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海南美蘭國際機場股份有限公司

Hainan Meilan International Airport Company Limited*

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 357)

ANNOUNCEMENT IN RESPECT OF THE PLEDGE OF SHARES BY THE CONTROLLING SHAREHOLDER

This announcement is made by Hainan Meilan International Airport Company Limited (the "Company") pursuant to Rule 13.09(1) of the Listing Rules. The Company has been advised on September 29, 2006 by Haikou Meilan International Airport Company Limited (the "Controlling Shareholder"), the controlling shareholder of the Company, that the Controlling Shareholder intended to pledge approximately 80,000,000 issued domestic legal person shares held by it in the Company (representing approximately 16.91% of total issued share capital of the Company) as security for a short term loan in the amount of US\$20 million, which were to be advanced to Hainan Airlines Company Limited ("Hainan Airlines").

This announcement is made by the Company pursuant to Rule 13.09(1) of the Listing Rules. The Company has been advised on September 29, 2006 by the Controlling Shareholder of the Company that it intended to pledge the Controlling Stake, being 80,000,000 shares of the Company, to China Development Bank as a security for a one-year term short term loan in the amount of US\$20 million, which were to be advanced to Hainan Airlines. Hainan Airlines holds approximately 1.2% of the total issued share capital of the Company. The above pledge does not fall within the scope of Rule 13.17 of the Listing Rules. In respect of the short term loan in the amount of RMB310 million, which were to be advanced to Hainan Airlines Company Limited on March 29, 2006 (please refer to the relevant announcement of the Company dated April 6, 2006), the pledge has been released prior to the date hereof.

The pledge period commences from the effective date of the registration of the above pledge of shares and ends upon the full repayment of the above debts. To the best knowledge of the directors of the Company and after having made reasonable enquiries, the pledge will be discharged and released upon payment in full of the above debts. China Development Bank is an independent third party and is not a connected person of the Company. The financial and operation of the Company will not be affected since the Company is operated independently from Hainan Airlines.

As at the date of this announcement, there are nine Directors on the Board. They are: Zhang Cong, Wang Zhen, Dong Guiguo and Gunnar Moller as executive Directors; and Kjeld Binger and Zhang Han'an as non-executive Directors; and Xu Bailing, Xie Zhuang and Fung Ching Simon as independent non-executive Directors.

By Order of the Board

Hainan Meilan International Airport Company Limited

Zhang Cong

Chairman

Haikou, People's Republic of China

October 11, 2006

* *For identification purpose only*

*Please also refer to the published version of this announcement in
Wen Wei Po Post and China Daily.*