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中國國際航空股份有限公司

AIR CHINA LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00753)

**POSITIVE PROFIT ALERT
OF THE RESULTS FOR THE FIRST HALF OF 2015**

This announcement is made by Air China Limited (the “**Company**”) pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

I. ESTIMATED RESULTS FOR THE PERIOD

1. Period of the estimated results: 1 January 2015 to 30 June 2015
2. Estimated results:

According to the preliminary estimation of the Company in accordance with the China Accounting Standards for Business Enterprises, the net profit attributable to equity holders of the Company for the first half of 2015 is expected to be between RMB3.8 billion to RMB4.0 billion, representing a year-on-year growth of 701% to 743%.

3. The estimated results were not audited.

II. RESULTS FOR THE CORRESPONDING PERIOD IN 2014

1. Net profit attributable to equity holders of the Company: RMB474 million
2. Earnings per share: RMB0.04

III. MAJOR REASONS FOR ESTIMATED INCREASE IN THE RESULTS FOR THE PERIOD

In the first half of 2015, in terms of revenues, the Company seized the opportunities of growth in market demand and increased capacity deployment. By operational arrangements in the production process, adjusting capacity deployment dynamically to meet market demand and enhancing revenue management, the Company achieved a year-on-year increase in revenues. In terms of costs, the Company strengthened its business process management, and continued to exploit its potentials in cost reduction through measures such as boosting resource utilisation efficiency, optimising in matching aircraft models and routes, improving refined management, promoting direct sales and lowering agency fees. At the same time, benefiting from the substantial decrease in the price of aviation fuel, the Company recorded a year-on-year reduction in costs for the first half of the year.

IV. OTHER MATTERS

The estimated results above are only preliminary figures, and the specific and accurate financial figures of the Company will be officially disclosed in the 2015 interim report of the Company. Investors are reminded to consider the risks involved in making investment decisions.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the securities of the Company.

By order of the Board
Air China Limited
Rao Xinyu Tam Shuit Mui
Joint Company Secretaries

Beijing, the PRC, 28 July 2015

As at the date of this announcement, the directors of the Company are Mr. Cai Jianjiang, Ms. Wang Yinxiang, Mr. Cao Jianxiong, Mr. Feng Gang, Mr. John Robert Slosar, Mr. Ian Sai Cheung Shiu, Mr. Song Zhiyong, Mr. Fan Cheng, Mr. Fu Yang, Mr. Pan Xiaojiang*, Mr. Simon To Chi Keung* and Mr. Stanley Hui Hon-chung*.*

* *Independent non-executive Director of the Company*