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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)

OVERSEAS REGULATORY ANNOUNCEMENT

This announcement is published pursuant to rule 13.09(1) and (2) of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

China Southern Airlines Company Limited (the "Company") has published the "Announcement on material issue and suspension of trading of shares of China Southern Airlines Company Limited" on the website of Shanghai Stock Exchange, the full text of which is set out below for information purpose only.

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

Guangzhou, People's Republic of China
22 February 2010

As at the date of this announcement, the directors of the Company 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.

**Announcement on Material Issue and Shares Suspension of
China Southern Airlines Company Limited**

All members of the board (the “Board”) of directors (the “Directors”) jointly and severally warrant the truthfulness, accuracy and completeness of the contents of this announcement, and accept responsibility for any misrepresentations, misleading statements or material omissions contained herein.

China Southern Airlines Company Limited (the “Company”) has recently received a notice from China Southern Air Holding Company (the controlling shareholder of the Company) (“CSAHC”), which stated that CSAHC had recently received “Notice on 2009 state-owned capital operation budget (allocation) granted by the Ministry of Finance to China Southern Air Holding Company” (《財政部關於下達中國南方航空集團公司 2008 年中央國有資本經營預算（撥款）的通知》) issued by the Ministry of Finance. According to the notice, the 2009 state-owned capital operation budget granted by the Ministry of Finance to CSAHC amounted to RMB 1.5 billion, which shall be injected to the Company to support the principal aviation business development of the Company.

The Board had made inquiries to the executive Directors and CSAHC (the controlling shareholder of the Company) in respect of the abovementioned matter. CSAHC and the Company are currently considering various possible arrangements to use the said fund to reduce the debt ratio of the Company which will be subject to further policy consultation with and proposal review by the relevant government authorities from the date of this announcement, therefore there are uncertainties over the relevant issues.

In order to protect the interests of investors and avoid causing material impact on the share price of the Company, trading of the shares of the Company will suspend from 23 February 2010 onwards at the request of the Company.

The Company hereby undertakes that, if the Company fails to make consultation to or obtain confirmation from the relevant government authorities in respect of the material issues within 10 trading days from the date of suspension of the Company’s shares (including such date), or the relevant preliminary proposal is not approved, the Company will make a separate announcement and apply for the resumption of trading of its shares. During the period of suspension, the Company will announce once a week on progress of the issue.

The Board of Directors of

China Southern Airlines Company Limited

22 February 2010