

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



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)**

**COMPLETION OF PLACING OF H SHARES**

The Board is pleased to announce that completion of the Placing took place on 10 March 2010.
--

Reference is made to the announcement of AviChina Industry & Technology Company Limited (the “**Company**”) dated 2 March 2010 (the “**Announcement**”) in relation to the placement of 334,633,402 H shares of the Company (the “**Placing**”). Unless otherwise defined, all capitalized terms used herein shall have the same meanings as defined in the Announcement.

**Completion of the Placing**

The board of directors (the “**Board**”) of the Company is pleased to announce that all conditions precedent to the Placing, as set out in the Placing Agreement, have been satisfied (including the obtaining of permission to deal in the Placing Shares from the Stock Exchange), and completion of the Placing took place on 10 March 2010 (“**Completion**”).

Please refer to the Announcement for further details of the Placing.

**Change of Share Capital upon Completion of the Placing**

The Sale Shares were converted from the Company’s existing Domestic Shares and did not affect the Company’s total issued share capital. The total number of issued shares of the Company has increased from 4,643,608,500 shares to 4,949,024,500 shares resulting from the issue of the New Shares. The total number of H Shares held by the public has increased from 1,679,800,500 H Shares to 2,014,433,902 H Shares upon Completion, and the number of the Domestic Shares was reduced by 29,217,402 Shares to 2,934,590,598 Shares as a result of the conversion of Domestic Shares to H Shares.

The share capital of the Company immediately following Completion is as follows:

<b>Upon Completion of the Placing</b>		
<b>Holder of</b>		<b>Percentage of issued share capital</b>
<b>Domestic Shares or H Shares</b>	<b>No. of shares</b>	<b>(%)</b>
<b>Holder of Domestic Shares</b>		
AVIC	2,806,088,234	56.70
Other holders of Domestic Shares	128,502,364	2.60
<b>Holder of H Shares</b>		
Public shareholders	<u>2,014,433,902</u>	<u>40.70</u>
<b>Total</b>	<u>4,949,024,500</u>	<u>100.00</u>

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

Hong Kong, 10 March 2010

*As at the date of this announcement, the Board comprises executive directors Mr. Lin Zuoming, Mr. Tan Ruisong and Mr. Wu Xiandong and non-executive directors Mr. Gu Huizhong, Mr. Xu Zhanbin, Mr. Geng Ruguang, Mr. Zhang Xinguo, Mr. Gao Jianshe, Mr. Li Fangyong, Mr. Chen Yuanxian, Mr. Wang Yong, Mr. Maurice Savart as well as independent non-executive directors Mr. Guo Chongqing, Mr. Li Xianzong and Mr. Lau Chung Man, Louis.*

*\* For identification purpose only.*