



AviChina

AviChina Industry & Technology Company Limited
中國航空科技工業股份有限公司

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

The Board of Directors (the "Board") of AviChina Industry & Technology Company Limited (the "Company") wishes to inform shareholders of the Company that the Company expects a significant setback in the operating results for the year ended 31 December 2004 from that of 2003.

Shareholders of the Company and investors should exercise caution when dealing in the shares of the Company.

The Board of the Company is herein to announce that, according to the Company's unaudited financial statements, the Company expects a significant setback in the operating results for the year ended 31 December 2004 from that of 2003 due to the effect from decrease in automobile business earnings.

The auditing of the financial statements of the Company for the year ended 31 December 2004 has yet to be completed. The Board expects to announce the Company's 2004 results on 6 April 2005.

Shareholders of the Company and investors should exercise caution when dealing in the shares of the Company.

By order of the board
AviChina Industry & Technology Company Limited
Yan Lingxi
Company Secretary

Hong Kong, 21 March 2005

As at the date of this announcement, the board of the Company comprises executive directors Mr. Zhang Hongbiao and Mr. Wu Xiandong, and non-executive directors Mr. Liang Zhenhe, Mr. Song Jingang, Mr. Chen Huaqiu, Mr. Xu Tongxing, Mr. Cui Xuewen, Mr. Tian Min, Mr. Yang Jinhuai, Ms. Hu Jiarui, Mr. Maurice Savart as well as independent non-executive directors Dr. The Hon. Li Kwok-Po, David, Mr. Guo Chongqing and Mr. Li Xianzong.

* For identification purposes only