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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: 00670)

THIRD QUARTERLY REPORT 2011

This announcement is made by the Company pursuant to the disclosure requirement under Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The financial statements of the Company for the third quarter of 2011 were not audited, and were prepared in accordance with the PRC Accounting Regulations.

1. IMPORTANT NOTICE

This announcement is made by China Eastern Airlines Corporation Limited (the “**Company**”) pursuant to the disclosure requirement under Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (which requires any issuer listed on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) whose securities are also listed on other stock exchange(s) to simultaneously inform the Stock Exchange of any information released to any of such other exchange(s) and to ensure that such information is released to the market in Hong Kong at the same time as it is released to the other market(s)). At the request of the Shanghai Stock Exchange, a similar announcement of the even date is being made by the Company in Shanghai pursuant to the relevant provisions of the Shanghai listing rules and regulations.

This quarterly report was prepared in accordance with the regulations as prescribed by the China Securities Regulatory Commission (the “**CSRC**”) in relation to disclosure of information in quarterly reports for listed companies, and is published simultaneously in Shanghai and Hong Kong. The financial statements of the Company for the third quarter of 2011 were not audited, and were prepared in accordance with the PRC Accounting Regulations.

The board of directors (the “**Board**”) and the supervisory committee of the Company, and its directors, supervisors and senior management hereby confirm that the information set out in this report does not contain any false information, misleading statement or material omission, and accept joint and several responsibility for the truthfulness, accuracy and completeness of the contents of this report.

All directors of the Company attended the meeting of the Board.

Name of person-in-charge of the Company:	Liu Shaoyong
Name of officer-in-charge of accounting:	Ma Xulun
Name of officer-in-charge of the accounting department (accounting officer):	Wu Yongliang

Liu Shaoyong, the person-in-charge of the Company, Ma Xulun, the officer-in-charge of accounting of the Company, and Wu Yongliang, the officer-in-charge of the accounting department (accounting officer) of the Company, hereby confirm that the financial statements forming part of this quarterly report are true and complete.

2. BASIC PARTICULARS OF THE COMPANY

2.1 Main accounting data and financial indicators

Currency: RMB

	As at the end of the reporting period	As at the end of last year	Increase/ decrease as at the end of the reporting period compared with the end of last year (%)
Total assets (<i>RMB'000</i>)	112,431,086	100,810,117	11.53
Owners' equity (or shareholders' equity) (<i>RMB'000</i>)	21,181,390	15,577,109	35.98
Net assets per share attributable to the shareholders of listed company (<i>RMB per share</i>)	1.8784	1.3814	35.98
		From the beginning of the year to the end of the reporting period (Jan to Sept)	Increase/ decrease compared with the same period last year (%)
Net cash flow generated from operating activities (<i>RMB'000</i>)		12,047,206	21.42
Net cash flow generated from operating activities per share (<i>RMB per share</i>)		1.0683	19.60

	Reporting period (July to Sept)	From the beginning of the year to the end of the reporting period (Jan to Sept)	Increase/ decrease for the reporting period compared with the same period last year (%)
Net profit attributable to shareholders of listed company (RMB'000)	3,308,042	5,759,772	4.85
Basic earnings per share (RMB per share)	0.2934	0.5108	4.85
Basic earnings per share after deducting non-recurring profit and loss (RMB per share)	0.2906	0.5007	1.61
Diluted earnings per share (RMB per share)	0.2934	0.5108	4.85
Weighted average return on equity (%)	16.83	31.21	Decrease by 6.3 percentage points
Weighted average return on equity after deducting non-recurring profit and loss (%)	16.68	30.69	Decrease by 6.97 percentage points

After deducting non-recurring profit and loss and relevant amounts:

*Unit: '000
Currency: RMB*

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)
Gains or losses from disposal of non-current assets	-3,054
Non-operating incomes and expenses other than the above	118,402
Effect on income tax	-1,500
Effect on minority interests (net of tax)	-698
Total	<u>113,150</u>

2.2 The total number of the Company's shareholders and the shareholdings of the 10 largest holders of shares not subject to selling moratorium as at the end of the reporting period

Unit: Shares

The total number of the Company's shareholders as at the end of the reporting period 290,534

Shareholding of the 10 largest holders of circulating shares not subject to selling moratorium

Name of shareholders (in full)	Number of circulating shares not subject to selling moratorium held at the end of the period	Class
HKSCC NOMINEES LIMITED (including CES Global Holdings (Hong Kong) Limited)	2,040,333,299	Overseas listed foreign shares
Shanghai Alliance Investment Limited (上海聯和投資有限公司)	427,085,429	RMB ordinary shares
China National Aviation Fuel Holding Co. (中國航空油料集團公司)	421,052,632	RMB ordinary shares
Aerospace Capital Holding Co. Ltd. (航天投資控股有限公司)	99,088,580	RMB ordinary shares
Sinotrans Air Transportation Development Co. Ltd. (中外運空運發展股份有限公司)	83,157,894	RMB ordinary shares
Jin Jiang International Holdings Company Limited (錦江國際(集團)有限公司)	54,400,000	RMB ordinary shares
Bank of China Group Investment Limited (中銀集團投資有限公司)	21,997,755	RMB ordinary shares
中國建設銀行－華夏紅利混合型開放式證券投資基金	20,239,403	RMB ordinary shares
泰康人壽保險股份有限公司－分紅－個人分紅－019L－FH002滬	18,877,904	RMB ordinary shares
上海輕工業對外經濟技術合作有限公司	18,574,343	RMB ordinary shares

3. IMPORTANT MATTERS

3.1 The details of and reasons for the substantial changes in main items of financial statements and financial indicators of the Company

✓ Applicable Not applicable

Items	Change (%)	Reasons for change
Monetary capital	63.46	Primarily due to the increase in sale revenue of the company.
Prepayments	54.36	Primarily due to the increase in prepaid engineering monies and equipment procurement monies of the Company.
Construction in progress	51.28	Primarily due to the increase in the Company's prepayments for aircraft.
Notes payable	-46.55	Primarily due to the reduction in the use of notes payable.
Account collected in advance	33.58	Primarily due to the increase in sale revenue.
Other payables	38.98	Primarily due to the increase in fuel surcharges received as agent and the deposit in respect of ticketing agency.
Finance expenses	-178.64	Primarily due to the substantial increase in exchange gain arising from the appreciation of Renminbi.
Gain and losses arising from change in fair value	-106.37	Primarily due to the decrease in the exposure volume of aviation fuel.
Income tax expenses	172.58	Primarily due to the increase in total profit.
Cash paid to and on behalf of staff	30.34	Primarily due to the increase in labour cost arising from the increase in production volume.
Net cash recovered from the disposal of fixed assets, intangible assets and other long-term assets	-67.37	Primarily due to the disposal of aircraft in 2010.
Cash received from investment	122.19	Primarily due to the increase in capital of subsidiaries during the reporting period.
Cash paid for other fund raising activities	-38.41	Primarily due to the decrease in payment of pledged deposits during the period.

3.2 Analysis of the progress of other significant events and their effects and proposed solutions

Applicable Not applicable

3.3 The status of implementation of the matters undertaken by the Company, shareholders and the ultimate controller

Applicable Not applicable

For the related undertakings, please refer to the status of implementation of the matters undertaken by the Company in full text of the Company's interim report 2011 which was released on 29 August 2011 on the respective websites of the Shanghai Stock Exchange and of the Company. There are no additional undertakings during the reporting period.

3.4 Warning of and reasons for any expected accumulated losses from the beginning of the year to the end of the following reporting period or substantial changes in profitability compared to the same period last year

Applicable Not applicable

3.5 Implementation of cash dividend policy during the reporting period

There is no cash dividend during the reporting period.

By order of the Board
CHINA EASTERN AIRLINES CORPORATION LIMITED
Luo Zhuping
Director and Company Secretary

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

Liu Shaoyong	<i>(Chairman)</i>
Li Jun	<i>(Vice Chairman)</i>
Ma Xulun	<i>(Director, President)</i>
Li Yangmin	<i>(Director, Vice President)</i>
Luo Zhuping	<i>(Director, Company Secretary)</i>
Sandy Ke-Yaw Liu	<i>(Independent non-executive Director)</i>
Wu Xiaogen	<i>(Independent non-executive Director)</i>
Ji Weidong	<i>(Independent non-executive Director)</i>
Shao Ruiqing	<i>(Independent non-executive Director)</i>

Shanghai, the People's Republic of China
30 October 2011

4. APPENDICES

4.1

Consolidated Balance Sheet 30 September 2011

Prepared by: China Eastern Airlines Corporation Limited

Amounts expressed in RMB'000

Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Current assets:		
Monetary capital	8,217,551	5,027,358
Settlement reserves payable		
Deposits with banks and other financial institutions		
Derivative financial assets	17,971	71,051
Notes receivable		
Trade receivables	2,652,925	2,127,446
Prepayments	1,102,559	714,274
Premiums receivable		
Receivables from reinsurers		
Reinsurance deposits receivable		
Interest receivables	12,359	16,229
Dividends receivable	6,761	6,633
Other receivables	2,964,663	2,470,738
Buying back the sale of financial assets		
Inventory	1,472,608	1,286,898
Non-current assets due within one year		
Other current assets		
Total current assets	16,447,397	11,720,627

4.1

Consolidated Balance Sheet (Cont'd)
30 September 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Non-current assets:		
Entrusted loans and advances		
Financial assets available for sale	1,797	5,469
Held-to-maturity investments	1,000,000	
Long-term receivables		
Long-term equity investment	1,490,657	1,450,375
Properties held for investment		
Fixed assets	70,047,793	68,109,022
Construction in progress	11,190,424	7,397,241
Construction materials		
Disposal of fixed assets		
Biological assets for production		
Oil and gas assets		
Intangible assets	1,811,195	1,822,043
Development expenses		
Goodwill	8,509,030	8,509,030
Long-term deferred expenses	1,177,748	1,141,249
Deferred income tax assets	21,982	44,195
Other non-current assets	733,063	610,866
	<hr/>	<hr/>
Total non-current assets	95,983,689	89,089,490
	<hr/>	<hr/>
Total assets	112,431,086	100,810,117
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4.1

Consolidated Balance Sheet (Cont'd)
30 September 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Current liabilities:		
Short-term borrowings	11,449,140	11,193,078
Borrowing from Central Bank		
Deposits from customers and other banks		
Advances from banks and other financial institutions		
Derivative financial liabilities	380,398	316,407
Notes payable	788,577	1,475,458
Trade payables	11,887,850	9,469,215
Account collected in advance	3,992,033	2,988,527
Financial assets sold under agreements to repurchase		
Handling charges and commissions payable		
Staff remuneration payable	2,586,452	3,205,957
Taxes payable	1,889,842	1,519,385
Interest payable	147,388	157,984
Dividends payable	1,153	
Other payables	3,092,025	2,224,869
Amounts due to reinsurers		
Insurance deposits payable		
Securities trading agency fees		
Securities underwriting fees		
Non-current liabilities due within one year	8,815,073	6,925,473
Other current liabilities		
	<hr/>	<hr/>
Total current liabilities	45,029,931	39,476,353
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4.1

Consolidated Balance Sheet (Cont'd)
30 September 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Non-current liabilities:		
Long-term borrowings	20,908,752	23,354,997
Bonds payable		
Long-term payables	19,649,330	20,291,474
Bonds payable	2,500,000	
Special items payable	48,133	113,120
Expected liabilities		
Deferred income tax liabilities	29,601	51,814
Other non-current liabilities	1,081,430	946,182
	<hr/>	<hr/>
Total non-current liabilities	44,217,246	44,757,587
	<hr/>	<hr/>
Total liabilities	89,247,177	84,233,940
	<hr/>	<hr/>
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	11,276,539	11,276,539
Capital reserves	15,497,529	15,653,020
Less: Treasury shares		
Special reserves		
Surplus reserves		
Provision for ordinary risks		
Undistributed Profits	-5,592,678	-11,352,450
Exchange difference in foreign currency statements		
Total equity attributable to equity holders of parent company	21,181,390	15,577,109
Minority interests	2,002,519	999,068
	<hr/>	<hr/>
Total equity holders' equity	23,183,909	16,576,177
	<hr/>	<hr/>
Total liabilities and equity holders' equity	112,431,086	100,810,117
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Legal representative of the Company: Liu Shaoyong
Officer-in-charge of accounting: Ma Xulun
Officer-in-charge of the accounting department: Wu Yongliang

4.1

Balance Sheet of Parent Company
30 September 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Current assets:		
Monetary capital	1,898,734	2,407,347
Derivative financial assets	17,971	71,051
Notes receivable		
Trade receivables	1,798,515	2,545,900
Prepayments	313,534	340,451
Interest receivables	12,827	15,754
Dividends receivable	6,633	6,633
Other receivables	4,046,619	3,674,505
Inventory	1,201,792	1,033,280
Non-current assets due within one year		
Other current assets		
	<hr/>	<hr/>
Total current assets	9,296,625	10,094,921
Non-current assets:		
Financial assets available for sale		3,672
Held-to-maturity investments	1,000,000	
Long-term receivables		
Long-term equity investment	8,747,823	6,010,170
Properties held for investment		
Fixed assets	49,043,425	51,291,911
Construction in progress	10,178,984	7,049,151
Construction materials		
Disposal of fixed assets		
Biological assets for production		
Oil and gas assets		
Intangible assets	759,058	751,373
Development expenses		
Goodwill	8,509,030	8,509,030
Long-term deferred expenses	717,921	681,096
Deferred income tax assets		
Other non-current assets	267,069	233,703
Total non-current assets	79,223,310	74,530,106
	<hr/>	<hr/>
Total assets	88,519,935	84,625,027

4.1

Balance Sheet of Parent Company (Cont'd)
30 September 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Current liabilities:		
Short-term borrowings	9,603,070	9,243,291
Derivative financial liabilities	380,398	316,407
Notes payable	788,577	991,637
Trade payables	8,593,068	7,576,277
Account collected in advance	3,102,787	2,298,086
Staff remuneration payable	1,859,076	2,700,544
Taxes payable	1,107,376	910,974
Interest payable	102,014	130,105
Dividends payable		
Other payables	2,477,744	2,369,121
Non-current liabilities due within one year	6,861,686	5,330,951
Other current liabilities		
	<hr/>	<hr/>
Total current liabilities	34,875,796	31,867,393
Non-current liabilities:		
Long-term borrowings	14,396,421	18,241,540
Bonds payable		
Long-term payables	15,700,810	16,114,346
Special items payable	29,297	91,484
Expected liabilities		
Deferred income tax liabilities		
Other non-current liabilities	973,549	843,934
	<hr/>	<hr/>
Total non-current liabilities	31,100,077	35,291,304
	<hr/>	<hr/>
Total liabilities	65,975,873	67,158,697

4.1

Balance Sheet of Parent Company (Cont'd)
30 September 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Balance at the end of the reporting period	Balance at the beginning of the year
Owners' equity (or shareholders' equity):		
Paid-up capital (or share capital)	11,276,539	11,276,539
Capital reserves	15,429,005	15,584,871
Less: Treasury shares		
Special reserves		
Surplus reserves		
Provision for ordinary risks		
Undistributed profits	-4,161,482	-9,395,080
	<hr/>	<hr/>
Total owners' equity (or shareholders' equity)	22,544,062	17,466,330
	<hr/>	<hr/>
Total liabilities and owners' equity (or shareholders' equity)	88,519,935	84,625,027
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Legal representative of the Company: Liu Shaoyong
Officer-in-charge of accounting: Ma Xulun
Officer-in-charge of the accounting department: Wu Yongliang

4.2

Consolidated Income Statement*Prepared by: China Eastern Airlines Corporation Limited**Amounts expressed in RMB'000**Unaudited*

Item	Amount for the reporting period (July to Sept)	Amount for the corresponding period of last year (July to Sept)	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
1. Total revenue	24,451,190	21,829,791	63,233,344	55,465,964
Of which: Revenue	24,451,190	21,829,791	63,233,344	55,465,964
Interest income				
Premiums earned				
Handling charges and commission income				
2. Total operating costs	21,270,200	18,731,581	58,072,148	50,951,116
Of which: Operating costs	18,907,235	16,266,018	51,301,043	43,845,461
Interest expenses				
Handling charges and commission expenses				
Payments on surrenders				
Net compensation expenses				
Net provision for insurance contract				
Insurance policy dividend expenses				
Reinsurance expenses				
Business taxes and surcharges	554,063	434,990	1,330,403	1,096,108
Selling expenses	1,498,882	1,456,476	4,045,580	3,757,806
General and administrative expenses	614,972	681,031	1,740,259	1,644,572
Finance expenses	-309,658	-111,133	-385,063	526,045
Assets impairment loss	4,706	4,199	39,926	81,124
Add: Gains from changes in fair value (loss indicated by “-”)	-14,278	224,200	71,218	448,726
Investment gains (loss indicated by “-”)	32,972	31,837	96,444	57,463
Of which: Investment gains on associated companies and joint ventures				
Exchange gains (loss indicated by “-”)				

4.2

Consolidated Income Statement (Cont'd)*Prepared by: China Eastern Airlines Corporation Limited**Amounts expressed in RMB'000**Unaudited*

Item	Amount for the reporting period (July to Sept)	Amount for the corresponding period of last year (July to Sept)	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
3. Operating profit (loss indicated by “-”)	3,199,684	3,354,247	5,328,858	5,021,037
Add: Non-operating income	259,327	101,978	785,468	611,535
Less: Non-operating expenses	3,438	113,773	15,919	122,483
Of which: Loss on disposal of non-current assets				
4. Total profits (total losses indicated by “-”)	3,455,573	3,342,452	6,098,407	5,510,089
Less: Income tax expenses	63,213	23,191	185,286	71,478
5. Net profit (net loss indicated by “-”)	3,392,360	3,319,261	5,913,121	5,438,611
Net profit attributable to equity holders of parent company	3,308,042	3,154,877	5,759,772	5,099,067
Minority interests	84,318	164,384	153,349	339,544
6. Earnings per share:				
(1) Basic earnings per share	0.2934	0.2798	0.5108	0.4591
(2) Diluted earnings per share	0.2934	0.2798	0.5108	0.4591
7. Other comprehensive income				
8. Total comprehensive income				
Total comprehensive income attributable to equity holders of parent company				
Total comprehensive income attributable to minority interests				

Legal representative of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang

4.2

Income Statement of Parent Company*Prepared by: China Eastern Airlines Corporation Limited**Amounts expressed in RMB'000**Unaudited*

Item	Amount for the reporting period (July to Sept)	Amount for the corresponding period of last year (July to Sept)	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
1. Revenue	13,930,494	13,437,445	38,363,130	33,264,863
Less: Operating costs	10,179,425	9,954,384	30,457,133	26,491,206
Business taxes and surcharges	320,532	247,897	779,964	621,566
Selling expenses	1,030,233	963,259	2,732,601	2,370,991
General and administrative expenses	325,211	427,835	980,435	975,066
Finance expenses	-301,192	-95,767	-358,082	289,034
Assets impairment loss	4,422	0	39,614	73,166
Add: Gains from changes in fair value (loss indicated by "-")	-14,278	219,876	71,218	439,765
Investment gains (loss indicated by "-")	23,188	101,932	450,926	122,358
Of which: Investment gains on associated companies and joint ventures				
2. Operating profit (loss indicated by "-")	2,380,773	2,261,645	4,253,609	3,005,957
Add: Non-operating income	557,244	70,825	993,167	529,565
Less: Non-operating expenses	2,411	8,460	13,178	15,263
Of which: Loss on disposal of non-current assets				
3. Total profits (total losses indicated by "-")	2,935,606	2,324,010	5,233,598	3,520,259
Less: Income tax expenses				
4. Net profit (net loss indicated by "-")	2,935,606	2,324,010	5,233,598	3,520,259
5. Earnings per share:				
(1) Basic earnings per share				
(2) Diluted earnings per share				
6. Other comprehensive income				
7. Total comprehensive income				

Legal representative of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang

4.3

**Consolidated cash flow statement
Jan to Sept 2011**

Prepared by: China Eastern Airlines Corporation Limited

Amounts expressed in RMB'000

Unaudited

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
1. Cash flow from operating activities		
Cash received from sales of goods and provision of labour services	64,520,118	55,987,395
Net increase in customer deposits and deposits with banks		
Net increase in loans from Central Bank		
Net increase in advances from other financial institutions		
Cash received from original insurance policy premium		
Net cash received from reinsurance operations		
Net increase in policyholders' deposits and investment		
Net increase in disposal of derivative financial assets		
Interests, handling charges and commissions received		
Net increase in advances from banks and other financial institutions		
Net increase in repurchase of business funds		
Refund of taxes received		
Other cash received relating to operating activities	730,653	795,246
Sub-total of operating cash inflow	65,250,771	56,782,641
Cash paid for purchase of goods and receiving of labour services	41,562,268	37,650,195
Net increase in customers deposits and advances		
Net increase in deposits with Central Bank and banks		
Compensation paid pursuant to original insurance contract and settled in cash		
Interest, handling charges and commission paid by cash		
Insurance policy dividend paid by cash		
Cash paid to and on behalf of staff	8,184,478	6,279,353
Taxes paid	2,634,233	2,190,511
Other cash paid for operating activities	822,586	741,028
Sub-total of cash outflow from operating activities	53,203,565	46,861,087
Net cash flows from operating activities	12,047,206	9,921,554

4.3

Consolidated cash flow statement (Cont'd)
Jan to Sept 2011

Prepared by: China Eastern Airlines Corporation Limited

Amounts expressed in RMB'000

Unaudited

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
2. Cash flow from investment activities:		
Proceeds from the absorption of Shanghai Airlines		1,167,565
Cash received from disposal of investment	56,298	
Proceeds from the absorption of Great Wall Airlines	210,062	
Investment income in cash	17,206	20,387
Net cash recovered from disposals of fixed assets, intangible assets and other long-term assets	132,543	406,229
Net cash received from disposal of subsidiaries and other operating units		
Other cash received from investing activities	266,496	387,879
Sub-total of cash inflow from investing activities	682,605	1,982,060
Amount paid in cash in relation to purchases of fixed assets, intangible assets and other long term assets	9,245,718	10,182,792
Investments paid in cash	1,277,376	
Net increase in pledged loans		
Net cash received from subsidiaries and other business units		
Other cash paid for investing activities	266,496	254,456
Sub-total of cash outflow from investment activities	10,789,590	10,437,248
Net cash flow from investment activities	-10,106,985	-8,455,188

4.3

Consolidated cash flow statement (Cont'd)
Jan to Sept 2011

Prepared by: China Eastern Airlines Corporation Limited

Amounts expressed in RMB'000

Unaudited

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
3. Cash flow from fund raising activities:		
Proceeds received in cash from investments	1,004,500	452,100
Of which: Cash received by subsidiaries from investment by minority shareholders		
Cash received from borrowings	17,962,131	23,336,070
Proceeds received in cash from bonds issuance	2,500,000	
Other proceeds in cash from fund raising activities	1,015,051	1,272,405
Sub-total of cash inflow from fund raising activities	22,481,682	25,060,575
Cash paid for repayment of indebtedness	17,357,969	19,248,234
Cash repayments for distribution of dividends, profits or payments of interest expense	1,433,606	1,306,111
Of which: Dividend and profit paid by subsidiaries to minority shareholders		
Other cash paid for fund raising activities	1,980,001	3,214,702
Sub-total of cash outflow from fund raising activities	20,771,576	23,769,047
Net cash flow from fund raising activities	1,710,106	1,291,528
4. Effect of changes in exchange rate on cash and cash equivalents	-20,903	-21,209
5. Net increase in cash and cash equivalents	3,629,424	2,736,685
Add: Balance of cash and cash equivalents at the beginning of the period	3,078,228	1,735,248
6. Balance of cash and cash equivalents at the end of the period	6,707,652	4,471,933

Legal representative of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang

4.3

**Cash flow statement of Parent Company
Jan to Sept 2011**

Prepared by: China Eastern Airlines Corporation Limited

Amounts expressed in RMB'000

Unaudited

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
1. Cash flow from operating activities:		
Cash received from sales of goods and provision of labour services	42,512,088	34,003,892
Refund of taxes received		
Other cash received relating to operating activities	623,444	473,148
	<hr/>	<hr/>
Sub-total of operating cash inflow	43,135,532	34,477,040
	<hr/>	<hr/>
Cash paid for purchase of goods and receiving labour services	24,691,077	22,375,664
Cash paid to and for employees	5,161,178	4,147,591
Taxes paid	1,424,496	1,233,723
Cash paid for other operating activities	588,656	3,463,658
	<hr/>	<hr/>
Sub-total of cash outflow from operating activities	31,865,407	31,220,636
	<hr/>	<hr/>
Net cash flows from operating activities	11,270,125	3,256,404
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4.3

Cash flow statement of Parent Company (Cont'd)
Jan to Sept 2011

Prepared by: China Eastern Airlines Corporation Limited
Amounts expressed in RMB'000
Unaudited

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
2. Cash flow from investment activities:		
Cash received from disposal of investment	56,426	
Investment income in cash	381,492	92,101
Net cash received from disposals of fixed assets, intangible assets and other long- term assets	128,428	422,381
Net cash recovered from disposal of subsidiaries and other operating units		
Cash received from other investing activities	266,479	372,165
	<hr/>	<hr/>
Sub-total of cash inflow from investment activities	832,825	886,647
	<hr/>	<hr/>
Amount paid in cash in relation to purchases of fixed assets, intangible assets and other long-term assets	8,268,453	8,377,850
Investments paid in cash	2,171,500	724,981
Net cash received from subsidiaries and other business units		
Other cash paid for investing activities		212,825
	<hr/>	<hr/>
Sub-total of cash outflow from investment activities	10,439,953	9,315,656
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Net cash flow from investment activities	-9,607,128	-8,429,009
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4.3

Cash flow statement of Parent Company (Cont'd)
Jan to Sept 2011

Prepared by: China Eastern Airlines Corporation Limited

Amounts expressed in RMB'000

Unaudited

Item	Amount from the beginning of the year to the end of the reporting period (Jan to Sept)	Amount from the beginning of last year to the end of the reporting period of last year (Jan to Sept)
3. Cash flow from fund raising activities:		
Proceeds received in cash from investments		
Cash received from borrowings	16,077,342	17,857,686
Proceeds received in cash from bonds issuance		
Other proceeds in cash from fund raising activities	955,185	1,272,405
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Sub-total of cash inflow from fund raising activities	17,032,527	19,130,091
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Cash paid for repayment of indebtedness	15,177,401	10,370,450
Cash repayments for distribution of dividends, profits or payments of interest expense	1,076,000	893,906
Other cash paid for fund raising activities	2,267,041	2,939,170
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Sub-total of cash outflow from fund raising activities	18,520,442	14,203,526
	<hr/>	<hr/>
Net cash flow from fund raising activities	-1,487,915	4,926,565
	<hr/>	<hr/>
4. Effect of changes in exchange rate on cash and cash equivalents	-17,335	-15,428
	<hr/>	<hr/>
5. Net increase in cash and cash equivalents	157,747	-261,468
Add: Balance of cash and cash equivalents at the beginning of the period	851,283	1,118,230
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6. Balance of cash and cash equivalents at the end of the period	1,009,030	856,762
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Legal representative of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang