

## **REPORT OF THE PRC AUDITORS**

### **To all the shareholders of China Eastern Airlines Corporation Limited:**

Being entrusted, we have audited the balance sheet as well as the consolidated balance sheet as at 31 December 2000 of China Eastern Airlines Corporation Limited (“the Company”) and its subsidiaries, the Company’s as well as the consolidated income statement and profit appropriation statement and cash flows statement for the year then ended. The preparation of these financial statements is the responsibility of the Company’s management while our responsibility is to form an independent opinion on them. Based on the “Independent Auditing Standards” put forth by China Institution of Certified Public Accountants and in consideration of the actual situation of the Company, we conducted our examination according to the procedures, including sampling of accounting records, as we considered necessary in the circumstances.

In our opinion, the above-mentioned financial statements are prepared in compliance with the “Accounting Standard for Business Enterprises” and “Accounting Standard for Stock Companies”, and present fairly, in all material aspects, the financial position of the Company and the Company consolidated with its subsidiaries as at 31 December 2000 and the result of operation and cash flows for the year then ended. In the accounting treatment, the principle of consistency is adopted.

### **Shanghai Zhonghua Certified Public Accountants**

Dongmo Lin, C.P.A.

Rong Zhao, C.P.A.

Shanghai, China  
9 April 2001