



## Definitions

In this Annual Report, unless the context otherwise requires, the following terms shall have the meanings indicated.

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| “Agusta”                        | Agusta S. P. A.  |
| “Articles of Association”       | Articles and Association of the Company (as amended from time to time)   |
| “A Shares”                      | Renminbi-denominated Domestic Shares traded on the Shanghai Stock Exchange by PRC legal persons or individuals   |
| “A Share listed subsidiaries”   | Changhe Auto, Dongan Motor, Hafei Aviation and Hongdu Aviation, whose A shares are listed on Shanghai Stock Exchange   |
| “AVIC”                          | 中國航空工業總公司(Aviation Industry of China Corporation), the predecessor of AVIC I and AVIC II.  |
| “AVIC II”                       | 中國航空工業第二集團公司 (China Aviation Industry Corporation II), a controlling shareholder of the Company holding 61.06% equity interests of the Company   |
| “AVIC II Group”                 | AVIC II and its subsidiaries and associates (excluding the Group)  |
| “AVIC I Group”                  | China Aviation Industry Corporation I and its subsidiaries   |
| “AviChina”, “the Company”       | 中國航空科技工業股份有限公司 (AviChina Industry & Technology Company Limited), a joint stock limited company established in the PRC with limited liability on 30th April 2003  |
| “Board” or “Board of Directors” | the board of directors of the Company  |
| “Changhe Agusta”                | 江西昌河阿古斯特直升機有限責任公司 (Jiangxi Changhe-Agusta Helicopter Co., Ltd.), a sino-foreign joint venture held as to 60% by Changhe Aviation and 40% by Agusta S.p.A.  |
| “Changhe Auto”                  | 江西昌河汽車股份有限公司(Jiangxi Changhe Automobile Co., Ltd.), a joint stock limited company whose shares are listed on the Shanghai Stock Exchange with 62.39% of its interests being directly held by the Company and 0.83% of its interests being held by the Company through Dongan Motor |
| “Changhe Aviation”              | 江西昌河航空工業有限公司 (Jiangxi Changhe Aviation Industry Company Limited), a wholly-owned subsidiary at the Company   |
| “Changhe Suzuki”                | 江西昌河鈴木汽車有限公司 (Jiangxi Changhe Suzuki Automobile Co., Ltd.), a joint venture with 41%, 10%, 25.1%, 20.9% and 3% of its interests being held by Changhe Auto, Changhe Aviation, Suzuki, Suzuki (China) Investment Co., Ltd. and OKAYA & Co., Ltd. respectively                       |
| “Directors”                     | the director(s) of the Company   |
| “Domestic Shares”               | ordinary shares of the Company, with a nominal value of RMB1.00 each, which are subscribed for or credited as fully paid in Renminbi by PRC corporate entities   |



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| “Dongan Motor”          | 哈爾濱東安汽車動力股份有限公司(Harbin Dongan Auto Engine Co., Ltd.), a joint stock limited company whose shares are listed on the Shanghai Stock Exchange with 59.51% of its interests being held by the Company  |
| “Dongan Engine”         | 哈爾濱東安汽車發動機製造有限公司(Harbin Dongan Automotive Engine Manufacturing Co., Ltd.), a sino-foreign joint venture with 36% and 15% of its interests being held by Dongan Motor and Harbin Aviation Group   |
| “economy sedan”         | sedans with a total engine capacity below 1.6 litres (excluding 1.6 litres) and basic sales price below RMB100,000   |
| “Eurocopter”            | a subsidiary of European Aeronautic Defence and Space Company (“EADS”)   |
| “H Shares”              | overseas listed foreign invested shares in the share capital of the Company, with a nominal value of RMB1.00 each, which are traded in Hong Kong dollars and listed on the Stock Exchange  |
| “Hafei Auto”            | 哈飛汽車股份有限公司 (Hafei Motor Co., Ltd.), a joint stock limited liability company with foreign investment which is held as to 74.81% by Harbin Hafei Automobile Industry Group Co., Ltd., a wholly-own subsidiary of the Company   |
| “Hafei Aviation”        | 哈飛航空工業股份有限公司 (Hafei Aviation Industry Co., Ltd.), a joint stock limited company whose shares are listed on the Shanghai Stock Exchange with 50.05% of its interests being held by Harbin Aviation Group  |
| “Harbin Aviation Group” | 哈爾濱航空工業(集團)有限公司(Harbin Aviation Industry (Group) Co., Ltd.), a wholly-owned subsidiary of the Company  |
| “Harbin Embraer”        | 哈爾濱安博威飛機工業有限公司 (Harbin Embraer Aircraft Industry Co., Ltd.), a joint venture established in the PRC held as to 24.5% by Harbin Aviation Group, 24.5% by Hafei Aviation and 51% by Embraer-Empresa Brasileira de Aeronautica S.A. (Embraer)   |
| “Hongdu Aviation”       | 江西洪都航空工業股份有限公司(Jiangxi Hongdu Aviation Industry Co., Ltd.), a joint stock limited company whose shares are listed on the Shanghai Stock Exchange with 55.29% of its interests being held by the Company  |
| “K series engines”      | aluminum, DOHC, 4-valve, inline four-cylinder engines applied technologies of Suzuki and produced by the plant in Jiujiang, Jiangxi Province   |
| “Listing Rules”         | the Rules Governing the Listing of Securities on the Stock Exchange (as amended from time to time)   |
| “mini-sized vehicles”   | generally refers to mini-vans and mini-trucks with lengths not exceeding 3.5 metres, with engine capacity below 1.0 litre and total loading capability below 600 kilogrammes, according to “Motor Vehicles and Semi-trailer Types Terms and Definitions” (reference No.GB/T 3730-1-1998) issued by the China Association of Automobile Manufacturers. In recent years, the length of mini-sized vehicles was extended to 3.7 metres as a result of modification to comply with new anti-crash reinforcement requirements |



## Definitions

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| “Mitsubishi”     | Mitsubishi Motor Corporation (三菱自動車工業株式會社), a substantial shareholder of Dongan Engine   |
| “Promoters”      | AVIC II, China Hua Rong Asset Management Corporation, China Cinda Asset Management Corporation and China Orient Asset Management Corporation |
| “Shares”         | Domestic Shares and H Shares   |
| “Stock Exchange” | The Stock Exchange of Hong Kong Limited  |
| “Supervisors”    | the members of the Supervisory Committee of AviChina   |
| “Suzuki”         | Suzuki Motor Corporation (日本國鈴木株式會社), a partner to a joint venture of the Company with 25.1% equity interests in Changhe Suzuki              |
| “the Group”      | AviChina and all or any of its subsidiaries  |
| “Trainer”        | aeroplanes designed and used for pilot training purposes   |