



Company Profile

AviChina Industry & Technology Company Limited (hereinafter referred to as the "Company") is a joint stock limited company promoted by China Aviation Industry Corporation II (hereinafter referred to as the "AVIC II") as a main promoter and was incorporated on 30th April 2003 in compliance with the Company Law of the People's Republic of China (the "PRC"). The Company's H Shares have been listed on The Stock Exchange of Hong Kong Limited (hereinafter referred to as the "Stock Exchange") since 30th October 2003. The stock code of the Company is "2357". The main shareholders of the Company's domestic shares are AVIC II, China Hua Rong Asset Management Corporation, China Cinda Asset Management Corporation and China Orient Asset Management Corporation, and the substantial shareholder of the Company's H shares is European Aeronautics Defence and Space Company (hereafter referred to as the "EADS").

The Company mostly operates through the subsidiaries. The Company and the subsidiaries (the "Group") are mainly engaged in:

- the development, manufacture and sales of mini-sized vehicles, economy sedans and vehicle engines;
- the development, manufacture, sales and upgrade of aviation products, such as helicopters, trainers, general purpose aeroplanes and regional jets for domestic and overseas customers; and
- the development and manufacture of helicopters in cooperation with foreign helicopter manufacturers.

THE GROUP'S CURRENT MAIN PRODUCTS:

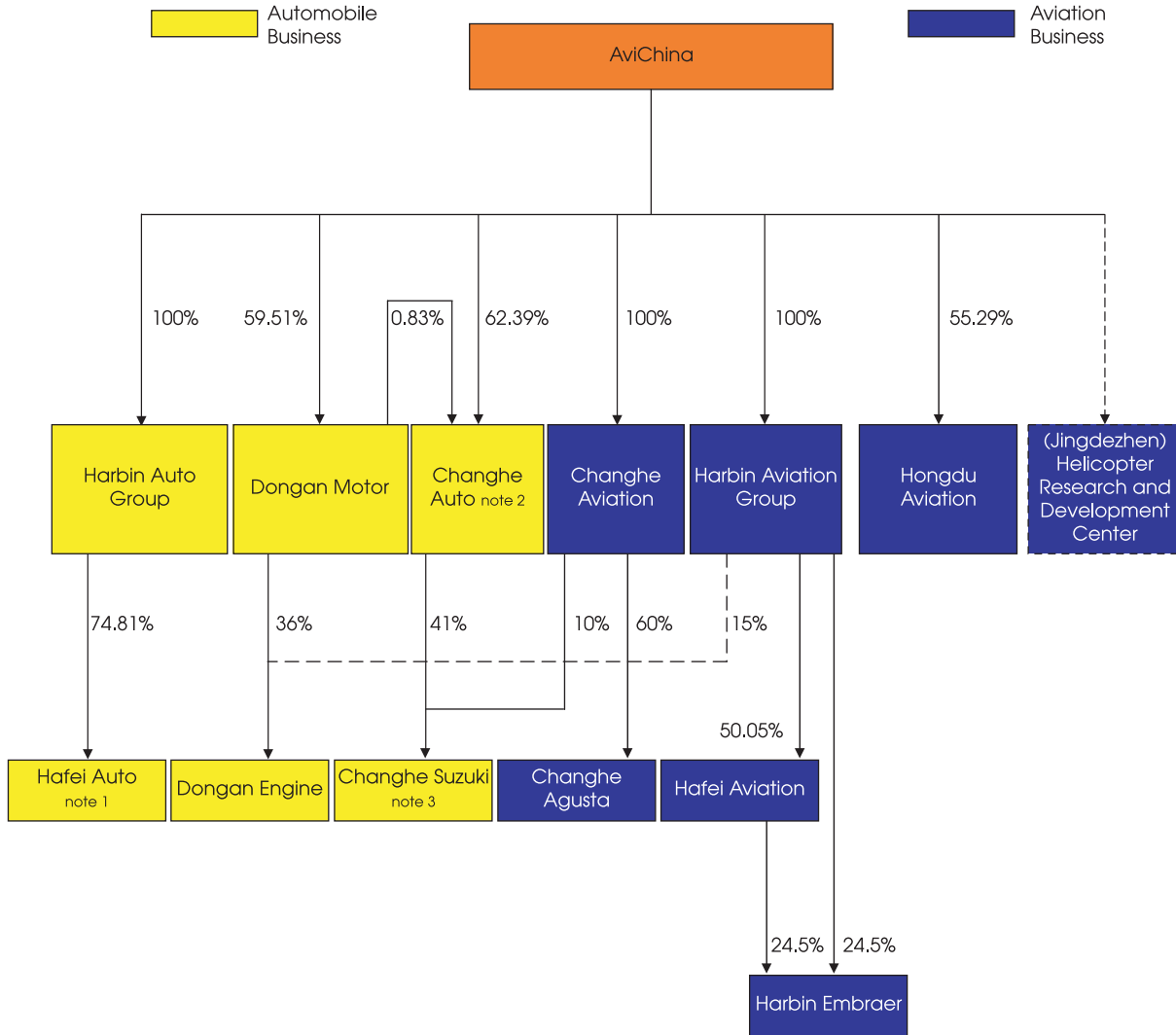
Aviation Products:

The Z-8, Z-9, Z-11 and HC-120 series helicopters; K-8 series and CJ-6 trainers; Y-12 series multi-purpose aeroplanes and the N-5 series agricultural aeroplanes; EC-120 helicopters jointly produced by the Group and Eurocopter; CA109 helicopters jointly produced by the Group and Agusta; and ERJ-145 series regional jets jointly produced by the Group and Embraer- Empresa Brasileira de Aeronautica S.A. ("Embraer").

Automobile Products:

Hafei series and Changhe series mini-sized vehicles; low-emission economy sedans such as Lobo, Beidouxing, Saima and Ideal; sedans such as Saibao and Liana; and Dongan series engines (under 1.3 L); 4G1 and 4G9 series motor vehicle engines (from 1.3 L to 2.0 L) manufactured by the joint venture of the Group and Mitsubishi; K series engines manufactured by the joint venture of the Group and Suzuki.

BUSINESS STRUCTURE OF THE GROUP



Note 1: There are two branches, namely Shenzhen Branch and Weihai Branch under Hafei Auto.

Note 2: There is one branch, namely Hefei Branch, under Changhe Auto.

Note 3: There is one branch, namely Jiujiang Branch, under Changhe Suzuki.