

CHINA EASTERN AIRLINES CORP LTD
Form 6-K
October 27, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 6-K

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16

under the Securities Exchange Act of 1934

For the month of October 2015

Commission File Number: 001-14550

China Eastern Airlines Corporation Limited

(Translation of Registrant's name into English)

Board Secretariat's Office

Kong Gang San Lu, Number 88

Shanghai, China 200335

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934: Yes No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): n/a

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

China Eastern Airlines
Corporation Limited
(Registrant)

Date: October 27, 2015 **By:** /s/ Wang Jian

Name: Wang Jian

Title: Joint Company Secretary

Certain statements contained in this announcement may be regarded as "forward-looking statements" within the meaning of the U.S. Securities Exchange Act of 1934, as amended. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual performance, financial condition or results of operations of the Company to be materially different from any future performance, financial condition or results of operations implied by such forward-looking statements. Further information regarding these risks, uncertainties and other factors is included in the Company's filings with the U.S. Securities and Exchange Commission. The forward-looking statements included in this announcement represent the Company's views as of the date of this announcement. While the Company anticipates that subsequent events and developments may cause the Company's views to change, the Company specifically disclaims any obligation to update these forward-looking statements, unless required by applicable laws. These forward-looking statements should not be relied upon as representing the Company's views as of any date subsequent to the date of this announcement.

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THIRD QUARTERLY REPORT 2015

This announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Listing Rules and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance.

The financial statements of the Company for the third quarter of 2015 were not audited, and were prepared in accordance with the PRC Accounting Standards.

1. IMPORTANT NOTICE

This announcement is made by China Eastern Airlines Corporation Limited (the "**Company**") pursuant to the disclosure requirement under Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") (which requires any issuer listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") whose securities are also listed on other stock exchange(s) to simultaneously inform the Stock Exchange of any information released to any of such other exchange(s) and to ensure that such information is released to the market in Hong Kong at the same time as it is released to the other market(s)). At the request of the Shanghai

Stock Exchange, a similar announcement of the even date is being made by the Company in Shanghai pursuant to the relevant provisions of the Shanghai listing rules and regulations.

This quarterly report was prepared in accordance with the regulations as prescribed by the China Securities Regulatory Commission (the “**CSRC**”) in relation to disclosure of information in quarterly reports for listed companies, and is published simultaneously in Shanghai and Hong Kong. The financial statements of the Company for the third quarter of 2015 were not audited, and were prepared in accordance with the PRC Accounting Standards.

The board of directors (the “**Board**”) and the supervisory committee of the Company, and its directors, supervisors and senior management hereby confirm that the information set out in this quarterly report does not contain false information, misleading statement or material omission, and accept joint and several responsibility for the correctness, accuracy and completeness of the information set out in this quarterly report.

All directors of the Company attended the meeting of the Board.

| | |
|---|--------------|
| Name of the person-in-charge of the Company | Liu Shaoyong |
| Name of the officer-in-charge of accounting | Ma Xulun |
| Name of the officer-in-charge of the accounting department (accounting officer) | Wu Yongliang |

Liu Shaoyong, the person-in-charge of the Company, Ma Xulun, the officer-in-charge of accounting of the Company, and Wu Yongliang, the officer-in-charge of the accounting department (accounting officer) of the Company hereby confirm that the financial statements forming part of this quarterly report are true, accurate and complete.

The financial statements in the third quarterly report of the Company are unaudited.

2. MAIN FINANCIAL DATA AND CHANGES IN SHAREHOLDERS OF THE COMPANY

2.1

Main financial data

Unit: million Currency: RMB

| | As at the end of the reporting period | As at the end of last year Adjusted | Unadjusted | Increase/ decrease as at the end of the reporting period compared with the end of last year (%) |
|---|---------------------------------------|-------------------------------------|------------|---|
| Total assets | 183,627 | 163,542 | 163,542 | 12.28 |
| Net assets attributable to shareholders of the listed company | 35,611 | 27,696 | 27,696 | 28.58 |

From the beginning of the year to

Increase/

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| | the end of the reporting period (from January to September) | From the beginning of last year to the end of the reporting period last year (from January to September) Adjusted | Unadjusted | decrease compared with the same period last year (%) |
|--|---|---|------------|---|
| Net cash flows from operating activities | 17,378 | 8,873 | 8,883 | 95.85 |

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| | From the beginning of the year to the end of the reporting period (from January to September) | From the beginning of last year to the end of the reporting period last year (from January to September) | | Increase/decrease compared with the same period last year (%) |
|---|---|--|------------|---|
| | | Adjusted | Unadjusted | |
| Revenue | 71,963 | 68,818 | 68,735 | 4.57 |
| Net profit attributable to shareholders of the listed company | 5,334 | 2,059 | 2,058 | 159.06 |
| Net profit attributable to shareholders of the listed company after deducting non-recurring profit and loss | 4,813 | 1,563 | 1,562 | 207.93 |
| Weighted average return on net assets (%) | 16.79 | 8.04 | 8.04 | Increased by 8.75 percentage points |
| Basic earnings per share (Yuan/share) | 0.4191 | 0.1625 | 0.1625 | 157.91 |
| Diluted earnings per share (Yuan/share) | 0.4191 | 0.1625 | 0.1625 | 157.91 |

Earnings per share of the Company from January to September 2015 is calculated based on the average *Note*: weighted number of outstanding ordinary shares of the parent company of 12,726,037,000 shares; whereas earnings per share for the corresponding period last year is calculated based on 12,674,269,000 shares.

Non-recurring profit and loss and relevant amounts

Unit: million Currency: RMB

| | |
|-----------------|-----------------|
| Amount for | Amount for |
| the period from | the period from |
| the beginning | the beginning |
| of the year | of the year |
| to the end of | to the end of |
| the | the |
| reporting | reporting |

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| Item | the period (from July to September) | period (from January to September) |
|---|---|--|
| Gains or losses from disposal of non-current assets | -75 | 101 |
| Non-operating incomes and expenses other than the above | 385 | 698 |
| Effect on income tax | -79 | -212 |
| Effect on minority interests (net of tax) | -38 | -66 |
| Total | 193 | 521 |

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The total number of the Company's shareholders and the shareholding of the 10 largest shareholders and the shareholding of the 10 largest holders of listed shares (or holders of shares without trading moratorium) as at the end of the reporting period

Unit: Shares

Total number of shareholders 389,031

| Name of shareholder(in full) | Shareholding of the 10 largest shareholders | | | | |
|---|---|---------------------|--|---------------------------------------|------------------|
| | Shareholdings as at the end of the period | Proportion held (%) | Number of shares with trading moratorium | Pledged or locked-up Status of shares | Number of shares |
| China Eastern Air Holding Company () | 5,072,922,927 | 38.61 | 241,547,927 | Nil | 0 |
| HKSCC NOMINEES LIMITED | 4,182,567,288 | 31.83 | 698,865,000 | Unknown | Unknown |
| DELTA AIR LINES INC | 465,910,000 | 3.55 | 0 | Unknown | Unknown |
| CES Finance Holding Co., Ltd () | 457,317,073 | 3.48 | 457,317,073 | Nil | 0 |
| China Securities Finance Corporation Limited () | 379,683,460 | 2.89 | 0 | Unknown | Unknown |
| China National Aviation Fuel Holding Company () | 120,461,743 | 0.92 | 0 | Unknown | Unknown |
| Sinotrans Air Transportation Development Co., Ltd. () | 83,157,894 | 0.63 | 0 | Unknown | Unknown |
| Central Huijin Investment Ltd. (&#21295; &#25237;&#36039;) | 70,984,100 | 0.54 | 0 | Unknown | Unknown |
| Shanghai Alliance Investment Limited (&#19978;&#28023;&#32879;&#21644;&#25237;&#36039;) | 65,615,429 | 0.50 | 0 | Unknown | Unknown |
| China Galaxy Securities Co., Ltd. (&#37504;&#27827;) | 45,580,337 | 0.35 | 0 | Unknown | Unknown |

Shareholding of the 10 largest holders of shares without trading moratorium

Name of shareholder

China Eastern Air Holding Company
()

HKSCC NOMINEES LIMITED

DELTA AIR LINES INC

China Securities Finance Corporation Limited
()

China National Aviation Fuel Holding Company
()

Sinotrans Air Transportation Development Co., Ltd.
()

Central Huijin Investment Ltd.
(**匯 投資**)

Shanghai Alliance Investment Limited
(**上海聯和投資**)

China Galaxy Securities Co., Ltd.
(**銀河**)

Industrial and Commercial Bank of China Limited – Harvest New Opportunity Flexible Allocation Mixed Launched Fund
(**工商銀行 –#65293;嘉實新機
遇靈活配置混合型 起式 投資**)

| | |
|---|--|
| Description of connected relationship or activities in concert among the above shareholders | Among the 4,182,567,288 H shares held by HKSCC NOMINEES LIMITED, 2,626,240,000 shares are held by CES Global Holdings (Hong Kong) Limited (“ CES Global ”) in the capacity of beneficial owner; China Eastern Air Holding Company (“ CEA Holding ”) owns 100% equity interest in CES Finance Holding Co., Ltd (“ CES Finance ”); CES Finance owns 100% equity interest in CES Global; thus, CEA Holding indirectly owns 100% equity interests in CES Global. The Company is not aware of any other connected relationship or activities in concert among the 10 largest holders of shares without trading moratorium. |
|---|--|

| | |
|--|----------------|
| Description of preference shareholders with voting rights restored and the number of shares held | Not applicable |
|--|----------------|

The total number of the Company’s preference shareholders and the shareholding of the 10 largest 2.3 preference shareholders and the shareholding of the 10 largest preference holders of shares without trading moratorium as at the end of the reporting period

Not applicable

3. IMPORTANT MATTERS

3.1 Details of and reasons for the substantial changes in main items of financial statements and financial indicators of the Company

| Item | Change (%) | Reason for the Change |
|---|---------------|--|
| Finance costs | 158.03 | Primarily due to the exchange losses caused by the depreciation of RMB against USD |
| Assets impairment loss | 2,640.00 | Primarily due to impairment on available-for-sale financial assets of the Company and a low base for the corresponding period last year |
| Investment income | 109.72 | Primarily due to gains on disposal of long-term investments and the increase in profits from associated companies of the Company |
| Non-operating expenses | 257.69 | Primarily due to the demolition and relocation of a subsidiary's airport resulting in loss from the write-off of its property |
| Income tax | 286.33 | Primarily due to the increase in income tax payable caused by the increase in the Company's profits |
| Net profit attributable to the parent company | 159.06 | Primarily due to the decrease in operating costs with international fuel prices remaining at low levels; meanwhile with enormous demand from the Chinese aviation market, the Company actively coordinated production, hence further boosting its operating capabilities |
| Minority interests | 507.41 | Primarily due to the increase in income attributable to minority interests caused by the increase in the subsidiaries' profits |
| Prepayments | 60.12 | Primarily due to tour group fees prepaid by Shanghai Airlines Tours International (Group) Co., Ltd., a subsidiary, had yet to be settled |
| Non-current assets held for sale | -41.80 | Primarily due to the disposal of aircraft held for sale by the Company and the net asset value of aircraft held for sale is reduced |
| Other non-current assets | 58.73 | Primarily due to the decrease in deposits paid for aircraft held under operating leases |
| Short-term borrowings | -51.28 | Primarily due to the decrease in short-term borrowings caused by the adoption of other financing methods by the Company |
| Receipts in advance | 70.75 | Primarily due to the increase in the balance of the receipt in advance of carriage of the Company |
| Other current liabilities | 37.50 | Primarily due to the issuance of super short-term commercial paper by the Company |
| Undistributed profits | 1,147.10 | Primarily due to the increase in the Company's profit for the period |

3.2 Analysis of the progress of significant events and their effects and proposed solutions

1. Non-public Issuance of A Shares

On 2 July 2015, the Company received from China Securities Regulatory Commission (“**CSRC**”) the “Notice of Acceptance of Application for Administrative Approval”. Having examined the application materials submitted by the Company for administrative approval for Non-public Issue of Shares of Listed Companies pursuant to the relevant laws, CSRC considered that the application materials were complete and complied with the statutory form, and decided to accept the said application for administrative approval. For details, please refer to the announcement published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange at www.sse.com.cn on 3 July 2015.

The Company received the “Notice regarding CSRC’s Comments on Matters Subject to Administrative Approval” (No. 151777) dated 27 August 2015 issued by CSRC. The Company and relevant intermediaries have addressed the respective issues raised in the comments in accordance with the requirements of the CSRC. For details, please refer to the announcement published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange at www.sse.com.cn on 22 September 2015.

On 21 September 2015, the Company received an undertaking letter from CEA Holding, the controlling shareholder of the Company. CEA Holding undertook that it would propose the resolution on amendments to the terms of dividends under Article 157(D) of the articles of association of the Company before the forthcoming general meeting of the Company and vote for such resolution at the general meeting. For details, please refer to the announcement published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange at www.sse.com.cn on 22 September 2015.

2. *Completion of Issue of H Shares to Delta*

On 27 July 2015, the Company entered into the conditional Share Subscription Agreement (“**Subscription Agreement**”) with Delta Air Lines, Inc. (“**Delta**”), pursuant to which Delta subscribed for 465,910,000 newly issued ordinary H shares at a consideration of HK\$3,488,895,000. For details, please refer to the announcement published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange at www.sse.com.cn on 28 July 2015.

On 1 September 2015, both parties entered into the Marketing Agreement and the Letter of Confirmation on the Subscription Agreement. Pursuant to the Marketing Agreement, both parties will have greater cooperation in terms of code-share, revenue management, schedule coordination, sales cooperation, airport facilities sharing, frequent-flyer program, lounge and system investment as well as staff exchange, which helps both parties establish long-term strategic alliance in air passenger market in China and the United States, thereby providing more flight options and services of better quality and higher competitiveness to travellers. Pursuant to the Letter of Confirmation on the Subscription Agreement, as of 1 September 2015, all conditions precedent to the Subscription Agreement have been fulfilled except for those conditions which will be fulfilled on the completion date of share subscription. For details, please refer to the announcement published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange at www.sse.com.cn on 2 September 2015.

On 9 September 2015, the Company completed the issue of 465,910,000 ordinary H shares with a par value of RMB1 each at an issue price of HK\$7.49 per share to Delta. For details, please refer to the announcement published by the Company in China Securities Journal and Shanghai Securities News and on the website of Shanghai Stock Exchange at www.sse.com.cn on 10 September 2015.

3.3 The status of implementation of the matters undertaken by the Company and shareholders holding more than 5% interests

| Background of undertaking | Type of undertaking | Undertaking party | Content of undertaking | Time and term of undertaking | Whether there is an implementation period | Whether the undertaking has been strictly implemented in a timely manner |
|--|------------------------------|-----------------------------|--|--|--|---|
| Undertaking in relation to refinancing | Trading moratorium of shares | CEA Holding/ CES Finance | Pursuant to the “Report on non-public issuance of A shares” published by the Company on 17 April 2013, the Company issued 241,547,927 A shares of the Company and 457,317,073 A shares of the Company to CEA Holding and CES Finance respectively, on a non-public basis in April 2013. CEA Holding and CES Finance undertook that: they shall not transfer the A shares of the Company purchased under the aforesaid issuance within 36 months from the date of completion of the issuance of A shares. | Time of undertaking: April 2013; term of undertaking: from 16 April 2013 to 16 April 2016 | Yes | Yes |
| | Trading moratorium of shares | CES Global | The Company issued 698,865,000 additional H shares to CES Global in June 2013. According to the resolution passed at the 18th ordinary meeting of the sixth session of the Board held on 11 September 2012 and the resolution passed at the 2012 first extraordinary general | Time of undertaking: November 2012; term of undertaking: from 21 June 2013 to 21 June 2016 | Yes | Yes |

meeting of the Company held on 9 November 2012, CES Global undertook that: it shall not transfer the H shares of the Company purchased under the aforesaid issuance within 36 months from the date of completion of the issuance of H shares.

Due to historical reasons, some of the land and property injected by CEA Holding into the Company had not yet been transferred to the name of the Company.

With regard to 17 properties which are located in Guangzhou and Shenzhen (with an aggregate GFA of approximately 1,996.51 square meters), CEA Holding undertook that it

To resolve defects in land and other property ownership

CEA Holding

shall, resolve defects in building ownership by completing procedures for transferring property ownership to the Company, or transferring the relevant gains to the Company upon external disposal within 3 years; and CEA Holding shall bear the corresponding obligations in relation to the losses caused to the Company as a result of the failure of CEA Holding in completing the relevant procedures for transferring the relevant property ownership in a timely manner.

Time of undertaking: June 2014; term of undertaking: from 27 June 2014 to 30 June 2017

Yes

Yes

| Background of undertaking | Type of undertaking | Undertaking party | Content of undertaking | Time and term of undertaking | Whether there is an implementation period | Whether the undertaking has been strictly implemented in a timely manner |
|----------------------------------|---|--------------------------|--|--|--|---|
| | To resolve defects in land and other property ownership | CEA Holding | Due to historical reasons, some of the land and property injected by CEA Holding into the Company had not yet been transferred to the name of the Company. With regard to 76 properties which are located in the Eastern District of Shanghai Hongqiao Airport (the relevant land ownership of which has been transferred to the Company) (with an aggregate GFA of approximately 146,700 square meters), relevant construction procedures were not completed for the buildings due to historical reasons, and therefore it is currently difficult to carry out ownership transfer. As a result, CEA Holding undertook that it shall, strive for opportunity to develop in the Eastern District of Shanghai Hongqiao Airport, and resolve defects in relevant building ownership by completing relevant procedures for transferring building ownership to the Company in batches | Time of undertaking: June 2014; term of undertaking: from 27 June 2014 to 30 June 2026 | Yes | Yes |

upon fulfillment of conditions or through land replacement, the expected final completion time of which is approximately 10 to 12 years. The progress of resolving the above defects in property ownership and its results are subject to the overall development policy of the Eastern District of Shanghai Hongqiao Airport and its progress of implementation. CEA Holding shall bear the corresponding obligations in relation to the losses caused to the Company as a result of the failure of CEA Holding in completing the relevant procedures for transferring the relevant property ownership in a timely manner.

| | | | | | | |
|--------------------|--------|-------------|---|--|-----|-----|
| Other undertakings | Others | CEA Holding | <p>CEA Holding undertook that it would propose the resolution on amendments to the terms of dividends under Article 157(D) of the articles of association of the Company before the forthcoming general meeting of the Company and vote for such resolution at the general meeting.</p> | <p>Time of undertaking: 21 September 2015; term of undertaking: from 21 September 2015 to the date of convening the forthcoming general meeting.</p> | Yes | Yes |
|--------------------|--------|-------------|---|--|-----|-----|

3.4 Warning of and reasons for any expected accumulated losses from the beginning of the year to the end of the following reporting period or substantial changes in profitability compared to the same period last year

Not applicable

By order of the Board

CHINA EASTERN AIRLINES CORPORATION LIMITED

Liu Shaoyong

Chairman

Shanghai, the People's Republic of China

27 October 2015

As at the date of this announcement, the directors of the Company include Liu Shaoyong (Chairman), Ma Xulun (Vice Chairman, President), Xu Zhao (Director), Gu Jiadan (Director), Li Yangmin (Director, Vice President), Tang Bing (Director, Vice President), Tian Liuwen (Director, Vice President), Ji Weidong (Independent non-executive Director), Li Ruoshan (Independent non-executive Director), Ma Weihua (Independent non-executive Director) and Shao Ruiqing (Independent non-executive Director).

4.

APPENDICES

4.1

Financial Statements

China Eastern Airlines Corporation Limited

Consolidated and Company's Balance Sheet as at 30 September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | 30 September 2015 Consolidated | 31 December 2014 Consolidated | 30 September 2015 Company | 31 December 2014 Company |
|--|--------------------------------------|-------------------------------------|---------------------------------|--------------------------------|
| Assets | | | | |
| Current assets | | | | |
| Monetary capital | 979 | 1,393 | 547 | 892 |
| Hedge instruments | – | 5 | – | 5 |
| Trade receivables | 3,958 | 3,862 | 4,818 | 2,920 |
| Prepayments | 1,566 | 978 | 561 | 266 |
| Dividends receivable | 26 | 33 | 26 | 33 |
| Other receivables | 3,425 | 3,165 | 10,082 | 11,105 |
| Inventory | 2,264 | 2,259 | 74 | 72 |
| Non-current assets held for sale | 2,520 | 4,330 | 1,583 | 2,866 |
| Non-current assets due within one year | 93 | 98 | 49 | 68 |
| Other current assets | 2,541 | 2,120 | 2,520 | 1,722 |
| Total current assets | 17,372 | 18,243 | 20,260 | 19,949 |
| Non-current assets | | | | |
| Hedge instruments | 53 | 30 | 53 | 30 |
| Financial assets available for sale | 378 | 433 | 323 | 388 |
| Long-term equity investment | 2,041 | 1,591 | 16,406 | 15,848 |
| Fixed assets | 126,882 | 107,278 | 81,559 | 68,632 |
| Construction in progress | 22,677 | 22,376 | 21,472 | 20,258 |
| Intangible assets | 2,345 | 2,436 | 1,383 | 1,469 |
| Goodwill | 9,028 | 9,028 | 9,028 | 9,028 |
| Long-term deferred expenses | 1,708 | 1,344 | 935 | 996 |
| Deferred income tax assets | 170 | 170 | – | – |
| Other non-current assets | 973 | 613 | 1,263 | 813 |
| Total non-current assets | 166,255 | 145,299 | 132,422 | 117,462 |

| | | | | |
|--------------|---------|---------|---------|---------|
| Total assets | 183,627 | 163,542 | 152,682 | 137,411 |
|--------------|---------|---------|---------|---------|

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4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Balance Sheet as at 30 September 2015 (Cont'd)

(Unless otherwise stated, amounts are expressed in RMB millions)

| | 30 September 2015 | 31 December 2014 | 30 September 2015 | 31 December 2014 |
|---|----------------------|---------------------|----------------------|---------------------|
| Liabilities and shareholders' equity | Consolidated | Consolidated | Company | Company |
| Current liabilities | | | | |
| Short-term borrowings | 6,811 | 13,979 | 10,202 | 15,470 |
| Hedge instruments | 5 | – | 5 | – |
| Notes payable | 1,040 | – | 1,040 | – |
| Trade payables | 12,888 | 11,147 | 16,288 | 11,493 |
| Account collected in advance | 1,436 | 841 | 647 | 421 |
| Settlement of vouchers | 4,633 | 5,064 | 4,612 | 4,920 |
| Staff remuneration payable | 2,624 | 3,141 | 1,265 | 1,841 |
| Tax payable | 2,332 | 1,846 | 979 | 817 |
| Interest payable | 590 | 738 | 404 | 580 |
| Other payables | 3,631 | 3,016 | 7,580 | 6,547 |
| Non-current liabilities due within one year | 20,005 | 17,355 | 15,808 | 13,892 |
| Other current liabilities | 5,500 | 4,000 | 5,500 | 4,000 |
| Total current liabilities | 61,495 | 61,127 | 64,330 | 59,981 |
| Non-current liabilities | | | | |
| Long-term borrowings | 23,199 | 20,228 | 18,530 | 15,229 |
| Hedge instruments | 220 | 95 | 220 | 95 |
| Bonds payable | 8,090 | 10,285 | 2,593 | 4,791 |
| Long-term payables | 48,032 | 37,717 | 30,134 | 25,655 |
| Long-term staff remuneration payable | 3,165 | 2,822 | 2,118 | 2,293 |
| Special items payable | 55 | 116 | 28 | 95 |
| Deferred income tax liabilities | – | 26 | – | – |
| Other non-current liabilities | 1,511 | 1,639 | 1,240 | 916 |
| Total non-current liabilities | 84,272 | 72,928 | 54,863 | 49,074 |
| Total liabilities | 145,767 | 134,055 | 119,193 | 109,055 |

4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Balance Sheet as at 30 September 2015 (Cont'd)

(Unless otherwise stated, amounts are expressed in RMB millions)

| | 30 September 2015 Consolidated | 31 December 2014 Consolidated | 30 September 2015 Company | 31 December 2014 Company |
|---|---|--|------------------------------------|-----------------------------------|
| Liabilities and shareholders' equity | | | | |
| Shareholders' equity | | | | |
| Share capital | 13,140 | 12,674 | 13,140 | 12,674 |
| Capital reserves | 19,815 | 17,410 | 20,272 | 17,868 |
| Other comprehensive income | (3,143) | (2,853) | (2,441) | (2,207) |
| Undistributed profits | 5,799 | 465 | 2,518 | 21 |
| Total equity attributable to shareholders of parent company | 35,611 | 27,696 | 33,489 | 28,356 |
| Minority interests | 2,249 | 1,791 | – | – |
| Total shareholders' equity | 37,860 | 29,487 | 33,489 | 28,356 |
| Total liabilities and shareholders' equity | 183,627 | 163,542 | 152,682 | 137,411 |

Person-in-charge of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang

4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Income Statement for the Period from January to September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | Jul to Sep 2015 | Jul to Sep 2014 | Jan to Sep 2015 | Jan to Sep 2014 | Jul to Sep 2015 | Jul to Sep 2014 | Jan to Sep 2015 | Jan to Sep 2014 |
|---|----------------------------|----------------------------|----------------------------|----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Consolidated (Restated) | Consolidated (Restated) | Consolidated (Restated) | Consolidated (Restated) | Company (Restated) | Company (Restated) | Company (Restated) | Company (Restated) |
| 1. Revenue | 27,652 | 26,170 | 71,963 | 68,818 | 15,137 | 13,931 | 38,925 | 36,815 |
| Less: Operating costs | (20,425) | (22,056) | (57,365) | (61,372) | (10,880) | (11,471) | (30,715) | (32,654) |
| Business taxes and surcharges | (55) | (34) | (135) | (86) | (6) | (7) | (15) | (19) |
| Selling expenses | (1,366) | (1,632) | (4,136) | (4,495) | (965) | (1,020) | (2,831) | (2,723) |
| Administrative expenses | (701) | (719) | (1,930) | (1,977) | (382) | (407) | (1,064) | (1,097) |
| Finance expenses/(income), net | (3,794) | (417) | (4,967) | (1,925) | (2,729) | (233) | (3,545) | (1,330) |
| Assets impairment loss | (1) | (1) | (137) | (5) | – | – | (100) | (4) |
| Add: Gains arising from changes in fair value | 2 | 5 | 6 | 11 | 2 | 5 | 6 | 11 |
| Investment gains | 38 | 37 | 151 | 72 | 49 | 51 | 246 | 157 |
| 2. Operating profit | 1,350 | 1,353 | 3,450 | (959) | 226 | 849 | 907 | (844) |
| Add: Non-operating income | 1,024 | 893 | 3,628 | 3,425 | 468 | 586 | 2,011 | 2,167 |
| Less: Non-operating expenses | (79) | (12) | (93) | (26) | (3) | (11) | (6) | (22) |
| 3. Total profits | 2,295 | 2,234 | 6,985 | 2,440 | 691 | 1,424 | 2,912 | 1,301 |
| Less: Income tax expenses | (328) | (141) | (1,159) | (300) | –72 | – | –415 | – |
| 4. Net profit | 1,967 | 2,093 | 5,826 | 2,140 | 619 | 1,424 | 2,497 | 1,301 |

| | | | | |
|---|--------|--------|--------|--------|
| – Net profit attributable to shareholders of the parent company | 1,770 | 2,044 | 5,334 | 2,059 |
| – Minority interests | 197 | 49 | 492 | 81 |
| 5. Earnings per share | | | | |
| Basic earnings per share (RMB) | 0.1380 | 0.1613 | 0.4191 | 0.1625 |
| Diluted earnings per share (RMB) | 0.1380 | 0.1613 | 0.4191 | 0.1625 |

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Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Income Statement for the Period from January to September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | Jul to Sep 2015 Consolidated (Restated) | Jul to Sep 2014 Consolidated (Restated) | Jan to Sep 2015 Consolidated | Jan to Sep 2014 Consolidated (Restated) | Jul to Sep 2015 Company | Jul to Sep 2014 Company (Restated) | Jan to Sep 2015 Company | Jan to Sep 2014 Company (Restated) |
|--|---|---|---------------------------------------|---|----------------------------------|--|----------------------------------|--|
| 6. Other comprehensive income, net of tax | | | | | | | | |
| Other comprehensive income that cannot be reclassified into profit or loss in subsequent accounting periods | | | | | | | | |
| Changes arising from re-measuring net assets or net liabilities of defined benefit plan | (138) | - | (214) | - | (106) | - | (158) | - |
| Other comprehensive income that will be reclassified into profit or loss in subsequent accounting periods when meeting the prescribed conditions | | | | | | | | |
| Share of other comprehensive income of investees to be reclassified into profit and loss in subsequent accounting periods under the equity method when meeting the prescribed conditions | | | 4 | (1) | | | 4 | (1) |
| Gain or loss from fair value movements of available-for-sale financial assets | (25) | | 42 | (47) | (25) | | 35 | (41) |
| Effective portion of gains or losses from cash flow hedge instruments | (127) | | (119) | (56) | (127) | | (119) | (56) |
| Other comprehensive income, net of tax | (290) | | (287) | (104) | (258) | | (238) | (98) |

Of which:

| | | | |
|--|--------|--------|--------|
| Other comprehensive income, net of tax, attributable to shareholders of the parent company | (290) | (290) | (102) |
|--|--------|--------|--------|

| | | | |
|--|--|---|------|
| Other comprehensive income, net of tax, attributable to minority interests | | 3 | (2) |
|--|--|---|------|

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4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Income Statement for the Period from January to September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | Jul to Sep 2015 | Jul to Sep 2014 | Jan to Sep 2015 | Jan to Sep 2014 | Jul to Sep 2015 | Jul to Sep 2014 | Jan to Sep 2015 | Jan to Sep 2014 |
|---|----------------------------|----------------------------|----------------------------|----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Consolidated (Restated) | Consolidated (Restated) | Consolidated (Restated) | Consolidated (Restated) | Company (Restated) | Company (Restated) | Company (Restated) | Company (Restated) |
| 7. Total comprehensive income | 1,677 | 2,093 | 5,539 | 2,036 | 361 | 1,424 | 2,259 | 1,203 |
| Of which: | | | | | | | | |
| Total comprehensive income attributable to shareholders of the parent company | 1,480 | 2,044 | 5,044 | 1,957 | | | | |
| Total comprehensive income attributable to minority interests | 197 | 49 | 495 | 79 | | | | |

Person-in-charge of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang

4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Cash Flow Statement for the Period from January to September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | Jan to Sep 2015 Consolidated | Jan to Sep 2014 Consolidated (Restated) | Jan to Sep 2015 Company | Jan to Sep 2014 Company |
|---|------------------------------------|--|-------------------------------|-------------------------------|
| 1. Cash flow from operating activities | | | | |
| Cash received from sales of goods and provision of labour services | 76,448 | 72,859 | 38,629 | 37,344 |
| Other cash received from operating activities | 8,242 | 7,127 | 10,680 | 4,582 |
| Sub-total of cash inflow from operating activities | 84,690 | 79,986 | 49,309 | 41,926 |
| Cash paid for purchase of goods and receiving of labour services | (48,840) | (53,222) | (22,305) | (25,121) |
| Cash paid to and for employees | (12,920) | (11,681) | (6,726) | (6,891) |
| Taxes paid | (1,390) | (2,764) | (1,064) | (925) |
| Other cash paid for operating activities | (4,162) | (3,446) | (4,554) | (3,088) |
| Sub-total of cash outflow from operating activities | (67,312) | (71,113) | (34,649) | (36,025) |
| Net cash flows from operating activities | 17,378 | 8,873 | 14,660 | 5,901 |
| 2. Cash flow from investing activities | | | | |
| Cash received from disposal of investment | 49 | 9 | 49 | 2 |
| Investment income in cash | 57 | 55 | 119 | 87 |
| Net cash recovered from disposals of fixed assets, intangible assets and other long-term assets | 2,355 | 739 | 1,594 | 495 |
| Other cash received from investing activities | 540 | 2,227 | 44 | 65 |
| Sub-total of cash inflow from investing activities | 3,001 | 3,030 | 1,806 | 649 |

4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Cash Flow Statement for the Period from January to September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | Jan to Sep 2015 Consolidated | Jan to Sep 2014 Consolidated (Restated) | Jan to Sep 2015 Company | Jan to Sep 2014 Company |
|---|------------------------------------|--|-------------------------------|-------------------------------|
| Amount paid in cash in relation to purchases of fixed assets, intangible assets and other long-term assets | (22,665) | (17,648) | (18,623) | (10,191) |
| Investments paid in cash | (413) | (102) | (462) | (541) |
| Other cash paid for investing activities | – | (44) | – | (28) |
| Sub-total of cash outflow from investing activities | (23,078) | (17,794) | (19,085) | (10,760) |
| Net cash flow from investing activities | (20,077) | (14,764) | (17,279) | (10,111) |
| 3. Cash flow from fund raising activities | | | | |
| Proceeds received in cash from investments | 2,870 | – | 2,870 | – |
| Cash received from borrowings | 37,763 | 18,660 | 36,317 | 23,085 |
| Proceeds received in cash from bonds issuance | – | 7,298 | – | 4,000 |
| Sub-total of cash inflow from fund raising activities | 40,633 | 25,958 | 39,187 | 27,085 |
| Cash paid for repayment of indebtedness | (33,379) | (17,136) | (32,603) | (20,126) |
| Cash payments for distribution of dividends, profits or payments of interest expense | (1,842) | (1,166) | (1,675) | (1,149) |
| Other cash paid for fund raising activities | (3,169) | (1,776) | (2,675) | (1,061) |
| Sub-total of cash outflow from fund raising activities | (38,390) | (20,078) | (36,953) | (22,336) |
| Net cash flow from fund raising activities | 2,243 | 5,880 | 2,234 | 4,749 |
| 4. Effect of changes in exchange rate on cash and cash equivalents | 12 | 23 | 5 | (1) |

4.1

Financial Statements (Cont'd)

China Eastern Airlines Corporation Limited

Consolidated and Company's Cash Flow Statement for the Period from January to September 2015

(Unless otherwise stated, amounts are expressed in RMB millions)

| | Jan to Sep 2015 Consolidated | Jan to Sep 2014 Consolidated (Restated) | Jan to Sep 2015 Company | Jan to Sep 2014 Company |
|--|------------------------------------|--|----------------------------------|----------------------------------|
| 5. Net (decrease)/increase in cash and cash equivalents | (444) | 12 | (380) | 538 |
| Add: Balance of cash and cash equivalents at the beginning of the year | 1,355 | 2,040 | 866 | 1,029 |
| 6. Balance of cash and cash equivalents at the end of the period | 911 | 2,052 | 486 | 1,567 |

Person-in-charge of the Company: Liu Shaoyong

Officer-in-charge of accounting: Ma Xulun

Officer-in-charge of the accounting department: Wu Yongliang