



## **China Aviation Oil (Singapore) Corporation Ltd**

### **Update on CAOT Pte Ltd**

#### **Successful Completion of Tender**

Singapore, 21 December 2004 - China Aviation Oil (Singapore) Corporation Ltd ("CAO" or the "Company") would like to announce that further to the announcement dated 13 December 2004, CAO's wholly-owned subsidiary CAOT Pte Ltd ("CAOT") has received offers for the entire 460,000 metric tons of jet fuel available for tender and that the ultimate buyers will proceed to enter into contracts with the successful suppliers.

#### **Services Agreement / Trust Deed**

To enable CAOT to carry on the business of jet fuel procurement on an agency basis, the Company has signed a services agreement with China Aviation Oil Holding Company ("CAOHC") and CAOT for the provision of certain services, namely, the use of CAO's premises, including working space and facilities for a fee. The Company has also agreed to second certain employees to CAOT with costs to be borne by CAOT. In addition, CAO, CAOHC and CAOT have also entered into a trust deed for CAOHC to provide financial resources on a needs basis, which shall be held in trust, for CAOT to carry on its business of Jet Fuel procurement.

#### **Agency Agreements**

In addition, the Company also wishes to announce that CAOT has also entered into separate agency agreements with CAOSC Aviation Oil Co., Ltd, Shanghai Pudong International Airport Aviation Fuel Supply Co., Ltd and South China Bluesky Aviation Oil Co., Ltd, respectively, for CAOT to be appointed as their agent for jet fuel procurement. For its services, CAOT will be paid a commission that is to be mutually agreed to between the parties.