

HAINAN AIRLINES (HONG KONG) CO., LIMITED

海南航空(香港)有限公司

(Incorporated in Hong Kong with limited liability)

PROPOSED RESTRUCTURING OF HAINAN AIRLINES HOLDING CO., LTD.

The Board of Directors (the “Board”) of Hainan Airlines (Hong Kong) Co., Limited (the “Company”) wishes to announce that Hainan Airlines Holding Co., Ltd. (海南航空控股有限公司) (“Hainan Airlines”), of which the Company is a direct, wholly-owned subsidiary, has entered into restructuring framework agreements with HNA Group Co., Ltd. (“HNA Group Co.”) and HNA Aviation Group Co., Ltd. (“HNA Aviation”), respectively. Under these agreements, Hainan Airlines will purchase all or a portion of the shareholding of these two entities and their affiliates in Guilin Airlines Co., Ltd., West Airlines Co., Ltd., HNA Hotel Holding Group Co., Ltd. and an offshore hotel entity, and all or a portion of HNA Aviation’s shareholding in Hainan Sky Plumage Pilot Training Co., Ltd., HNA Technic Co., Ltd. and SR Technics Holdco I GmbH. The purchases will be made in cash and/or by delivery of shares of Hainan Airlines. Final details of the purchases are subject to the execution of definitive purchase agreements.

In connection with such restructuring plan, trading in Hainan Airlines’ shares listed on the Shanghai Stock Exchange has been suspended with effect from 9:00 a.m. on 10 January 2018. As such restructuring plan constitutes a major restructuring of assets under the listing rules of the Shanghai Stock Exchange, the Shanghai Stock Exchange’s restructuring procedure was formally triggered with effect from 9:00 a.m. on 24 January 2018. Hainan Airlines currently expects that such suspension will last until no later than 9 June 2018.

By order of the Board of
Sun Dong (孙棟)
Authorised Signatory

30 May 2018