



SINGAPORE AUTHORITIES TAKE LEGAL ACTION

Singapore, 8 June 2005 – China Aviation Oil (Singapore) Corporation Ltd would like to announce that its suspended Chief Executive Officer, Mr Chen Jiulin, has been notified that he may be prosecuted for a total of 15 offences under certain provisions of the Companies Act, the Securities and Futures Act and the Penal Code. The Company understands that its Head of Finance Division, Mr Peter Lim Tiong Sun, has been notified that that he may also be prosecuted for certain offences. At the time of this announcement, the Company does not have further details of the exact nature of these offences.

In addition, three of its non-executive directors, namely, Mr Jia Changbin, Mr Li Yongji and Mdm Gu Yanfei have been notified that they may be charged for the following offences :

- a. Breach of fiduciary duties under section 157 of the Companies Act for failing to disclose to the Board of Directors the marked-to-market losses with respect to the options trading; and
- b. Failure to notify the SGX of losses arising from the options trades under section 331 of the Securities & Futures Act.

Mr Jia has also been notified that he may be charged under section 331 of the Securities & Futures Act for insider trading with respect to the placement of 15% of the shares of China Aviation Holding Company in the Company on 20 October 2004.

The Company would like to confirm that the Creditors' Meeting to be held this afternoon at 3.00 pm will proceed as scheduled.

新加坡有关部门采取法律行动

中国航油（新加坡）股份有限公司在此宣布，公司被中止职务的总裁陈久霖先生已经收到通知，他可能被指控触犯公司法、证券期货法和刑法总计15项条款。公司还了解到，公司财务部主任林中山先生可能也被指控触犯某些法律。在本公告发布之时，公司不掌握上述触犯行为确切性质的进一步细节情况。

此外，公司三名非执行董事茱长斌先生、李永吉先生和顾炎飞女士也收到通知，他们可能被指控：

- 1、触犯公司法第157条，未向董事会披露期权交易的MTM损失
- 2、根据证券期货法第331条，未向新加坡交易所汇报期权交易的损失

此外，茱长斌先生还可能被指控违犯证券期货法第331条，与中国航空油料集团公司2004年10月20日出售15%股权的内幕交易相关。

公司希望在此确认原定今天下午3点召开的债权人大会将如期举行。