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## 中國航空科技工業股份有限公司

### AviChina Industry & Technology Company Limited\*

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

(Stock Code: 2357)

## ANNOUNCEMENT

### Summary

On 26 April 2004, Dongan Motor, Hafei Aviation, Hongdu Aviation and Changhe Auto published their respective first quarter reports of 2004 in Shanghai.

**Investor should note that the Company has prepared its financial statements under the international accounting standards. If the financial data disclosed herein are prepared under the international accounting standards, they may be significantly different from what have been disclosed herein. Investors should exercise caution when dealing in the securities of the Company.**

This announcement is made pursuant to the Rule 13.09(2) of the Listing Rules.

On 26 April 2004, pursuant to the rules governing disclosure of information of A Share Listed Companies, four A Share listed companies in which the Company is interested, namely Dongan Motor, Hafei Aviation, Hongdu Aviation and Changhe Auto published their respective first quarter reports of 2004 which have been prepared under the PRC accounting standards in Shanghai. The major financial data of the reports is set out as follows:

#### For the three months ended 31 March 2004

Name of company	Income from principal activities	Costs of principal activities	Unit: RMB
			Net profit
Dongan Motor	784,458,701.79	677,173,393.98	14,850,829.71
Hafei Aviation	12,480,171.22	11,002,227.70	(5,710,776.83)
Hongdu Aviation	27,392,711.48	18,847,608.94	3,379,444.68
Changhe Auto	1,225,145,576.66	1,057,575,259.11	7,103,110.20

*Note:* In its quarterly report, Hafei Aviation disclosed certain characteristics of its aviation products such as long production cycle and concentration of delivery time in the second half year. These have resulted in a loss in its operating results for the first quarter.

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### Definition:

"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 63.88% and 0.96% of its interests being held by Changhe Industry Company and Dongan Motor respectively
"Changhe Industry Company"	江西昌河航空工業有限公司 (Jiangxi Changhe Aviation Industry Company Limited), a wholly-owned subsidiary of the Company
"Company"	中國航空科技工業股份有限公司 (AviChina Industry & Technology Company Limited)
"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 70.01% of its interests being held by 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 55.73% of its interests being held by Hafei Industry Company
"Hafei Industry Company"	哈爾濱飛機工業集團有限責任公司 (Harbin Aircraft Industry (Group) Co., Ltd.), a wholly-owned subsidiary of the Company
"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 54.75% of its interests being held by Hongdu Industry Company
"Hongdu Industry Company"	江西洪都飛機工業有限公司 (Jiangxi Hongdu Aircraft Industry Co., Ltd.), a wholly-owned subsidiary of the Company

By Order of the Board  
**AviChina Industry & Technology Company Limited**  
**Yan Lingxi**  
*Company Secretary*

Hong Kong, 23 April 2004

As at the date of this announcement, the Board comprises of the executive directors Mr. Zhang Yanzhong and Mr. Wu Xiandong, and non-executive directors, Mr. Chi Yaozong, Mr. Song Jingang, Mr. Chen Huaqiu, Mr. Xu Tongxing, Mr. Cui Xuewen, Mr. Jiang Liang, Mr. Yang Jinhui, Mr. Ni Xianping and Ms. Hu Jiarui, as well as independent non-executive directors Dr. The Hon. Li Kwok-Po, David and Mr. Guo Chongqing.