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中国南方航空股份有限公司
CHINA SOUTHERN AIRLINES COMPANY LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
Stock Code: 1055

ANNOUNCEMENT
COMPLETION OF SUBSCRIPTION OF A SHARES

Reference is made to the announcements of China Southern Airlines Company Limited (the "Company" or "CSA") dated 8 March 2010, 20 August 2010 and 15 September 2010 in relation to the subscriptions of A Shares and H Shares of the Company (the "Announcements"). Unless otherwise defined herein, capitalized terms used herein have the same meanings as ascribed to them in the Announcements.

IMPORTANT NOTE:

1. Number of shares issued and issue price

Type of shares: RMB ordinary shares (A Shares)
Number of shares issued: 1,501,500,000 A Shares
Issue price: RMB6.66 per A Share
Total proceeds: RMB 9,999,990,000.00
Net proceeds: RMB 9,838,369,714.52
Net issue price: approximately RMB 6.55 per A Share

2. Number of shares subscribed, lock-up period and expected listing date

According to the bid prices offered and the levels of subscription made by the investors, the Company has determined the following as the placees pursuant to the non-public issue of A Shares:

No.	Placee	Number of A Shares (million)	Lock-Up period (months)
1	China Southern Air Holding Company ("CSAHC")	123.9	36
2	Zhao Xiao Dong (趙曉東)	159	12
3	AEGON-INDUSTRIAL Fund Management Co.Ltd. (興業全球基金管理有限公司)	211.8	12
4	Wuhu RuiJian Investment Consultation Company Limited (蕪湖瑞健投資諮詢有限公司)	194.2	12
5	Anhui Conch Venture Investment	176.6	12

	Co., Ltd. (安徽海螺創業投資有限責任公司)		
6	Ping An Asset Management Company Limited (平安資產管理有限責任公司)	159	12
7	Zhong Hang Xin Gang Guarantee Co., Ltd. (中航鑫港擔保有限公司)	159	12
8	Taiping Asset Management Limited (太平資產管理有限公司)	159	12
9	Bosera Asset Management Co., Ltd. (博時基金管理有限公司)	159	12
Total		1,501.5	—

To the best of their knowledge and belief of the directors of the Company, the places above (other than CSAHC) are securities investment fund management companies, securities investment companies, trust investment companies, financial companies, insurance institutional investors, Qualified Foreign Institutional Investors (including the proprietary trading accounts of or investment product accounts managed by the abovementioned investors), other domestic legal person investors and natural persons and are independent of the Company within the meaning of the Listing Rules.

On 29 October 2010, the procedures for registration of the issued A shares from the non-public issue with the Shanghai Branch of China Securities Depository & Clearing Co. Ltd. (中國證券登記結算有限責任公司) were completed. CSAHC, the controlling shareholder of the Company, subscribed for 123,900,000 A shares and undertook that it would not transfer the subscribed A shares within 36 months from the completion date of the issue. The A shares subscribed by CSAHC are expected to be listed on 1 November 2013. The 1,377,600,000 A shares subscribed by investors other than CSAHC undertook that they would not transfer the subscribed A shares within 12 months from the completion date of the issue and these A shares subscribed are expected to be listed on 1 November 2011.

3. The 10 largest shareholders of the Company before the Issue

As of 30 September 2010, the 10 largest shareholders of the Company are as follows:

No.	Name of Shareholders	Number of shares held (shares)	Shareholding (%)	Type
1	CSAHC	3,300,000,000	50.24	A Shares
2	HKSCC NOMINEES LIMITED	1,747,951,398	21.84	H Shares
3	Nan Lung Holding Limited	721,150,000	9.01	H Shares
4	China Everbright Bank Company Limited – Everbright Baodexin Lianghuaixin Securities Investment Fund (中國光大銀行股份有限公司－光大保德信量化核心證券投資基金)	59,659,603	0.75	A Shares

5	Bank of China – Dacheng Blue Chip Steady Securities Investment Fund (中國銀行－大成藍籌穩健證券投資基金)	39,900,000	0.5	A Shares
6	Bosera Value Growth Securities Investment Fund (博時價值增長證券投資基金)	36,999,750	0.46	A Shares
7	Bank of Communication - Rong Tong Industry Prosperous Securities Invest Fund (交通銀行－融通行業景氣證券投資基金)	33,299,873	0.42	A Shares
8	National Social Securities Fund 110 Group (全國社保基金一一零組合)	28,319,993	0.35	A Shares
9	The Industrial and Commercial Bank of China – Bosera Even Allocation Mixed Investment Fund (中國工商銀行－博時平衡配置混合型證券投資基金)	21,007,395	0.26	A Shares
10	China Construction Bank Corporation – Bosera Strategically Flexible Allocation Mixed Investment Fund (中國建設銀行股份有限公司－博時策略靈活配置混合型證券投資基金)	17,999,928	0.22	A Shares

4. The shareholdings of the 10 largest shareholders after the Issue

As of 29 October 2010, the 10 largest A shareholders of the Company are as follows:

No.	Name of Shareholders	Number of shares held (shares)	Shareholding (%)	Type
1	CSAHC	4,145,050,000	43.61	A Shares
2	Wuhu RuiJian Investment Consultation Company Limited (蕪湖瑞健投資諮詢有限公司)	194,200,000	2.04	H Shares
3	Anhui Conch Venture Investment Co., Ltd. (安徽海螺創業投資有限責任公司)	176,600,000	1.86	H Shares
4	Zhao Xiao Dong (趙曉東)	159,000,000	1.67	A Shares
5	Ping An Life Insurance Company of China, Ltd.-Traditional-Ordinary Insurance Products (中國平安人壽保險股份有限公司-傳統-普通保險產品)	159,000,000	1.67	A Shares

6	Zhong Hang Xin Gang Guarantee Co., Ltd. (中航鑫港擔保有限公司)	159,000,000	1.67	A Shares
7	Industrial Bank Co., Ltd. — Industrial Trend Investment Mixed Securities Investment Fund (興業銀行股份有限公司-興業趨勢投資混合型證券投資基金)	120,000,000	1.26	A Shares
8	National Social Security Fund 501 (全國社保基金五零一組合)	90,000,000	0.95	A Shares
9	TaiPing Life Insurance Company of China, Ltd. - Traditional-Ordinary Insurance Products-022L-CT001 (太平人壽保險有限公司-傳統-普通保險產品-022L-CT001滬)	80,000,000	0.84	A Shares
10	China Everbright Bank Company Limited – Everbright Pramerica Quantified Core Securities Investment Fund (中國光大銀行股份有限公司-光大保德信量化核心證券投資)	64,993,748	0.68	A Shares

5. Intermediaries

Sponsor : Ping An Securities Company Limited

Co-underwriters : Ping An Securities Company Limited
China International Capital Corporation Limited
UBS Securities Co. Ltd.
China Merchants Securities Co., Ltd.

By order of the Board
**China Southern Airlines Company
Limited**
Xie Bing and Liu Wei
Joint Company Secretaries

Guangzhou, the People's Republic of China

1 November 2010

As at the date of this announcement, the Directors include Si Xian Min, Li Wen Xin, Wang Quan Hua, Liu Bao Heng, Tan Wan Geng, Zhang Zi Fang, Xu Jie Bo and Chen Zhen You as executive Directors; and Wang Zhi, Sui Guang Jun, Gong Hua Zhang and Lam Kwong Yu as independent non-executive Directors.

