

---

## FORWARD-LOOKING STATEMENTS

---

This Prospectus contains forward-looking statements that are, by their nature, subject to significant risks and uncertainties. These forward-looking statements include, without limitation, statements relating to:

- future developments in the airline and transportation industry in China;
- the airline industry regulatory environment as well as the airline industry outlook in general;
- our ability to implement the Restructuring and to integrate businesses acquired by us in connection with the Restructuring;
- the amount and nature of, and potential for, future development of our business;
- our business strategy and plan of operation;
- the possible occurrence of additional terrorist attacks;
- price and availability of jet fuel;
- our ability to obtain additional external financing for our planned capital expenditure requirements;
- the possible occurrence of SARS or another disease that affects travel behaviour;
- the prospective financial information regarding our business; and
- our dividend policy.

The words “anticipate,” “believe,” “could,” “estimate,” “expect,” “intend,” “may,” “plan,” “seek,” “will,” “would” and similar expressions, as they relate to us, are intended to identify a number of these forward-looking statements. These forward-looking statements reflect our current views with respect to future events and are not a guarantee of future performance. Actual results may differ materially from information contained in the forward-looking statements as a result of a number of factors, including:

- any changes in the laws, rules and regulations of the central and local governments in the PRC and the rules, regulations and policies of the CAAC and other relevant government authorities relating to all aspects of our business operations;
- general economic, market and business conditions in the PRC;
- changes or volatility in interest rates, foreign exchange rates, equity prices or other rates or prices;
- the effects of competition in the Chinese airline industry on the demand for and price of our services, particularly as a result of further deregulation of the Chinese airline industry; and
- various business opportunities that we may pursue.

Subject to the requirements of the Hong Kong and London Listing Rules, we do not intend to update or otherwise revise the forward-looking statements in this Prospectus, whether as a result of new information, future events or otherwise. As a result of these and other risks, uncertainties and assumptions, the forward-looking events and circumstances discussed in this prospectus might not occur in the way we expect, or at all. Accordingly, you should not place undue reliance on any forward-looking information.