

CHINA EASTERN AIRLINES CORP LTD

Form 6-K

October 29, 2008

**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 2008.

Commission File Number: 001-14550

China Eastern Airlines Corporation Limited

(Translation of Registrant's name into English)

2550 Hongqiao Road
Hongqiao Airport
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 or Form 40-F: 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 29, 2008

By: /s/ Luo Zhuping

Name: Luo Zhuping
Title: 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.

OVERSEAS REGULATORY ANNOUNCEMENT

CHINA EASTERN AIRLINES CORPORATION LIMITED

THIRD QUARTERLY REPORT 2008

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITED

THIRD QUARTERLY REPORT
2008

CONTENT

| | |
|-------------------------------------|---|
| §1 Important Notice | 2 |
| §2 Basic Particulars of the Company | 2 |
| §3 Important Matters | 3 |
| §4 Appendix | 7 |

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**§1. IMPORTANT NOTICE**

1.1 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 report does not contain any false information, misleading statement or material omission, and accept joint and several responsibility for the truthfulness, accuracy and completeness of the contents of this report.

1.2 Hu Honggao, an independent director, authorized Xie Rong, an independent director, to vote for him. Zhou Ruijin, an independent director, authorized Xie Rong, an independent director, to vote for him.

1.3 The Third Quarterly Financial Report of the Company is unaudited.

1.4 Mr. Li Fenghua, chairman of the Board of the Company and person-in-charge of the Company, Mr. Cao Jianxiong, president of the Company and officer-in-charge of accounting, Mr. Luo Weide, chief financial officer, and Mr. Wu Longxue, general manager of the accounting department and officer-in-charge of the accounting department (accounting officer), hereby declare that the financial report forming part of this quarterly report is true and complete.

§2. BASIC PARTICULARS OF THE COMPANY**2.1 Main accounting data and financial indicators***Currency: RMB*

| | As at the end of the reporting period | As at the end of last year | Increase/decrease as at the end of the reporting period compared with the end of last year (%) |
|--|---|---------------------------------------|---|
| Total assets (<i>RMB'000</i>) | 75,471,082 | 67,141,714 | 12.41 |
| Owners' equity (or shareholders' equity) (<i>RMB'000</i>) | 528,337 | 2,862,865 | -81.54 |
| Net earnings per share attributable to the shareholders of listed company (<i>RMB</i>) | 0.1086 | 0.5882 | -81.54 |
| | From the beginning of the year to the end of the reporting period (January to September) | | Increase/decrease compared with the same period last year (%) |
| Net cash flow generated from operating activities (<i>RMB'000</i>) | 1,657,949 | | -69.79 |
| Net cash flow generated from operating activities per share (<i>RMB</i>) | 0.3407 | | -69.79 |

| | Reporting period (July to September) | From the beginning of the year to the end of the reporting period (January to September) | Increase/decrease for the reporting period compared with the same period last year (%) |
|---|---|--|---|
| Net profit attributable to shareholders of listed company (RMB'000) | -2,333,847 | -2,292,226 | -339.01 |
| Basic earnings per share (RMB) | -0.4795 | -0.4710 | -339.01 |
| Basic earnings per share after non-recurring gains and losses (RMB) | - | -0.5642 | - |
| Diluted earnings per share (RMB) | -0.4795 | -0.4710 | -339.01 |
| Return on net assets (fully diluted) (%) | -441.73 | -433.86 | Decreased by 465.3 percentage points |
| Return on net assets (fully diluted) after deducting non-recurring losses (%) | -447.09 | -519.73 | Decreased by 467.34 percentage points |
| Non-recurring gains or losses | | From the beginning of the year to the end of the reporting period (January to September) (RMB'000) Excluding method: consolidated exclusion | |
| Gains or losses from disposal of non current assets | | 334,378 | |
| Net non-operating income other than the aforementioned items | | -15,817 | |
| Subsidy income | | 210,508 | |
| Impact of the aforementioned items on minority shareholders | | -75,347 | |
| Total | | 453,722 | |

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**2.2 The total number of the Company's shareholders and the shareholdings of the 10 largest holders of shares not subject to selling moratorium as at the end of the reporting period***Unit: Shares*

| | | |
|--|---|--------------------------------|
| Total number of shareholders as at the end of the reporting period | | 190,700 |
| Shareholdings of the 10 largest holders of circulating shares not subject to selling moratorium | | |
| Name of shareholders (in full) | Number of circulating shares not subject to selling moratorium held at the end of the period | Class |
| HKSCC NOMINEES LIMITED | 1,544,701,139 | Overseas listed foreign shares |
| TEMASEK FULLERTON ALPHA PTE LTD | 9,999,969 | RMB ordinary shares |
| UBS AG | 8,030,924 | RMB ordinary shares |
| MORGAN STANLEY & CO. INTERNATIONAL PLC. | 6,499,420 | RMB ordinary shares |
| 300 | 4,800,902 | RMB ordinary shares |
| | 3,164,833 | RMB ordinary shares |
| ARSENTON NOMINEES LIMITED | 1,500,000 | Overseas listed foreign shares |
| 光明總公司 | 1,430,098 | RMB ordinary shares |
| 萬家180 | 1,137,588 | RMB ordinary shares |
| DEUTSCHE BANK AKTIENGESELLSCHAFT | 1,028,965 | RMB ordinary shares |

§3. IMPORTANT MATTERS**3.1 The details of and reasons for the substantial changes in main items of financial statements and financial indicators of the Company**

ü Applicable o Not applicable

| 1. | Balance Sheet Items | Balance as at the end of the period | Balance as at the beginning of the year | Increase/ decrease | Reasons for the change |
|----|-----------------------------------|-------------------------------------|---|--------------------|------------------------|
| | Monetary fund | 4,853,225 | 2,127,691 | 128% | Note 1 |
| | Tradable financial assets | 149,209 | 95,547 | 56% | Note 2 |
| | Prepayments | 803,257 | 382,031 | 110% | Note 3 |
| | Dividends receivable | 490 | 3,917 | -87% | Note 4 |
| | Long-term equity investments | 1,403,725 | 990,758 | 42% | Note 5 |
| | Amortization of long-term payment | 311,705 | 219,041 | 42% | Note 6 |
| | Tradable financial liability | 107,579 | 41,796 | 157% | Note 7 |
| | Bill payables | 2,152,034 | 1,615,773 | 33% | Note 8 |

Edgar Filing: CHINA EASTERN AIRLINES CORP LTD - Form 6-K

| | | | | |
|------------------------|------------|-----------|------|----------------|
| Trade payables | 10,732,153 | 7,159,660 | 50% | <i>Note 9</i> |
| Receivables in advance | 68,134 | 131,212 | -48% | <i>Note 10</i> |

3

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008

| | | | | | |
|-----------|---|------------------------------|---|--------------------------|-------------------------------|
| | Interest payables | 257,594 | 393,092 | -34% | <i>Note 11</i> |
| | Other current liabilities | -14,670 | 21,011 | -170% | <i>Note 12</i> |
| | Undistributed profit | -5,554,030 | -3,261,804 | 70% | <i>Note 13</i> |
| | Total owner's equity attributable to the parent | 528,337 | 2,862,865 | -82% | <i>Note 14</i> |
| 2. | Income Statement Items | Amount for the period | Amount for the corresponding period of the previous year | Increase/decrease | Reasons for the change |
| | Financial expenses, net | 442,632 | 127,017 | 248% | <i>Note 15</i> |
| | Impairment loss on assets | -3,658 | 16,500 | -122% | <i>Note 16</i> |
| | Gains on changes in fair value | -270,806 | 20,425 | -1426% | <i>Note 17</i> |
| | Investment gains/(losses) | 11,397 | 33,897 | -66% | <i>Note 18</i> |
| | Non-operating income | 32,882 | 78,171 | -58% | <i>Note 19</i> |
| 3. | Cash Flow Statement Items | Amount for the period | Amount for the corresponding period of the previous year | Increase/decrease | Reasons for the change |
| | Other cash received relating to operating activities | 471,691 | 918,028 | -49% | <i>Note 20</i> |
| | Cash payment to and for employees | 4,337,868 | 2,801,909 | 55% | <i>Note 21</i> |
| | Other cash paid relating to operating activities | 1,005,062 | 488,150 | 106% | <i>Note 22</i> |
| | Cash received from recovery of investments | 38,972 | - | - | <i>Note 23</i> |
| | Net cash received from disposal of fixed assets, intangible assets and other long-term assets | 1,797,704 | 51,940 | 3361% | <i>Note 24</i> |
| | Cash paid for acquisition of fixed assets, intangible assets and other long-term assets | 6,422,700 | 2,004,339 | 220% | <i>Note 25</i> |
| | Cash paid for acquisition of investments | 384,186 | 92,415 | 316% | <i>Note 26</i> |
| | Cash received from borrowings | 21,164,117 | 12,115,147 | 75% | <i>Note 27</i> |
| | Effect of foreign exchange rate changes on cash and cash equivalents | -54,791 | 116,198 | -147% | <i>Note 28</i> |

Note 1: Increase of bank deposit;*Note 2:* This item shall be analysed after consolidation with tradable financial liability, and the amount after

consolidation is not substantially different as compared to the amount at the beginning of the year;

Note 3: Increase in prepayments for the purchase of fixed assets;

Note 4: Dividends received from associated companies;

Note 5: Additional investments in, among others, Xingfu Airlines;

Note 6: Increase in, among others, modification fees for aircraft under operating leases;

Note 7: This item shall be analysed after consolidation with tradable financial assets, and the amount after consolidation is not substantially different as compared to the amount at the beginning of the year;

Note 8: Increase in the business volume of bill payables;

Note 9: Increase in, among others, aircraft fuel charges and take-off and landing charges;

Note 10: Decrease in the proceeds from the sales in advance of carriage;

Note 11: Decrease in long-term borrowings;

Note 12: Deferred loss incurred from sales & leaseback;

Note 13: Increase in losses;

Note 14: Increase in losses;

Note 15: Increase in exchange losses;

Note 16: Writing off of bad loan losses;

Note 17: Losses in option contracts for aircraft fuel due to the fluctuations of the crude oil price;

Note 18: Dissatisfactory performance of associate companies invested;

Note 19: Decrease of other non-operating income;

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITED

THIRD QUARTERLY REPORT
2008

Note 20: Decrease of subsidy income;

Note 21: Increase in salary and social security fund;

Note 22: Increase in other operating expenses paid;

Note 23: Disposal of investment companies;

Note 24: Fixed asset disposal income derived from sales & leaseback of cargo carriers;

Note 25: Increase in newly purchased aircraft;

Note 26: Additional investments in, among others, Xingfu Airlines;

Note 27: Increase in total borrowings;

Note 28: Increase in exchange losses.

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

Applicable Not applicable

3.3 The status of implementation of the matters undertaken by the Company, shareholders and the ultimate controller

Applicable Not applicable

The share reform was completed by the Company on 12 January 2007. China Eastern Air Holding Company, a substantial shareholder, undertakes that:

- (1) the original non-circulating shares of the Company held by it shall not be listed and traded within 36 months from the day of the implementation of the share reform plan; and
- (2) shall bear all the expenses in relation to the share reform plan.

The shareholder of non-circulating shares of the Company represented that it shall perform the undertakings in good faith and accept relevant legal responsibilities. Unless the transferee(s) is/are willing and able to accept the responsibilities of the undertakings, the shareholder of non-circulating shares of the Company shall not transfer any shares held.

Status of implementation: faithfully implemented.

3.4 Warnings 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

Applicable Not applicable

The Company recorded a greater loss in the third quarter of 2008. As the fourth quarter is the traditional off-season for the aviation industry and the demands in the aviation markets may not be revived in the near future, the Company expects to record a loss for the year 2008.

3.5 Particulars of Securities investment

Applicable Not applicable

| No. | Stock code | | | | | | |
|-----|------------|--|--|--|--|--|--|
| | | | | | | | |

| | | Stock short name | Number of shares held at the end of the reporting period (shares) | Initial cost of investment | Carrying amount at the end of the reporting period | Carrying amount at the beginning of the reporting period | Item for accounting purpose |
|-------|--------|------------------|---|----------------------------|--|--|-------------------------------------|
| | | | | (RMB) | (RMB) | | |
| 1 | 600377 | JS Co, Ltd. | 200,000 | 360,000 | 360,000 | - | Financial assets available for sale |
| 2 | 000563 | 陝 A | 216,000 | 203,040 | 203,040 | - | Financial assets available for sale |
| Total | | | - | 563,040 | 563,040 | - | - |

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITED

THIRD QUARTERLY REPORT
2008

By order of the Board of
CHINA EASTERN AIRLINES CORPORATION LIMITED
Legal representative: Li Fenghua, Chairman

28 October 2008

6

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**§4 APPENDIX****4.1 Consolidated Balance Sheet**

30 September 2008

Prepared by China Eastern Airlines Corporation Limited

Unit: RMB'000 (Unaudited)

| Items | Balance at the end of the period | Balance at the beginning of the year |
|--------------------------------------|-------------------------------------|--|
| CURRENT ASSETS: | | |
| Cash and bank balances | 4,853,225 | 2,127,691 |
| Provisions on payables | | |
| Contributions received | | |
| Trading financial assets | 149,209 | 95,547 |
| Bills receivable | 0 | 0 |
| Accounts receivable | 1,786,598 | 2,126,050 |
| Prepayments | 803,257 | 382,031 |
| Premium receivable | | |
| Receivables on reinsurance | | |
| Provisions for reinsurance contracts | | |
| Interests receivable | 0 | 0 |
| Dividend receivable | 490 | 3,917 |
| Other receivables | 2,044,924 | 1,712,551 |
| Purchase of financial assets resold | | |
| Inventories | 1,158,589 | 1,117,951 |
| Non-current assets due within a year | | |
| Other current assets | | |
| Total current assets | 10,796,292 | 7,565,738 |
| NON-CURRENT ASSETS: | | |
| Loans and advances | | |
| Available-for-sale financial assets | 563 | 563 |
| Held-to-maturity investment | | |
| Long-term receivables | | |
| Long-term equity investment | 1,403,725 | 990,758 |
| Investment property | | |
| Fixed assets | 51,755,247 | 48,056,806 |
| Construction in progress | 7,846,536 | 7,155,456 |
| Construction materials | | |
| Disposal of fixed assets | | |
| Biological assets for production | | |
| Oil and gas assets | | |
| Intangible assets | 1,508,873 | 1,598,922 |
| Development expenses | | |

Edgar Filing: CHINA EASTERN AIRLINES CORP LTD - Form 6-K

| | | |
|-----------------------------|------------|------------|
| Goodwill | 304,832 | 304,832 |
| Long-term deferred expenses | 311,705 | 219,041 |
| Deferred income tax assets | 949,490 | 740,695 |
| Other non-current assets | 593,819 | 508,903 |
| Total non-current assets | 64,674,790 | 59,575,976 |
| Total assets | 75,471,082 | 67,141,714 |

7

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008

| Items | Balance at the end of the period | Balance at the beginning of the year |
|---|-------------------------------------|--|
| CURRENT LIABILITIES: | | |
| Short-term borrowings | 18,979,471 | 15,189,002 |
| Borrowings from central bank | | |
| Deposits from clients and placements from other banks | | |
| Contributions made | | |
| Trading financial liabilities | 107,579 | 41,796 |
| Bills payable | 2,152,034 | 1,615,773 |
| Accounts payable | 10,732,153 | 7,159,660 |
| Receipts in advance | 68,134 | 131,212 |
| Financial assets sold under agreements to repurchase | | |
| Fees and commission payable | | |
| Salaries and wages payable | 1,083,644 | 1,430,355 |
| Taxes payable | 900,656 | 914,609 |
| Interests payable | 257,594 | 393,092 |
| Dividend payable | 0 | 0 |
| Other payables | 2,511,221 | 2,866,108 |
| Amounts payable on reinsurance | | |
| Provisions on insurance contracts | | |
| Brokerage payable | | |
| Underwriting fees payable | | |
| Non-current liabilities due within a year | 7,591,525 | 6,113,840 |
| Other current liabilities | -14,670 | 21,011 |
| Total current liabilities | 44,369,341 | 35,876,458 |
| NON-CURRENT LIABILITIES: | | |
| Long-term borrowings | 9,833,809 | 11,369,307 |
| Debentures payable | | |
| Long-term payables | 19,200,846 | 15,605,640 |
| Specific payables | 102 | 102 |
| Estimated liabilities | 36,816 | 33,246 |
| Deferred income tax liabilities | 891,329 | 688,954 |
| Other non-current liabilities | | |
| Total non-current liabilities | 29,962,902 | 27,697,249 |
| Total liabilities | 74,332,243 | 63,573,707 |
| OWNER'S EQUITY (OR SHAREHOLDERS' EQUITY): | | |
| Paid-up capital (or equity) | 4,866,950 | 4,866,950 |
| Capital surplus | 1,215,417 | 1,257,719 |
| Less: Treasury shares | | |
| Surplus reserves | 0 | 0 |
| General risk provisions | | |
| Profit available for appropriation | -5,554,030 | -3,261,804 |
| Currency translation differences | | |
| Total equities attributable to owners of Company | 528,337 | 2,862,865 |
| Minority interests | 610,502 | 705,142 |

Edgar Filing: CHINA EASTERN AIRLINES CORP LTD - Form 6-K

| | | |
|--------------------------------------|------------|------------|
| Total owners' equity | 1,138,839 | 3,568,007 |
| Total liabilities and owners' equity | 75,471,082 | 67,141,714 |

Legal representative of the Company: Mr. Li Fenghua, chairman of the Board of the Company

Officer-in-charge of accounting: Mr. Cao Jianxiong, president of the Company, and Mr. Luo Weide, chief financial officer

Officer-in-charge of the accounting department: Mr. Wu Longxue, general manager of the accounting department

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**Balance Sheet of the Company**

30 September 2008

Prepared by China Eastern Airlines Corporation Limited

Unit: RMB'000 (Unaudited)

| Items | Balance at the end of the period | Balance at the beginning of the year |
|---|-------------------------------------|--|
| CURRENT ASSETS: | | |
| Cash and bank balances | 3,588,838 | 1,513,344 |
| Trading financial assets | 149,209 | 95,547 |
| Bills receivable | 0 | 0 |
| Accounts receivable | 1,797,236 | 2,543,317 |
| Prepayments | 766,070 | 335,427 |
| Interests receivable | 0 | 0 |
| Dividend receivable | 490 | 3,490 |
| Other receivables | 1,954,688 | 1,878,815 |
| Inventories | 893,502 | 867,492 |
| Non-current liabilities due within a year | | |
| Other current assets | | |
| Total current assets | 9,150,033 | 7,237,432 |
| NON-CURRENT ASSETS: | | |
| Available-for-sale financial assets | 203 | 203 |
| Held-to-maturity investment | | |
| Long-term receivables | | |
| Long-term equity investment | 3,884,236 | 3,423,629 |
| Investment property | | |
| Fixed assets | 43,826,374 | 38,235,145 |
| Construction in progress | 7,528,984 | 6,880,616 |
| Construction materials | | |
| Disposal of fixed assets | | |
| Biological assets for production | | |
| Oil and gas assets | | |
| Intangible assets | 922,727 | 1,000,748 |
| Development expenses | | |
| Goodwill | 0 | 0 |
| Long-term deferred expenses | 287,730 | 196,565 |
| Deferred income tax assets | 872,554 | 629,415 |
| Other non-current assets | 354,455 | 361,453 |
| Total non-current assets | 57,677,263 | 50,727,774 |
| Total assets | 66,827,296 | 57,965,206 |

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008

| Items | Balance at the end of the period | Balance at the beginning of the year |
|--|-------------------------------------|--|
| CURRENT LIABILITIES: | | |
| Short-term borrowings | 16,879,984 | 13,039,208 |
| Trading financial liabilities | 107,579 | 41,796 |
| Bills payable | 2,080,305 | 1,615,773 |
| Accounts payable | 8,986,429 | 6,274,357 |
| Receipts in advance | 62,424 | 171,009 |
| Salaries and wages payable | 982,493 | 1,193,191 |
| Taxes payable | 637,215 | 623,000 |
| Interests payable | 230,298 | 349,388 |
| Dividend payable | 0 | 0 |
| Other payables | 2,428,660 | 2,639,416 |
| Non-current liabilities due within a year | 7,105,463 | 5,474,869 |
| Other current liabilities | -14,670 | 21,011 |
| Total current liabilities | 39,486,180 | 31,443,018 |
| NON-CURRENT LIABILITIES: | | |
| Long-term borrowings | 8,062,999 | 9,650,583 |
| Debentures payable | | |
| Long-term payables | 16,919,349 | 12,851,912 |
| Specific payables | 102 | 102 |
| Estimated liabilities | 36,816 | 33,246 |
| Deferred income tax liabilities | 864,923 | 629,415 |
| Other non-current liabilities | | |
| Total non-current liabilities | 25,884,189 | 23,165,258 |
| Total liabilities | 65,370,369 | 54,608,276 |
| OWNER'S EQUITY (OR SHAREHOLDERS' EQUITY): | | |
| Paid-up capital (or equity) | 4,866,950 | 4,866,950 |
| Capital surplus | 1,146,749 | 1,189,036 |
| Less: Treasury shares | | |
| Surplus reserves | 0 | 0 |
| Profit available for appropriation | -4,556,772 | -2,699,056 |
| Total owner's equity (or shareholders' equity) | 1,456,927 | 3,356,930 |
| Total liabilities and owner's equity  (or shareholders' equity) | 66,827,296 | 57,965,206 |

Legal representative of the Company: Mr. Li Fenghua, chairman of the Board of the Company

Officer-in-charge of accounting: Mr. Cao Jianxiong, president of the Company, and Mr. Luo Weide, chief financial officer

Officer-in-charge of the accounting department: Mr. Wu Longxue, general manager of the accounting department

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**4.2 Consolidated Income Statement***Unit: RMB'000 (Unaudited)*

Prepared by China Eastern Airlines Corporation Limited

| Items | | Amounts for the period | Amounts for the corresponding period of previous year | Amounts for the period from the beginning of the year to the end of the reporting period | Amounts for the period from the beginning of the previous year to the end of the previous reporting period |
|------------|--|---------------------------|---|--|---|
| | | | | | |
| I. | Total revenue from operations | 10,806,838 | 12,524,617 | 31,638,007 | 32,120,809 |
| | Including: Operating income | | | | |
| | Interest income | | | | |
| | Premium earned | | | | |
| | Fees and commission income | | | | |
| II. | Total operating cost | | | | |
| | Including: Operating costs | 11,080,699 | 9,824,512 | 30,810,399 | 27,261,795 |
| | Interest expenses | | | | |
| | Fees and commission expenses | | | | |
| | Returned premium | | | | |
| | Net reimbursement paid | | | | |
| | Net amounts of provisions on insurance contracts drawn | | | | |
| | Bonus paid on insurance policy | | | | |
| | Reinsurance premium | | | | |
| | Business taxes and other surcharges | 280,100 | 315,032 | 800,527 | 804,444 |
| | Selling expenses | 584,810 | 775,225 | 1,769,792 | 1,916,982 |
| | Administrative expenses | 544,233 | 538,324 | 1,526,035 | 1,414,651 |
| | Finance expenses | 442,632 | 127,017 | -410,771 | 263,929 |
| | Impairment loss of assets | -3,658 | 16,500 | 28,781 | 83,674 |

Edgar Filing: CHINA EASTERN AIRLINES CORP LTD - Form 6-K

| | | | | | |
|-------------|--|------------|-----------|------------|-----------|
| | Add: Gains from changes in fair value  (loss is represented by “-” sign) | -270,806 | 20,425 | 18,413 | 107,667 |
| | Investment income (loss is represented by “-” sign) | 11,397 | 33,897 | 76,086 | 74,937 |
| | Including: Gains arising from investments in associated companies and joint ventures | | | | |
| | Exchange gains (loss is represented by “-” sign) | | | | |
| III. | Profit from operations (loss is represented by “-” sign) | -2,381,387 | 982,328 | -2,792,257 | 557,939 |
| | Add: Non-operating income | 32,882 | 78,171 | 567,829 | 593,250 |
| | Less: Non-operating expenses | 4,598 | 3,566 | 38,760 | 9,863 |
| | Including: Net loss arising from disposal of non-current assets | | | | |
| IV. | Total profit (loss is represented by “-” sign) | -2,353,103 | 1,056,933 | -2,263,188 | 1,141,326 |
| | Less: Income tax expenses | 24,591 | 34,551 | 71,905 | 102,967 |
| V. | Net profit (loss is represented by “-” sign) | -2,377,694 | 1,022,382 | -2,335,093 | 1,038,358 |
| | Net profits attributable to owners of Company | -2,333,847 | 976,484 | -2,292,226 | 1,034,696 |
| | Gains or losses from minority interests | -43,847 | 45,898 | -42,867 | 3,663 |
| VI. | Earnings per share: | | | | |
| | (I) Basic | -0.4795 | 0.2006 | -0.4710 | 0.2126 |
| | (II) Diluted | -0.4795 | 0.2006 | -0.4710 | 0.2126 |

Legal representative of the Company: Mr. Li Fenghua, chairman of the Board of the Company

Officer-in-charge of accounting: Mr. Cao Jianxiong, president of the Company, and Mr. Luo Weide, chief financial officer

Officer-in-charge of the accounting department: Mr. Wu Longxue, general manager of the accounting department

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**Income Statement of the Company***Unit: RMB'000 (Unaudited)*

Prepared by China Eastern Airlines Corporation Limited

| Items | | Amounts for | Amounts for | Amounts for | Amounts for |
|-------------|--|-------------|-------------|-------------|-------------|
| | | the period | the | the period | the period |
| | | (July to | (July to | (January to | (January to |
| | | September) | September) | September) | September) |
| I. | Revenue from operations | 8,259,857 | 10,093,000 | 24,792,595 | 25,903,370 |
| | Less: Operating cost | 8,629,999 | 7,852,529 | 24,339,019 | 21,904,313 |
| | Business taxes and other surcharges | 202,647 | 238,569 | 585,772 | 609,702 |
| | Selling expenses | 486,853 | 684,601 | 1,506,035 | 1,668,974 |
| | Administrative expenses | 440,715 | 437,489 | 1,210,620 | 1,127,948 |
| | Finance expenses | 349,106 | 59,470 | -553,390 | 101,901 |
| | Impairment loss of assets | -3,896 | 16,500 | 28,634 | 73,397 |
| | Add: Gains from changes in fair value (loss is represented by "-" sign) | -270,806 | 20,425 | 18,413 | 107,667 |
| | Investment income (loss is represented by "-" sign) | 13,970 | 30,997 | 198,867 | 74,555 |
| | Including: Gains arising from investments in associated companies and joint ventures | | | | |
| II. | Profit from operations (loss is represented by "-" sign) | -2,102,403 | 855,262 | -2,106,815 | 599,357 |
| | Add: Non-operating income | 25,224 | 66,038 | 285,853 | 545,961 |
| | Less: Non-operating expenses | 3,908 | 2,933 | 36,754 | 7,591 |
| | Including: Net loss arising from disposal of non-current assets | | | | |
| III. | Total profit (loss is represented by "-" sign) | -2,081,087 | 918,367 | -1,857,716 | 1,137,727 |
| | Less: Income tax expenses | | 16,500 | | 49,500 |
| IV. | Net profit (loss is represented by "-" sign) | -2,081,087 | 901,867 | -1,857,716 | 1,088,227 |

Legal representative of the Company: Mr. Li Fenghua, chairman of the Board of the Company

Officer-in-charge of accounting: Mr. Cao Jianxiong, president of the Company, and Mr. Luo Weide, chief financial officer

Officer-in-charge of the accounting department: Mr. Wu Longxue, general manager of the accounting department

12

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008**4.3 Consolidated Cash Flow Statement***January to September 2008**Unit: RMB'000 (Unaudited)*

Prepared by China Eastern Airlines Corporation Limited

| Items | | Amounts for the | Amounts for the |
|-----------|---|--|---|
| | | period from the beginning of the year to the end of the reporting period | period from the beginning of the previous year to the end of the previous reporting period |
| | | (January to September) | (January to September) |
| I. | Cash flows from operating activities: | | |
| | Cash received from sales of goods, provision of services | 31,510,060 | 31,622,128 |
| | Net increase in deposits from clients and placements from other banks | | |
| | Net increase in borrowings from central bank | | |
| | Net increase in contributions made to other financial institutions | | |
| | Cash received from premiums of original insurance contracts | | |
| | Net cash receipt from reinsurance operations | | |
| | Net increase in reserve of the insured and investment | | |
| | Net increase in trading financial assets | | |
| | Cash received from interests, fees and commission | | |
| | Net increase in contributions | | |
| | Net increase in cash from repurchase operations | | |
| | Refund of tax and levy | | |
| | Other cash received relating to operating activities | 471,691 | 918,028 |
| | Subtotal of cash inflows of operating activities | 31,981,751 | 32,540,156 |
| | Cash paid for goods purchased, services rendered | 23,348,359 | 22,337,781 |
| | Net increase in loans and advances to clients | | |
| | Net increase in deposits to central bank and | | |

| | | | |
|------------|--|------------|------------|
| | to other banks | | |
| | Cash payment of claims under original insurance contracts | | |
| | Cash payment of interests, fees and commission | | |
| | Cash payment of bonus paid to insurance policy | | |
| | Cash paid to or on behalf of employees | 4,337,868 | 2,801,909 |
| | Tax paid | 1,632,513 | 1,423,840 |
| | Other cash paid in relation to operating activities | 1,005,062 | 488,150 |
| | Subtotal of cash outflows of operating activities | 30,323,802 | 27,051,680 |
| | Net cash flows from operating activities | 1,657,949 | 5,488,476 |
| II. | Cash flows from investing activities: | | |
| | Cash received from investments | 38,972 | |
| | Cash from investment income | 4,116 | 5,432 |
| | Net cash from disposal of fixed assets, intangible assets and other long-term assets | 1,797,704 | 51,940 |
| | Net cash from disposal of subsidiaries and other business units | | |
| | Other cash received from investing activities | | |
| | Subtotal of cash inflows of investment activities | 1,840,792 | 57,372 |
| | Cash paid to purchase of fixed assets, intangible assets and other long-term assets | 6,442,700 | 2,004,339 |
| | Cash paid to investments | 384,186 | 92,415 |
| | Net increase in pledged loans | | |
| | Net cash from subsidiaries and other business units | | |
| | Cash payments relating to other investments | 30,000 | 30,000 |
| | Subtotal of cash outflows of investment activities | 6,836,886 | 2,126,754 |
| | Net cash flows from investing activities | -4,996,094 | -2,069,382 |

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008

| Items | | Amounts for the period from the beginning of the year to the end of the reporting period | Amounts for the period from the beginning of the previous year to the end of the previous reporting period |
|-------------|---|--|--|
| | | (January to September) | (January to September) |
| III. | Cash flows from financing activities: | | |
| | Cash received from investments | | |
| | Including: Cash received from investments of minority shareholders through subsidiaries | | |
| | Cash received from borrowings | 21,164,117 | 12,115,147 |
| | Cash received from issue of debentures | | |
| | Other cash relating to financing activities | 4,400,265 | 3,645,782 |
| | Subtotal of cash inflows of financing activities | 25,564,382 | 15,760,929 |
| | Cash repaid to amounts borrowed | 12,786,317 | 12,503,370 |
| | Cash payments for distribution of dividends, profits or interest expenses | 2,028,546 | 1,668,718 |
| | Including: Dividends and profit paid to minority shareholders by subsidiaries | | |
| | Other cash payments relating to financing activities | 5,695,360 | 5,107,529 |
| | Subtotal of cash outflows of financing activities | 20,510,223 | 19,279,617 |
| | Net cash flows from financing activities | 5,054,159 | -3,518,688 |
| IV. | Effect of exchange rate changes on cash and cash equivalents | -54,791 | 116,198 |
| V. | Net increase in cash and cash equivalents | 1,661,223 | 16,604 |
| | Add: Balance of cash and cash equivalents at the beginning of the period | 1,655,244 | 1,987,485 |
| VI. | Balance of cash and cash equivalents at the end of the period | 3,316,467 | 2,004,089 |

Legal representative of the Company: Mr. Li Fenghua, chairman of the Board of the Company

Officer-in-charge of accounting: Mr. Cao Jianxiong, president of the Company, and Mr. Luo Weide, chief financial officer

Officer-in-charge of the accounting department: Mr. Wu Longxue, general manager of the accounting department

Cash Flow Statement of the Company

January to September 2008

Unit: RMB'000 (Unaudited)

Prepared by China Eastern Airlines Corporation Limited

| Items | | Amounts for the period from the beginning of the year to the end of the reporting period | Amounts for the period from the beginning of the previous year to the end of the previous reporting period |
|-----------|--|--|--|
| | | (January to September) | (January to September) |
| I. | Cash flows from operating activities: | | |
| | Cash received from sales of goods, provision of services | 25,382,436 | 25,780,450 |
| | Refund of tax and levy | | |
| | Other cash received relating to operating activities | 378,511 | 1,628,367 |
| | Subtotal of cash inflows of operating activities | 25,760,947 | 27,408,818 |
| | Cash paid for goods purchased, services rendered | 18,297,250 | 17,923,754 |
| | Cash paid to or on behalf of employees | 3,483,618 | 2,244,989 |
| | Tax paid | 1,247,603 | 1,023,316 |
| | Other cash paid in relation to operating activities | 750,878 | 1,047,120 |
| | Subtotal of cash outflows of operating activities | 23,779,349 | 22,239,179 |
| | Net cash flows from operating activities | 1,981,598 | 5,169,639 |

Stock Code: 600115

CHINA EASTERN AIRLINES
CORPORATION LIMITEDTHIRD QUARTERLY REPORT
2008

| Items | | Amounts for the period from the beginning of the year to the end of the reporting period | Amounts for the period from the beginning of the previous year to the end of the previous reporting period |
|-------------|---|---|---|
| | | (January to September) | (January to September) |
| II. | Cash flows from investing activities: | | |
| | Cash received from investments | 38,972 | |
| | Cash from investment income | 124,324 | 118,626 |
| | Net cash from disposal of fixed assets, intangible assets and other long-term assets | 46,735 | 28,051 |
| | Net cash from disposal of subsidiaries and other business units | | |
| | Other cash received from investing activities | | |
| | Subtotal of cash inflows of investment activities | 210,031 | 146,677 |
| | Cash paid to purchase of fixed assets, intangible assets and other long-term assets | 6,354,118 | 1,828,832 |
| | Cash paid to investments | 384,186 | 92,415 |
| | Net cash from subsidiaries and other business units | | |
| | Cash payments relating to other investments | 30,000 | 30,000 |
| | Subtotal of cash outflows of investment activities | 6,818,304 | 1,951,247 |
| | Net cash flows from investing activities | -6,608,273 | -1,804,570 |
| III. | Cash flows from financing activities: | | |
| | Cash received from investments | | |
| | Cash received from borrowings | 19,296,010 | 11,457,791 |
| | Other cash relating to financing activities | 4,400,265 | 3,191,505 |
| | Subtotal of cash inflows of financing activities | 23,696,275 | 14,649,296 |
| | Cash repaid to amounts borrowed | 11,372,788 | 11,518,894 |
| | Cash payments for distribution of dividends, profits or interest expenses | 1,690,835 | 1,466,381 |
| | Other cash payments relating to financing activities | 4,884,544 | 4,890,609 |
| | Subtotal of cash outflows of financing activities | 17,948,167 | 17,875,884 |
| | Net cash flows from financing activities | 5,748,108 | -3,226,588 |
| IV. | Effect of exchange rate changes on cash and cash equivalents | -50,069 | 77,139 |
| V. | Net increase in cash and cash equivalents | 1,071,364 | 215,620 |

| | | | |
|------------|--|-----------|-----------|
| | Add: Balance of cash and cash equivalents at the beginning of the period | 1,040,897 | 1,109,833 |
| VI. | Balance of cash and cash equivalents at the end of the period | 2,112,261 | 1,325,453 |

Legal representative of the Company: Mr. Li Fenghua, chairman of the Board of the Company

Officer-in-charge of accounting: Mr. Cao Jianxiong, president of the Company, and Mr. Luo Weide, chief financial officer

Officer-in-charge of the accounting department: Mr. Wu Longxue, general manager of the accounting department