



中國東方航空股份有限公司

CHINA EASTERN AIRLINES CORPORATION LIMITED

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

(Stock code: 670)

Announcement

This announcement is made by China Eastern Airlines Corporation Limited (the “**Company**”) pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Reference is made to the announcement published by the Company dated 9 November 2007 in respect of a proposed strategic investment in the Company by Singapore Airlines Limited (“**SIA**”) and Lantor Investments Pte. Ltd. (“**Temasek**”), a wholly-owned subsidiary of Temasek Holdings (Private) Limited.

As of 9 August 2008, the conditions precedent of the investor subscription agreement entered into among SIA, Temasek and the Company have not been satisfied, and pursuant to the terms thereof, the agreement automatically terminates. Accordingly, it follows that the transaction contemplated under the CEA Holding subscription agreement between China Eastern Air Holding Company (“**CEA Holding**”) and the Company cannot proceed to completion, and the shareholders agreement entered into among CEA Holding, SIA and Temasek is not effective.

The Company believes that introducing strategic investors of world renown into the Company is consistent with the interests of the Company and its shareholders as a whole. The Company will persist in the direction of introducing strategic investors and will continue to develop opportunities of business cooperation with strategic investors of world renown, so as to safeguard the interests of the Company's shareholders as a whole and to enhance the Company's international competitiveness.

By order of the board of directors of
China Eastern Airlines Corporation Limited
Luo Zhuping
Director and Company Secretary

The Company's directors as at the date of this announcement are:

Li Fenghua	<i>(Chairman, Non-executive Director)</i>
Li Jun	<i>(Vice Chairman, Non-executive Director)</i>
Cao Jianxiong	<i>(President, Executive Director)</i>
Luo Chaogeng	<i>(Non-executive Director)</i>
Luo Zhuping	<i>(Executive Director)</i>
Hu Honggao	<i>(Independent non-executive Director)</i>
Peter Lok	<i>(Independent non-executive Director)</i>
Wu Baiwang	<i>(Independent non-executive Director)</i>
Zhou Ruijin	<i>(Independent non-executive Director)</i>
Xie Rong	<i>(Independent non-executive Director)</i>

Shanghai, the People's Republic of China

9 August 2008