(35.0)
	-	-	-	-
Other fair value gains	7.4	5.5	10.3	6.9
Other foreign exchange (losses)/ gains	(1.6)	(2.8)	5.9	(11.1)
	8.5	8.6	38.1	45.5

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***8. FINANCE COSTS**

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Interest expense on				
- bonds	73.7	73.0	308.4	302.8
- bank loans	20.7	13.4	56.5	49.7
- finance leases	1.9	1.6	8.2	10.3
	96.3	88.0	373.1	362.8
Financing related costs	4.0	4.9	17.0	20.6
Effects of hedging using interest rate swaps	0.9	2.7	2.7	6.8
	101.2	95.6	392.8	390.2

9. TAX EXPENSE

Group	Quarter 31 Mar		Year 31 Mar	
	2019	2018	2019	2018
	S\$ Mil (Unaudited)	S\$ Mil (Unaudited)	S\$ Mil (Audited)	S\$ Mil (Audited)
Current and deferred tax expense attributable to current period's profits	119.0	128.8	483.4	506.3
Current and deferred tax adjustments in respect of prior years	17.9	19.0	17.4	18.6
Withholding and dividend distribution taxes on dividend income from associate and joint ventures	15.3	38.5	174.0	178.1
	152.2	186.3	674.8	703.0

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***10. BREAKDOWN OF SALES**

Group	Year		% change
	31 Mar 19 S\$ Mil (Unaudited)	31 Mar 18 S\$ Mil (Unaudited)	
Sales reported for first half year	8,403.6	8,423.2	-0.2%
Operating profit after tax before deducting non-controlling interest reported for first half year	1,487.3	3,732.8	-60.2%
Sales reported for second half year	8,968.1	8,844.8	1.4%
Operating profit after tax before deducting non-controlling interest reported for second half year	1,583.8	1,719.1	-7.9%

11. WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES

Group	Quarter 31 Mar		Year 31 Mar	
	2019 '000 (Unaudited)	2018 '000 (Unaudited)	2019 '000 (Audited)	2018 '000 (Audited)
Weighted average number of ordinary shares in issue for calculation of basic earnings per share	16,320,981	16,321,607	16,322,339	16,322,581
Adjustment for dilutive effect of performance share plans	19,963	21,748	19,963	21,748
Weighted average number of ordinary shares for calculation of diluted earnings per share	16,340,944	16,343,355	16,342,302	16,344,329

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

12. FAIR VALUE MEASUREMENTS

The Group classifies financial assets and liabilities measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels -

- quoted prices (unadjusted) in active markets for identical assets or liabilities (**Level 1**);
- inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (**Level 2**); and
- inputs for the asset or liability which are not based on observable market data (unobservable inputs) (**Level 3**).

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***12. FAIR VALUE MEASUREMENTS (Continued)**

The following table presents the assets and liabilities measured at fair value as at 31 March 2019:

Group - 31 Mar 19 (Audited)	Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial assets				
FVOCI investments				
- Quoted investments	21.9	-	-	21.9
- Unquoted investments	-	-	625.0	625.0
	21.9	-	625.0	646.9
Derivative financial instruments	-	438.7	-	438.7
	21.9	438.7	625.0	1,085.6
Financial liabilities				
Derivative financial instruments	-	158.7	-	158.7

Group - 31 Mar 18 (Audited)	Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial assets				
FVOCI investments				
- Quoted investments	10.0	-	-	10.0
- Unquoted investments	-	-	187.9	187.9
	10.0	-	187.9	197.9
Derivative financial instruments	-	410.9	-	410.9
	10.0	410.9	187.9	608.8
Financial liabilities				
Derivative financial instruments	-	346.3	-	346.3

Group - 1 Apr 17 (Audited)	Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial assets				
FVOCI investments				
- Quoted investments	33.3	-	-	33.3
- Unquoted investments	-	-	159.6	159.6
	33.3	-	159.6	192.9
Derivative financial instruments	-	540.5	-	540.5
	33.3	540.5	159.6	733.4
Financial liabilities				
Derivative financial instruments	-	295.2	-	295.2

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***12. FAIR VALUE MEASUREMENTS (Continued)**

Company - 31 Mar 19 (Audited)	Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial assets				
FVOCI investments				
- Quoted investments	5.3	-	-	5.3
Derivative financial instruments	-	126.6	-	126.6
	5.3	126.6	-	131.9
Financial liabilities				
Derivative financial instruments	-	192.3	-	192.3

Company - 31 Mar 18 (Audited)	Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial assets				
FVOCI investments				
- Quoted investments	5.5	-	-	5.5
Derivative financial instruments	-	200.7	-	200.7
	5.5	200.7	-	206.2
Financial liabilities				
Derivative financial instruments	-	335.8	-	335.8

Company - 1 Apr 17 (Audited)	Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial assets				
FVOCI investments				
- Quoted investments	29.1	-	-	29.1
- Unquoted investments	-	-	8.3	8.3
	29.1	-	8.3	37.4
Derivative financial instruments	-	389.4	-	389.4
	29.1	389.4	8.3	426.8
Financial liabilities				
Derivative financial instruments	-	452.8	-	452.8

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***12. FAIR VALUE MEASUREMENTS (Continued)**

The following table presents the liabilities not measured at fair value as at 31 March 2019:

31 Mar 19 (Audited)	Carrying Value S\$ Mil	Fair value			
		Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	Total S\$ Mil
Financial liabilities					
Group					
Bonds	7,946.0	6,235.4	2,013.0	-	8,248.4
Company					
Bonds	786.5	936.4	-	-	936.4

31 Mar 18 (Audited)	Carrying Value S\$ Mil	Fair value			Total S\$ Mil
		Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	
Financial liabilities					
Group					
Bonds	7,884.9	5,459.8	2,680.4	-	8,140.2
Company					
Bonds	739.5	879.1	-	-	879.1

1 Apr 17 (Audited)	Carrying Value S\$ Mil	Fair value			Total S\$ Mil
		Level 1 S\$ Mil	Level 2 S\$ Mil	Level 3 S\$ Mil	
Financial liabilities					
Group					
Bonds	8,726.6	6,722.9	2,402.9	-	9,125.8
Company					
Bonds	802.7	957.0	-	-	957.0

Except as disclosed in the above tables, the carrying values of other financial assets and financial liabilities approximate their fair values.

Quoted and unquoted investments

The fair values of investments traded in active markets included within Level 1 were based on the market quoted price or the price quoted by the market maker at the close of business at the end of the reporting period.

The fair values of the unquoted FVOCI investments included within Level 3 were estimated primarily using recent arm's length transactions.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***12. FAIR VALUE MEASUREMENTS (Continued)****Derivatives**

Derivatives comprise cross currency swaps, interest rate swaps and forward foreign exchange contracts which are included within Level 2.

The fair value of a cross currency or an interest rate swap is the estimated amount that the swap contract can be exchanged for or settled with under normal market conditions. This fair value can be estimated using the discounted cash flow method where the future cash flows of the swap contract are discounted at the prevailing market foreign exchange rates and interest rates. Market interest rates are actively quoted interest rates or interest rates computed by applying techniques to these actively quoted interest rates.

The fair value of forward foreign exchange contracts is determined using forward exchange market rates for contracts with similar maturity profiles at the end of the reporting period.

The following table presents the reconciliation for the unquoted FVOCI investments measured at fair value based on unobservable inputs (**Level 3**) -

(Audited)	Group		Company	
	31 Mar 19 S\$ Mil	31 Mar 18 S\$ Mil	31 Mar 19 S\$ Mil	31 Mar 18 S\$ Mil
FVOCI investments - unquoted				
Balance as at 1 April, previously reported	86.1	90.3	-	8.3
Effects of adoption of SFRS(I) 9	101.8	69.3	-	-
Balance as at 1 April, restated	187.9	159.6	-	8.3
Total gains/ (losses) included in 'Fair Value Reserve'	4.1	(6.3)	-	0.3
Additions	437.1	59.6	-	-
Disposals	(2.3)	(24.2)	-	(8.6)
Transfer out from Level 3	(10.1)	-	-	-
Translation differences	8.3	(0.8)	-	-
Balance as at 31 March	625.0	187.9	-	-

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***13. GROUP'S BORROWINGS AND DEBT SECURITIES**

(Audited)	Group			Company		
	31 Mar 19 S\$ Mil	31 Mar 18 S\$ Mil	1 Apr 17 S\$ Mil	31 Mar 19 S\$ Mil	31 Mar 18 S\$ Mil	1 Apr 17 S\$ Mil
Unsecured borrowings						
Repayable within one year	1,846.2	1,800.5	3,046.6	-	-	-
Repayable after one year	8,734.4	8,586.1	7,898.2	786.5	739.5	802.7
	10,580.6	10,386.6	10,944.8	786.5	739.5	802.7
Secured borrowings						
Repayable within one year	34.0	23.1	86.7	4.8	7.4	1.5
Repayable after one year	49.5	81.5	199.6	7.7	68.5	157.2
	83.5	104.6	286.3	12.5	75.9	158.7
	10,664.1	10,491.2	11,231.1	799.0	815.4	961.4

Unsecured borrowings of the Group comprise bonds and bank loans. The unsecured borrowings of the Company comprise bonds.

Secured borrowings of the Group and the Company comprise finance lease liabilities including lease liabilities in respect of certain assets leased from NetLink Trust.

14. SHARE CAPITAL AND OTHER EQUITY INFORMATION**Share Capital**

	Quarter 31 Mar 19		Year 31 Mar 19	
	Number of shares Mil (Unaudited)	Share capital S\$ Mil (Unaudited)	Number of shares Mil (Audited)	Share capital S\$ Mil (Audited)
Group and Company				
Balance as at beginning and end of period	16,329.1	4,127.3	16,329.1	4,127.3

As at 31 March 2019, the issued and paid up capital excluding treasury shares comprised 16,320.5 million (31 March 2018: 16,321.2 million) ordinary shares.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***14. SHARE CAPITAL AND OTHER EQUITY INFORMATION (Continued)****Treasury Shares**

Group	Quarter 31 Mar		Year 31 Mar	
	2019 (Unaudited)	2018 (Unaudited)	2019 (Audited)	2018 (Audited)
Balance at beginning of period	6,769,132	6,389,355	7,897,536	7,636,301
Shares transferred to employees under the Singtel Performance Share Plan 2012	(13,885)	(66,173)	(5,597,071)	(4,691,283)
Purchase of treasury shares	1,846,042	1,574,354	6,300,824	4,952,518
Balance at end of period	8,601,289	7,897,536	8,601,289	7,897,536

As at 31 March 2019, the number of treasury shares represented 0.05% (31 March 2018: 0.05%) of the total number of issued shares.

During the current quarter, 13,885 (31 March 2018: 66,173) treasury shares were transferred to employees upon vesting of shares released under the Singtel Performance Share Plan 2012 and 1,846,042 (31 March 2018: 1,574,354) treasury shares were purchased.

During the financial year ended 31 March 2019, 5,597,071 (31 March 2018: 4,691,283) treasury shares were transferred to employees upon vesting of shares released under the Singtel Performance Share Plan 2012 and 6,300,824 (31 March 2018: 4,952,518) treasury shares were purchased.

Except for the transfers, there was no other sale, disposal, cancellation and/or other use of treasury shares for the quarter and year ended 31 March 2019.

The Company's subsidiaries do not hold shares in the Company as at 31 March 2019 and 31 March 2018.

Performance Shares

As at 31 March 2019, the number of outstanding performance shares granted under the Singtel Performance Share Plan 2012 was 36,114,273 (31 March 2018: 37,057,494).

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***15. DIVIDENDS**

(Audited)	Group		Company	
	2019 S\$ Mil	2018 S\$ Mil	2019 S\$ Mil	2018 S\$ Mil
Total annual exempt (one-tier) dividend				
Final dividend	1,746.7	1,746.6	1,747.2	1,747.2
Interim dividend	1,109.9	1,110.0	1,110.4	1,110.4
Special dividend	-	489.7	-	489.9
Total	2,856.6	3,346.3	2,857.6	3,347.5

During the financial year, a final one-tier exempt ordinary dividend of 10.7 cents per share, totalling S\$1.75 billion was paid in respect of the previous financial year ended 31 March 2018. In addition, an interim one-tier exempt ordinary dividend of 6.8 cents per share totalling S\$1.11 billion were paid in respect of the current financial year ended 31 March 2019.

The amount paid by the Group differed from that paid by the Company due to dividends on performance shares held by the Trust that were eliminated on consolidation of the Trust.

The Directors have proposed a final one-tier exempt ordinary dividend of 10.7 cents per share, totalling approximately S\$1.75 billion in respect of the current financial year ended 31 March 2019. The final dividend, if approved by shareholders of the Company at the forthcoming Annual General Meeting, will be paid on 15 August 2019.

This report does not reflect the above final dividend payable of approximately S\$1.75 billion, which will be accounted for in the Shareholders' Equity as an appropriation of 'Retained Earnings' in the next financial year ending 31 March 2020.

Subject to the approval of the final dividend by shareholders at the forthcoming Annual General Meeting, the Transfer Book and the Register of Members of the Company will be closed on 30 July 2019 for the preparation of dividend warrants. Duly completed registrable transfers of the ordinary shares of the Company received by the Company's share registrar up to 5.00 p.m. on 29 July 2019 will be registered to determine members' entitlements to the final dividend.

16. NET ASSET VALUE

(Audited)	Group		Company	
	As at 31 Mar 19 S\$	As at 31 Mar 18 S\$	As at 31 Mar 19 S\$	As at 31 Mar 18 S\$
Net asset value per ordinary share	1.83	1.82	1.31	1.30

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 treasury shares.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***17. SUBSCRIPTION TO BHARTI AIRTEL LIMITED (“AIRTEL”)’S RIGHTS ISSUE**

On 7 March 2019, Singtel announced that it will subscribe to Airtel’s rights issue based on its rights entitlement for its direct stake of 15%. The total consideration for the subscription is approximately S\$735 million. The rights issue will close on 17 May 2019 and is expected to complete in early June 2019.

18. CONTINGENT LIABILITIES OF SINGTEL AND ITS SUBSIDIARIES**(a) Guarantees**

As at 31 March 2019,

- (i) The Group and Company provided bankers’ and other guarantees, and insurance bonds of S\$592.4 million and S\$109.1 million (31 March 2018: S\$570.4 million and S\$146.4 million) respectively.
- (ii) The Company provided guarantees for loans of S\$1.24 billion (31 March 2018: S\$1.18 billion) drawn down under various loan facilities entered into by Singtel Group Treasury Pte. Ltd. (“SGT”) with maturities between December 2019 and September 2021.
- (iii) The Company provided guarantees for SGT’s notes issue of an aggregate equivalent amount of S\$3.95 billion (31 March 2018: S\$4.04 billion) due between April 2020 and August 2028.

- (b) In 2016 and 2017, Singapore Telecom Australia Investments Pty Limited (“STAI”) received amended assessments from the Australian Taxation Office (“ATO”) in connection with the acquisition financing of Optus. The assessments comprised of primary tax of A\$268 million, interest of A\$58 million and penalties of A\$67 million. STAI’s holding company, Singtel Australia Investment Ltd, would be entitled to refund of withholding tax estimated at A\$89 million. STAI has objected to the amended assessments. In accordance with the ATO administrative practice, STAI paid a minimum amount of 50% of the assessed primary tax on 21 November 2016. This payment continued to be recognised as a receivable as at 31 March 2019.

In December 2018, Singtel Group received additional assessments amounting to S\$120 million from the Inland Revenue Authority of Singapore for reduction in group relief claims in Year of Assessment 2014. Singtel has objected to the additional assessments. The final payment due date has not been indicated by the Inland Revenue Authority of Singapore.

The Group has received advice from external experts in relation to the above matters and will vigorously defend its position. Accordingly, no provision has been made as at 31 March 2019.

- (c) The Group is contingently liable for claims arising in the ordinary course of business and from certain tax assessments which are being contested, the outcome of which are not presently determinable. The Group is vigorously defending all these claims.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***19. CONTINGENT LIABILITIES OF ASSOCIATES AND JOINT VENTURES****(a) Advanced Info Service Public Company Limited (“AIS”)**

AIS, a joint venture of the Group, has various commercial disputes and significant litigations.

In 2008, CAT Telecom Public Company Limited (“**CAT**”) demanded that AIS’ subsidiary, Digital Phone Company Limited (“**DPC**”), pay additional revenue share of THB 3.4 billion (S\$146 million) arising from the abolishment of excise tax. CAT’s claim is still pending appeal before the Supreme Administrative Court.

In 2015, TOT Public Company Limited (“**TOT**”) demanded that AIS pays additional revenue share of THB 62.8 billion (S\$2.68 billion) arising from what TOT claims to be an illegality of two amendments made to the Concession Agreement, namely, Amendment 6 (regarding reduction in prepaid revenue share rate) made in 2001 and Amendment 7 (regarding deduction of roaming expense from revenue share) made in 2002, which have resulted in lower revenue share. This case is pending arbitration.

Between 2011 and 2016, TOT demanded that AIS pays additional revenue share based on gross interconnection income from 2007 to 2015 amounting to THB 36.2 billion (S\$1.55 billion) plus interest. On 17 August 2018, the Arbitration Institute awarded in favour of AIS in deciding that TOT has no right to claim for revenue share on gross interconnection income for the period from 2007 to 2010 amounting to THB17.8 billion (S\$760 million). The claims for the remaining period from 2011 to 2015 amounting to THB18.4 billion (S\$784 million) are pending arbitration.

Between 2014 to 2016, TOT demanded that AIS pays THB 41.1 billion (S\$1.76 billion) plus interest for the porting of subscribers from 900 MHz to 2100 MHz network. In February 2019, the Arbitration Institute resolved the dispute in favour of AIS. TOT is eligible to file a petition within 90 days.

In March 2018, CAT demanded DPC to transfer the telecommunications systems which would have been supplied under the Concession Agreement between CAT and DPC of THB 13.4 billion (S\$573 million) or to pay the same amount plus interest. This case is pending arbitration.

In September 2018, TOT demanded that AIS pays additional revenue share from disputes on roaming rates from July 2013 to September 2015, amounting to THB16.3 billion (S\$694 million).

As at 31 March 2019, there are a number of other claims against AIS and its subsidiaries amounting to THB 30.1 billion (S\$1.28 billion) which are pending adjudication.

AIS believes that the above claims will be settled in favour of AIS and will have no material impact to its financial statements.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***19. CONTINGENT LIABILITIES OF ASSOCIATES AND JOINT VENTURES (Continued)****(b) Intouch Holdings Public Company Limited (“Intouch”)**

In October 2017, Intouch and its subsidiary, Thaicom Public Company Limited (“**Thaicom**”) received letters from the Ministry of Digital Economy and Society (the “**Ministry**”) stating that Thaicom 7 and Thaicom 8 satellites (the “**Satellites**”) are governed under the terms of a 1991 satellite operating agreement between Intouch and the Ministry which entails the transfer of asset ownership, procurement of backup satellites, payment of revenue share, and procurement of property insurance. Intouch and Thaicom have obtained legal advice and are of the opinion that the Satellites are not covered under the Agreement but instead under the licence from the National Broadcasting and Telecommunications Commission. This case is pending arbitration.

(c) Globe Telecom, Inc. (“Globe”)

Globe, a 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 Globe’s financial position and results of operations.

In June 2016, the Philippine Competition Commission (“**PCC**”) claimed that the Joint Notice of Acquisition filed by Globe, PLDT Inc. (“**PLDT**”) and San Miguel Corporation (“**SMC**”) on the acquisition of SMC’s telecommunications business was deficient and cannot be claimed to be deemed approved. In July 2016, Globe filed a petition with the Court of Appeals of the Philippines (“**CA**”) to stop the PCC from reviewing the acquisition. In October 2017, the CA ruled in favour of Globe and PLDT, and declared the acquisition as valid and deemed approved. PCC subsequently elevated the case to the Supreme Court to review the CA’s rulings.

(d) PT Telekomunikasi Selular (“Telkomsel”)

As at 31 March 2019, Telkomsel, a joint venture of the Group, has filed appeals and cross-appeals amounting to approximately IDR 71 billion (S\$7 million) for various tax claims arising in certain tax assessments which are pending final decisions, the outcome of which is not presently determinable.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***20. GROUP SEGMENT INFORMATION**

Segment information is presented based on the information reviewed by senior management for performance measurement and resource allocation.

The Group is organised by three business segments, Group Consumer, Group Enterprise and Group Digital Life.

Group Consumer comprises the consumer businesses across Singapore and Australia, as well as the Group's investments, mainly AIS and Intouch (which has an equity interest of 40.5% in AIS) in Thailand, Airtel in India, Africa and Sri Lanka, Globe in the Philippines, and Telkomsel in Indonesia. It focuses on driving greater value and performance from the core carriage business including mobile, pay TV, fixed broadband and voice, as well as equipment sales.

Group Enterprise comprises the business groups across Singapore, Australia, United States of America, Europe and the region, and focuses on growing the Group's position in the enterprise markets. Key services include mobile, equipment sales, fixed voice and data, managed services, cloud computing, cyber security, IT services and professional consulting.

Group Digital Life ("GDL") focuses on using the latest Internet technologies and assets of the Group's operating companies to develop new revenue and growth engines by entering into adjacent businesses where it has a competitive advantage. It focuses on three key businesses in digital life – digital marketing, regional premium over-the-top video and advanced analytics and intelligence capabilities, in addition to strengthening its role as Singtel's digital innovation engine through Innov8.

Corporate comprises the costs of Group functions not allocated to the business segments.

The measurement of segment results which is before exceptional items, is in line with the basis of information presented to management for internal management reporting purposes.

The costs of shared and common infrastructure are allocated to the business segments using established methodologies.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***20. GROUP SEGMENT INFORMATION (Continued)***For the financial year ended 31 March 2019*

Group - 31 Mar 19 (Audited)	Group Consumer S\$ Mil	Group Enterprise S\$ Mil	Group Digital Life S\$ Mil	Corporate S\$ Mil	Group Total S\$ Mil
Operating revenue	9,818.6	6,329.3	1,223.8	-	17,371.7
Operating expenses	(6,803.9)	(4,701.7)	(1,315.2)	(83.7)	(12,904.5)
Other income/ (expenses)	151.6	67.6	(0.3)	5.8	224.7
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	3,166.3	1,695.2	(91.7)	(77.9)	4,691.9
Share of pre-tax results of associates and joint ventures					
- Airtel	(511.2)	-	-	-	(511.2)
- Telkomsel	1,128.3	-	-	-	1,128.3
- Globe	367.8	-	-	-	367.8
- AIS	343.2	-	-	-	343.2
- Intouch	96.1	-	-	-	96.1
- Others	1.0	-	-	110.7	111.7
	1,425.2	-	-	110.7	1,535.9
EBITDA and share of pre-tax results of associates and joint ventures	4,591.5	1,695.2	(91.7)	32.8	6,227.8
Depreciation and amortisation	(1,544.5)	(614.8)	(60.3)	(2.6)	(2,222.2)
Earnings before interest and tax ("EBIT")	3,047.0	1,080.4	(152.0)	30.2	4,005.6
Segment assets					
Investment in associates and joint ventures					
- Airtel	7,420.4	-	-	-	7,420.4
- Telkomsel	3,313.0	-	-	-	3,313.0
- Globe	1,175.7	-	-	-	1,175.7
- AIS	864.0	-	-	-	864.0
- Intouch	1,701.6	-	-	-	1,701.6
- Others	24.3	-	-	419.1	443.4
	14,499.0	-	-	419.1	14,918.1
Goodwill on acquisition of subsidiaries	9,190.0	1,211.0	1,137.3	-	11,538.3
Other assets	13,512.4	5,705.6	949.0	2,291.4	22,458.4
	37,201.4	6,916.6	2,086.3	2,710.5	48,914.8

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***20. GROUP SEGMENT INFORMATION (Continued)***For the financial year ended 31 March 2019*

Group - 31 Mar 18 (Audited)	Group Consumer S\$ Mil	Group Enterprise S\$ Mil	Group Digital Life S\$ Mil	Corporate S\$ Mil	Group Total S\$ Mil
Operating revenue	9,711.0	6,476.7	1,080.3	-	17,268.0
Operating expenses	(6,595.5)	(4,658.1)	(1,133.4)	(89.3)	(12,476.3)
Other income	206.9	44.8	1.8	5.3	258.8
EBITDA	3,322.4	1,863.4	(51.3)	(84.0)	5,050.5
Share of pre-tax results of associates and joint ventures					
- Airtel	199.3	-	-	-	199.3
- Telkomsel	1,372.4	-	-	-	1,372.4
- Globe	289.1	-	-	-	289.1
- AIS	347.4	-	-	-	347.4
- Intouch	103.0	-	-	-	103.0
- Others	0.9	-	-	148.7	149.6
	2,312.1	-	-	148.7	2,460.8
EBITDA and share of pre-tax results of associates and joint ventures	5,634.5	1,863.4	(51.3)	64.7	7,511.3
Depreciation and amortisation	(1,571.9)	(607.8)	(69.1)	(1.2)	(2,250.0)
EBIT	4,062.6	1,255.6	(120.4)	63.5	5,261.3
Segment assets					
Investment in associates and joint ventures					
- Airtel	7,453.1	-	-	-	7,453.1
- Telkomsel	3,416.1	-	-	-	3,416.1
- Globe	1,054.4	-	-	-	1,054.4
- AIS	775.7	-	-	-	775.7
- Intouch	1,641.2	-	-	-	1,641.2
- Others	23.6	-	-	422.6	446.2
	14,364.1	-	-	422.6	14,786.7
Goodwill on acquisition of subsidiaries	9,192.9	1,167.5	1,011.8	-	11,372.2
Other assets	13,742.3	5,844.7	725.6	2,024.0	22,336.6
	37,299.3	7,012.2	1,737.4	2,446.6	48,495.5

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***20. GROUP SEGMENT INFORMATION (Continued)***For the financial year ended 31 March 2019*

A reconciliation of the total reportable segments' EBIT to the Group's profit before tax was as follows -

Group (Audited)	31 Mar 19 S\$ Mil	31 Mar 18 S\$ Mil
EBIT	4,005.6	5,261.3
Exceptional items	68.2	1,895.1
Share of exceptional items of associates and joint ventures (post-tax)	301.1	(16.7)
Share of tax of associates and joint ventures	(274.3)	(640.1)
Profit before interest, investment income (net) and tax	4,100.6	6,499.6
Interest and investment income (net)	38.1	45.5
Finance costs	(392.8)	(390.2)
Profit before tax	3,745.9	6,154.9

The Group's revenue from its major products and services are as follows -

Group (Audited)	31 Mar 19 S\$ Mil	31 Mar 18 S\$ Mil
Mobile service	5,395.7	5,737.3
Data and Internet	3,340.9	3,435.7
Infocomm Technology (ICT)	3,033.6	3,007.8
Sale of equipment	2,876.7	2,414.5
Digital businesses	1,245.3	1,113.1
Fixed voice	899.0	1,084.3
Pay television	372.7	369.4
Leasing	140.5	25.2
Others	67.3	80.7
Operating revenue	17,371.7	17,268.0

The Group's revenue is mainly derived from Singapore and Australia which respectively accounted for approximately 38% (31 March 2018: 38%) and 52% (31 March 2018: 52%) of the total revenue for the financial year ended 31 March 2019, with the remaining 10% (31 March 2018: 10%) from the United States of America and other countries where the Group operates in. The geographical information on the Group's non-current assets is not presented as it is not used for segmental reporting purposes.

The Group has a large and diversified customer base which consists of individuals and corporations. There was no single customer that contributed 10% or more of the Group's revenue for the financial years ended 31 March 2019 and 31 March 2018.

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***21. RECONCILIATIONS OF PROFIT, COMPREHENSIVE INCOME, AND EQUITY**

The following reconciliations provide a quantification of the effects of the adoption of SFRS(I) 1, SFRS(I) 9 and SFRS(I) 15.

Reconciliation of income statement for the quarter ended 31 March 2018

Group (Unaudited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Operating revenue	4,326.4	(64.8)	4,261.6
Operating expenses	(3,149.9)	60.5	(3,089.4)
Other income	58.2	-	58.2
	<u>1,234.7</u>	<u>(4.3)</u>	<u>1,230.4</u>
Depreciation and amortisation	(584.0)	22.3	(561.7)
	<u>650.7</u>	<u>18.0</u>	<u>668.7</u>
Exceptional items	(3.1)	(25.1)	(28.2)
Profit on operating activities	647.6	(7.1)	640.5
Share of results of associates and joint ventures	400.7	-	400.7
Profit before interest, investment income (net) and tax	1,048.3	(7.1)	1,041.2
Interest and investment income (net)	10.2	(1.6)	8.6
Finance costs	(95.6)	-	(95.6)
Profit before tax	962.9	(8.7)	954.2
Tax expense	(184.0)	(2.3)	(186.3)
Profit after tax	778.9	(11.0)	767.9
Attributable to:			
Shareholders of the Company	780.6	(11.0)	769.6
Non-controlling interests	(1.7)	-	(1.7)
	<u>778.9</u>	<u>(11.0)</u>	<u>767.9</u>
Earnings per share attributable to shareholders of the Company			
- basic	4.78¢		4.72¢
- diluted	4.77¢		4.71¢

Reconciliation of comprehensive income for the quarter ended 31 March 2018

Group (Unaudited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Profit after tax	778.9	(11.0)	767.9
Other comprehensive loss, net of tax	(632.6)	24.1	(608.5)
Total comprehensive income	146.3	13.1	159.4
Attributable to:			
Shareholders of the Company	147.9	13.1	161.0
Non-controlling interests	(1.6)	-	(1.6)
	<u>146.3</u>	<u>13.1</u>	<u>159.4</u>

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***21. RECONCILIATIONS OF PROFIT, COMPREHENSIVE INCOME, AND EQUITY (Continued)****Reconciliation of income statement for the financial year ended 31 March 2018**

Group (Audited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Operating revenue	17,531.8	(263.8)	17,268.0
Operating expenses	(12,701.5)	225.2	(12,476.3)
Other income	258.8	-	258.8
	<u>5,089.1</u>	<u>(38.6)</u>	<u>5,050.5</u>
Depreciation and amortisation	(2,340.1)	90.1	(2,250.0)
	<u>2,749.0</u>	<u>51.5</u>	<u>2,800.5</u>
Exceptional items	1,940.4	(45.3)	1,895.1
Profit on operating activities	4,689.4	6.2	4,695.6
Share of results of associates and joint ventures	1,786.7	17.3	1,804.0
Profit before interest, investment income (net) and tax	6,476.1	23.5	6,499.6
Interest and investment income (net)	45.6	(0.1)	45.5
Finance costs	(390.2)	-	(390.2)
Profit before tax	6,131.5	23.4	6,154.9
Tax expense	(701.2)	(1.8)	(703.0)
Profit after tax	5,430.3	21.6	5,451.9
Attributable to:			
Shareholders of the Company	5,451.4	21.6	5,473.0
Non-controlling interests	(21.1)	-	(21.1)
	<u>5,430.3</u>	<u>21.6</u>	<u>5,451.9</u>
Earnings per share attributable to shareholders of the Company			
- basic	33.40¢		33.53¢
- diluted	33.35¢		33.48¢

Reconciliation of comprehensive income for the financial year ended 31 March 2018

Group (Audited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Profit after tax	5,430.3	21.6	5,451.9
Other comprehensive loss, net of tax	(652.1)	8.7	(643.4)
Total comprehensive income	4,778.2	30.3	4,808.5
Attributable to:			
Shareholders of the Company	4,798.6	30.3	4,828.9
Non-controlling interests	(20.4)	-	(20.4)
	<u>4,778.2</u>	<u>30.3</u>	<u>4,808.5</u>

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***21. RECONCILIATIONS OF PROFIT, COMPREHENSIVE INCOME, AND EQUITY (Continued)****Reconciliation of Statement of Financial Position as at 31 March 2018**

Group (Audited)	Previously reportd S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Current assets			
Cash and cash equivalents	524.9	-	524.9
Trade and other receivables	5,035.4	778.3	5,813.7
Inventories	397.4	-	397.4
Derivative financial instruments	23.2	(0.6)	22.6
	5,980.9	777.7	6,758.6
Non-current assets			
Property, plant and equipment	11,800.8	(346.7)	11,454.1
Intangible assets	13,969.1	-	13,969.1
Joint ventures	12,782.6	3.9	12,786.5
Associates	2,005.5	(5.3)	2,000.2
Available-for-sale investments	197.9	(197.9)	-
Fair value through other comprehensive income investments	-	197.9	197.9
Derivative financial instruments	409.6	(21.3)	388.3
Deferred tax assets	360.1	(7.1)	353.0
Trade and other receivables	747.2	(747.2)	-
Other assets	-	587.8	587.8
	42,272.8	(535.9)	41,736.9
Total assets	48,253.7	241.8	48,495.5
Current liabilities			
Trade and other payables	5,233.9	137.1	5,371.0
Advance billings	794.1	-	794.1
Current tax liabilities	351.3	-	351.3
Borrowings (unsecured)	1,800.5	-	1,800.5
Borrowings (secured)	23.1	-	23.1
Derivative financial instruments	70.0	(0.7)	69.3
Net deferred gain	20.1	-	20.1
	8,293.0	136.4	8,429.4
Non-current liabilities			
Advance billings	225.1	(3.5)	221.6
Deferred tax liabilities	520.4	15.2	535.6
Borrowings (unsecured)	8,525.1	61.0	8,586.1
Borrowings (secured)	81.5	-	81.5
Derivative financial instruments	302.2	(25.2)	277.0
Net deferred gain	357.7	-	357.7
Other non-current liabilities	295.1	-	295.1
	10,307.1	47.5	10,354.6
Total liabilities	18,600.1	183.9	18,784.0
Net assets	29,653.6	57.9	29,711.5
Share capital and reserves			
Share capital	4,127.3	-	4,127.3
Reserves	25,551.9	57.9	25,609.8
Equity attributable to shareholders of the Company	29,679.2	57.9	29,737.1
Non-controlling interests	(3.2)	-	(3.2)
Other reserve	(22.4)	-	(22.4)
Total equity	29,653.6	57.9	29,711.5

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***21. RECONCILIATIONS OF PROFIT, COMPREHENSIVE INCOME, AND EQUITY (Continued)****Reconciliation of Statement of Financial Position as at 31 March 2018**

Company (Audited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Current assets			
Cash and cash equivalents	92.0	-	92.0
Trade and other receivables	506.7	-	506.7
Due from subsidiaries	1,817.2	-	1,817.2
Inventories	21.8	-	21.8
Derivative financial instruments	70.1	-	70.1
	2,507.8	-	2,507.8
Non-current assets			
Property, plant and equipment	2,303.9	(44.5)	2,259.4
Subsidiaries	19,425.9	-	19,425.9
Joint ventures	22.8	-	22.8
Associates	24.7	-	24.7
Available-for-sale investments	5.5	(5.5)	-
Fair value through other comprehensive income investments	-	5.5	5.5
Derivative financial instruments	134.1	(3.5)	130.6
Trade and other receivables	143.7	(143.7)	-
Other assets	-	144.9	144.9
	22,060.6	(46.8)	22,013.8
Total assets	24,568.4	(46.8)	24,521.6
Current liabilities			
Trade and other payables	959.7	-	959.7
Due to subsidiaries	508.7	-	508.7
Advance billings	80.1	-	80.1
Current tax liabilities	101.5	-	101.5
Borrowings (secured)	7.4	-	7.4
Derivative financial instruments	84.9	-	84.9
	1,742.3	-	1,742.3
Non-current liabilities			
Advance billings	136.7	-	136.7
Deferred tax liabilities	275.6	(7.4)	268.2
Borrowings (unsecured)	673.2	66.3	739.5
Borrowings (secured)	68.5	-	68.5
Derivative financial instruments	279.0	(28.1)	250.9
Other non-current liabilities	31.4	-	31.4
	1,464.4	30.8	1,495.2
Total liabilities	3,206.7	30.8	3,237.5
Net assets	21,361.7	(77.6)	21,284.1
Share capital and reserves			
Share capital	4,127.3	-	4,127.3
Reserves	17,234.4	(77.6)	17,156.8
Total equity	21,361.7	(77.6)	21,284.1

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***21. RECONCILIATIONS OF PROFIT, COMPREHENSIVE INCOME, AND EQUITY (Continued)****Reconciliation of Statement of Financial Position as at 1 April 2017**

Group (Audited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Current assets			
Cash and cash equivalents	533.8	-	533.8
Trade and other receivables	4,924.2	838.2	5,762.4
Inventories	352.2	-	352.2
Derivative financial instruments	107.3	(1.2)	106.1
	5,917.5	837.0	6,754.5
Non-current assets			
Property, plant and equipment	11,892.9	(436.8)	11,456.1
Intangible assets	13,072.8	-	13,072.8
Joint ventures	12,282.9	2.4	12,285.3
Associates	1,952.2	(5.5)	1,946.7
Available-for-sale investments	192.9	(192.9)	-
Fair value through other comprehensive income investments	-	192.9	192.9
Derivative financial instruments	455.2	(20.8)	434.4
Deferred tax assets	657.8	(22.9)	634.9
Loan to an associate	1,100.5	-	1,100.5
Trade and other receivables	769.5	(769.5)	-
Other assets	-	592.0	592.0
	42,376.7	(661.1)	41,715.6
Total assets	48,294.2	175.9	48,470.1
Current liabilities			
Trade and other payables	4,922.4	132.4	5,054.8
Advance billings	835.4	25.7	861.1
Current tax liabilities	296.3	-	296.3
Borrowings (unsecured)	3,046.9	(0.3)	3,046.6
Borrowings (secured)	86.7	-	86.7
Derivative financial instruments	15.8	-	15.8
Net deferred gain	68.8	-	68.8
	9,272.3	157.8	9,430.1
Non-current liabilities			
Advance billings	245.7	(3.8)	241.9
Deferred tax liabilities	574.6	(1.8)	572.8
Borrowings (unsecured)	7,852.7	45.5	7,898.2
Borrowings (secured)	199.6	-	199.6
Derivative financial instruments	303.1	(23.7)	279.4
Net deferred gain	1,282.7	-	1,282.7
Other non-current liabilities	349.9	(25.7)	324.2
	10,808.3	(9.5)	10,798.8
Total liabilities	20,080.6	148.3	20,228.9
Net assets	28,213.6	27.6	28,241.2
Share capital and reserves			
Share capital	4,127.3	-	4,127.3
Reserves	24,086.3	27.6	24,113.9
Equity attributable to shareholders of the Company	28,213.6	27.6	28,241.2
Non-controlling interests	22.4	-	22.4
Other reserve	(22.4)	-	(22.4)
Total equity	28,213.6	27.6	28,241.2

SELECTED NOTES TO THE FINANCIAL STATEMENTS*For the fourth quarter and financial year ended 31 March 2019***21. RECONCILIATIONS OF PROFIT, COMPREHENSIVE INCOME, AND EQUITY (Continued)****Reconciliation of Statement of Financial Position as at 1 April 2017**

Company (Audited)	Previously reported S\$ Mil	Adjustments S\$ Mil	Restated S\$ Mil
Current assets			
Cash and cash equivalents	89.2	-	89.2
Trade and other receivables	523.5	-	523.5
Due from subsidiaries	1,149.8	-	1,149.8
Inventories	23.8	-	23.8
Derivative financial instruments	107.1	(1.2)	105.9
	1,893.4	(1.2)	1,892.2
Non-current assets			
Property, plant and equipment	2,326.5	(59.9)	2,266.6
Subsidiaries	17,441.0	-	17,441.0
Joint ventures	23.0	-	23.0
Associates	603.5	-	603.5
Available-for-sale investments	37.4	(37.4)	-
Fair value through other comprehensive income investments	-	37.4	37.4
Derivative financial instruments	284.9	(1.4)	283.5
Loan to an associate	1,100.5	-	1,100.5
Trade and other receivables	155.1	(155.1)	-
Other assets	-	161.0	161.0
	21,971.9	(55.4)	21,916.5
Total assets	23,865.3	(56.6)	23,808.7
Current liabilities			
Trade and other payables	880.0	-	880.0
Due to subsidiaries	722.0	-	722.0
Advance billings	74.8	-	74.8
Current tax liabilities	100.6	-	100.6
Borrowings (secured)	1.5	-	1.5
Derivative financial instruments	110.0	(1.2)	108.8
	1,888.9	(1.2)	1,887.7
Non-current liabilities			
Advance billings	138.3	-	138.3
Deferred tax liabilities	282.2	(9.2)	273.0
Borrowings (unsecured)	746.2	56.5	802.7
Borrowings (secured)	157.2	-	157.2
Derivative financial instruments	370.0	(26.0)	344.0
Other non-current liabilities	23.7	-	23.7
	1,717.6	21.3	1,738.9
Total liabilities	3,606.5	20.1	3,626.6
Net assets	20,258.8	(76.7)	20,182.1
Share capital and reserves			
Share capital	4,127.3	-	4,127.3
Reserves	16,131.5	(76.7)	16,054.8
Total equity	20,258.8	(76.7)	20,182.1

OTHER INFORMATION

22. The statements of financial position as at 31 March 2019 and the income statement, statement of comprehensive income, changes in equity and cash flows for the financial year ended 31 March 2019 presented in this announcement have been audited in accordance with Singapore Standards on Auditing.

23. **REVIEW OF PERFORMANCE OF THE GROUP**

Please refer to the Management Discussion and Analysis of the Group for the fourth quarter and financial year ended 31 March 2019.

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 fourth quarter and financial year ended 31 March 2019.

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 fourth quarter and financial year ended 31 March 2019.

26. **INTERESTED PERSON TRANSACTIONS**

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

27. **DISCLOSURE OF PERSON OCCUPYING A MANAGERIAL POSITION IN THE ISSUER OR ANY OF ITS PRINCIPAL SUBSIDIARIES WHO IS A RELATIVE OF A DIRECTOR OR CHIEF EXECUTIVE OFFICER OR SUBSTANTIAL SHAREHOLDER OF THE ISSUER.**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST"), the Company confirms that, to the best of its knowledge, belief and information, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a relative of a director or the chief executive officer or substantial shareholder of the Company.

28. **CONFIRMATION THAT THE ISSUER HAS PROCURED UNDERTAKINGS FROM ALL ITS DIRECTORS AND EXECUTIVE OFFICERS (IN THE FORMAT SET OUT IN APPENDIX 7.7) UNDER RULE 720(1)**

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.



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Independent auditors' report

Members of Singapore Telecommunications Limited

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Singapore Telecommunications Limited ('the Company') and its subsidiaries ('the Group'), which comprise the consolidated statement of financial position of the Group and the statement of financial position of the Company as at 31 March 2019 and the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group, and the statement of changes in equity of the Company for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Group and the statement of financial position and statement of changes in equity of the Company are properly drawn up in accordance with the provisions of the Singapore Companies Act, Chapter 50 ('the Act') and Singapore Financial Reporting Standards (International) ('SFRS(I)s') so as to give a true and fair view of the consolidated financial position of the Group and the financial position of the Company as at 31 March 2019 and of the consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group and the changes in equity of the Company for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with Singapore Standards on Auditing ('SSAs'). Our responsibilities under those standards are further described in the '*Auditors' responsibilities for the audit of the financial statements*' section of our report. We are independent of the Group in accordance with the Accounting and Corporate Regulatory Authority *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* ('ACRA Code') together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Revenue recognition	
<i>The key audit matter</i>	<i>How the matter was addressed in our audit</i>
For the main Operating Revenues – Mobile Service, Data and Internet and Sale of Equipment, there is an inherent risk around the accuracy and timing of revenue recognition given the complexity of systems and the large volume of data processed, which are also impacted by changing pricing models and the introduction of new products and tariff arrangements. Significant management judgements and estimates are required when accounting for revenue from long-term contracts with respect to the Group Enterprise Infocomm Technology (“ICT”) Operating Revenues. For some of these ICT contracts, estimates are required in determining the completeness and valuation of provisions against contracts that are expected to be loss-making and the recoverability of the contract assets. In addition, the initial application of SFRS(I) 15 <i>Revenue from Contract with Customers</i> required the exercise of significant judgement regarding : • Identification of performance obligations for each product and service offering; • Estimation of stand-alone selling prices, variable consideration, future customer behaviour with respect to early contract renewals and terminations.; and • The timing of revenue recognition. The accounting policies for revenue recognition are set out in Note 2.23 to the financial statements and the various revenue streams for the Group have been disclosed in Note 4 to the financial statements.	We obtained an understanding of the nature of the various revenue streams and the related revenue recording processes, systems and controls. Our audit approach included controls testing as well as substantive procedures. For our procedures over the design and operating effectiveness of controls over significant IT systems, we involved our IT specialists. In particular, our procedures included: • <i>IT systems:</i> Testing of the design and implementation, and the operating effectiveness of automated controls over the capture of data at the network switches and interfaces between relevant IT applications, measurement and billing of revenue, and the recording of entries in the general ledger. • <i>Manual controls:</i> Testing of the design and implementation, and the operating effectiveness of manual controls over the initiation, authorisation, recording, and processing of revenue transactions. This included evaluating process controls over authorising new price plans and rate changes and the adjustments to the relevant billing systems. We had also tested the access controls and change management controls over the relevant billing systems. • Testing of contracts in the ICT business for appropriate revenue recognition and provisioning for contracts that were expected to be loss-making. We challenged management’s underlying assumptions in making their judgements on the provisions required. • Assessing the appropriateness of the revenue recognition policies for the products and services offered by the Group in adopting SFRS(I) 15, which included but was not limited to:



	- Assessing the appropriateness of the transaction price and its allocation to performance obligations identified within bundled contracts based on stand-alone selling prices; and - Inspection of customer contracts to evaluate whether performance obligations were satisfied over time or at a point in time, and assessed the reasonableness of estimates used in respect to revenue recognition and deferral of revenue. - Assessing the effects of the initial application of SFRS(I) 15 as at 1 April 2018. • Testing of manual journal entries recorded in the general ledger relating to revenue recognition.
Findings We found that the processes and controls to account for revenue were operating effectively. We found that the key assumptions used and estimates made in regard to the policies for revenue recognition were reasonable.	
Impairment assessment of goodwill	
<i>The key audit matter</i>	<i>How the matter was addressed in our audit</i>
Goodwill is subject to an annual impairment test or more frequently if there are indications of impairment. At 31 March 2019, the Group's statement of financial position includes goodwill amounting to S\$11.5 billion, primarily related to the following cash generating units ("CGUs"): Singtel Optus Pty Limited ("Optus") : S\$9.3 billion Amobee, Inc. ("Amobee") : S\$1.1 billion Global Cyber Security: S\$1.0 billion <u>Global Cyber Security CGU</u> Subsequent to the reorganisation of the Group's cyber security business, with effect from 1 April 2018, management has assessed and considered the combined cyber security businesses of the Group, including Trustwave, to constitute one CGU.	We evaluated whether CGUs were appropriately identified by management based on our understanding of the current business structure of the Group. We involved our valuation specialists in the overall assessment of the recoverable amounts of the respective CGUs. In particular, our procedures included: <u>Optus, Amobee and Global Cyber Security</u> We assessed the reasonableness of the key assumptions used by management in developing the cash flow forecasts and the discount rates used in computing the recoverable amounts, which included but are not limited to:



The Group performed impairment assessments for each of the CGUs by estimating the recoverable amounts. The recoverable amount is the discounted sum of individually forecasted cash flows for each year and the value of the cash flows for the years thereafter using a long-term growth rate. As the recoverable amount for each of the CGUs was calculated to be in excess of the respective carrying amounts, no impairment was determined. Forecasting of future cash flows is a highly judgmental process which requires estimation of revenue growth rates, profit margins, discount rates and future economic conditions. Refer to Note 24 to the financial statements for the impairment assessments.	• Agreeing the cash flow forecasts used in the impairment model to Board approved forecasts and budgets; • Considering management's expectations of the future business developments and corroborated certain information with market data; we also considered planned operational improvements to the businesses and how these plans would impact future cash flows and whether these were appropriately reflected in the cash flow forecasts used; • Challenging the appropriateness of cash flow forecasts used by comparing against historical trends and recent performance and industry trends. Where relevant, assessing whether budgeted cash flows for prior years were achieved to assess forecasting accuracy; • Comparing the discount rates and terminal growth rates to observable market data; and • Performing a sensitivity analysis of the key assumptions used to determine which reasonable changes to assumptions would change the outcome of the impairment assessment.
Findings We found the identification of CGUs to be reasonable and appropriate. We found the key assumptions and estimates used in determining the recoverable amounts to be within a supportable range.	
<i>Share of joint ventures' reported contingent liabilities relating to regulatory litigations and tax disputes</i>	
<i>The key audit matter</i>	<i>How the matter was addressed in our audit</i>
The Group's significant joint ventures have a number of on-going disputes and litigations with their local regulators and tax authorities. Significant judgement is required by management in assessing the likelihood of the outcome of each matter and whether the risk of loss is remote, possible or probable and whether the matter is considered a contingent liability to be disclosed.	Our audit procedures included: • Inquiring with management and legal counsel of the joint ventures to understand the process and internal controls relating to the identification, assessment and recognition of the disputes and litigations.



Please refer to Note 41 to the financial statements for Contingent Liabilities of Associates and Joint Ventures.	• Reviewing the audit working papers of the auditors of the joint ventures ('Component Auditors'), in particular their assessment on the regulatory litigations and tax disputes that may have a material impact to the financial statements. • Discussing with the Component Auditors on their evaluation of the probability and magnitude of losses relating to the disputes and litigations, and their conclusions reached in accordance with SFRS(I) 1-37 <i>Provisions, Contingent Liabilities and Contingent Assets</i>.
Findings We found management's assessment of the regulatory litigations and tax disputes to be reasonable, and the disclosure of contingent liabilities to be appropriate.	
Taxation	
<i>The key audit matter</i>	<i>How the matter was addressed in our audit</i>
The Group is exposed to tax disputes with local tax authorities in the jurisdiction it operates in on a regular basis. The assessment of the outcome of such disputes requires significant judgement and could have a material impact on the financial statements. <u>Australian Tax Office ("ATO") audit</u> The Group has been responding to an on-going specific issue audit by the ATO in connection with the acquisition financing of Singtel Optus Pty Limited ("Optus"). The Group has engaged external specialists to advise on this matter and to assist in raising objections to the amended assessments. Significant judgement is required in assessing the probability and timing of the outlays necessary for the resolution of this matter. Please refer to Note 40 to the financial statements.	Our audit procedures included: • Inquiring with management on the tax issues raised by the tax authorities and assessing their impact to the financial statements; • Involving our tax specialists in assessing the appropriateness of the accounting treatments of significant tax issues for the Group; and • Assessing the reasonableness of management's position and the accounting impact to the Group's consolidated financial statements. With respect to the ATO matter: • Involving our tax specialist in assessing the appropriateness of management's judgements taken on this matter, and the disclosure as a contingent liability, and that the amount paid continues to represent a receivable as at 31 March 2019. • Examining the advice that the Group had obtained from external specialists to support the position taken by management.



	Inquiring with management and the external specialists to discuss the merits of the Group's position on the specific issue audit by ATO.
<u>Findings</u> We found the position of management and the basis for it to be appropriate. We found the disclosures to the consolidated financial statements to be adequate and appropriate in accordance to SFRS(I) 1-37 <i>Provisions, Contingent Liabilities and Contingent Assets</i>.	

Other matter

The consolidated financial statements of the Group and the statement of financial position and statement of changes in equity of the Company for the year ended 31 March 2018 were audited by another auditor who expressed an unmodified opinion on those statements on 16 May 2018.

Other information

Management is responsible for the other information contained in the annual report. Other information is defined as all information in the annual report other than the financial statements and our auditors' report thereon. We have not obtained any other information prior to the date of this auditors' report. The other information is expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions in accordance with SSAs.

Responsibilities of management and directors for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and SFRS(I)s, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.



The directors' responsibilities include overseeing the Group's financial reporting process.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.



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We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless the law or regulations preclude public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and by those subsidiary corporations incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act.

The engagement partner on the audit resulting in this independent auditors' report is Mr Ong Pang Thye.

KPMG LLP
*Public Accountants and
Chartered Accountants*

Singapore
14 May 2019