

China Aviation Oil (Singapore) Corporation Ltd

Incorporated in the Republic of Singapore

Registration No.: 199303293Z

**PROPOSED SALE OF 3,502,923 REGISTERED VOTING SHARES OF CLASS C OF
PAR VALUE €1.20 EACH IN COMPANIA LOGISTICA DE HIDROCARBUROS CLH,
S.A. FOR AN AGGREGATE CONSIDERATION OF €171 MILLION**

Singapore, 17 April 2007

Further to the announcements dated 24 January 2007 and 1 February 2007 by China Aviation Oil (Singapore) Corporation Ltd. (the "Company") on the above transaction (the "Transaction"), the Board of Directors of the Company is pleased to announce that the Transaction has been completed on 17 April 2007.

An amount of €170,680,500 was received by the Company pursuant to the Transaction, after deducting certain direct transaction costs of €319,500 from the aggregate consideration of €171 million. The Company expects the net proceeds from the Transaction (after deduction of estimated Spanish capital gains tax, professional fees and miscellaneous costs) to be approximately €148 million.

Part of the net proceeds will be applied towards the accelerated repayment in full of the Company's outstanding principal and interest of approximately US\$73.3 million under scheme of arrangement with its creditors (the "Creditors' Scheme of Arrangement"). Under the Creditors' Scheme of Arrangement, the original maturity of the debts extended until 2011. The accelerated repayment of debt will therefore result in the Company generating substantial interest savings.

The Company will be making further announcement on the application of the net proceeds from the Transaction in due course.

By Order of the Board
Adrian Chang
Company Secretary
17 April 2007