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中国南方航空股份有限公司 CHINA SOUTHERN AIRLINES COMPANY LIMITED

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1055)

THIRD QUARTERLY REPORT OF 2024

Summary

The quarterly financial report for the third quarter of 2024 (i.e. the three months ended 30 September 2024, the “**reporting period**”) of China Southern Airlines Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) was prepared in accordance with the PRC Accounting Standards and was unaudited.

This announcement is published pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

IMPORTANT NOTICE:

The board of directors (the “**Board**”) and the supervisory committee of China Southern Airlines Company Limited (the “**Company**”) and its directors (the “**Directors**”), supervisors and senior management warrant the truthfulness, accuracy and completeness of the content contained in this quarterly report, and the report does not contain inaccurate or misleading statements or material omission, and jointly and severally accept full legal responsibility.

The responsible person of the Company, Mr. Ma Xu Lun (Chairman), the responsible person of the accounting of the Company, Mr. Chen Dong (Executive Vice President, Chief Accountant and Chief Financial Officer of the Company), and the responsible person of the accounting department, Ms. Mao Juan (General Manager of Finance Department) warrant the truthfulness, accuracy and completeness of the financial statements contained in this quarterly report.

Whether the Third Quarterly Financial Statements have been audited

Yes No

I. MAJOR ACCOUNTING DATA

(I) Principal accounting data and financial indicators

Unit: Million Currency: RMB

Items	The reporting period	Increase/(decrease) as compared with the corresponding period last year (%)	Nine months ended 30 September 2024	Increase/(decrease) as compared with the corresponding period last year (%)
Operating revenue	49,871	4.64	134,661	12.70
Net profit attributable to shareholders of the Company	3,193	-23.89	1,965	48.86
Net profit attributable to shareholders of the Company after deducting non-recurring gains and losses	2,885	-24.26	-579	283.44
Net cash flows generated from operating activities	N/A	N/A	26,857	-27.37
Basic earnings per share (RMB/share)	0.18	-21.74	0.11	57.14
Diluted earnings per share (RMB/share)	0.18	-14.29	0.11	120.00
Weighted average return on net assets (%)	8.59	A decrease of 1.84 percentage points	5.29	An increase of 2.13 percentage points
		As at the end of the reporting period	As at the end of last year	Increase/(decrease) as compared with that of the end of last year (%)
Total assets		315,952	309,226	2.18
Equity attributable to shareholders of the Company		38,677	36,784	5.15

Note: The “reporting period” and the same expressions hereafter mentioned refer to the three-months period from the beginning to the end of the third quarter of 2024.

(II) Non-recurring gains and losses

Unit: Million Currency: RMB

Items	Amount for the reporting period	Amount for the period from the beginning of the year to the end of the reporting period
Gain or loss on disposal of non-current assets, including the write-off of previously accrued asset impairment provisions	91	332
Government grants recorded in the income statement for the current period, but exclusive of government grants which are closely related to the normal business of the Company, compliant with national policy regulations, received in accordance with established standards, and having a continuous impact on the company's profit or loss	3	45
In addition to valid hedging business related to the company's normal operating business, the fair value change gains and losses arising from the holding of financial assets and financial liabilities, as well as the gains and losses from the disposal of financial assets and financial liabilities, by non-financial enterprises	42	201
Other non-operating income and expenses other than the above	198	2,222
Less: Effect of income tax	14	72
Effect on non-controlling interests after taxation	12	184
Total	308	2,544

The Company shall explain the reasons for recognizing items not listed in “The No.1 Explanatory Announcement Regarding Information Disclosure for Companies Issuing Securities Publically – Non-Recurring Gains and Losses” as non-recurring gains and losses items with significant amounts, as well as the reasons for defining any non-recurring gains and losses items as listed in the “The No.1 Explanatory Announcement Regarding Information Disclosure for Companies Issuing Securities Publically – Non-Recurring Gains and Losses” as recurring gains and losses items.

Applicable Not applicable

(III) Changes to major accounting data and financial indicators and reasons

✓ Applicable Not applicable

Items	Percentage of change (%)	Main reason(s)
Net profit attributable to shareholders of the Company – Nine months ended 30 September 2024	48.86	Net profit attributable to shareholders of the Company has increased, mainly due to the strong demand in the aviation market and the increase in operating income during the nine months ended 30 September 2024 as compared with the same period last year
Net profit attributable to shareholders of the Company after deducting non-recurring gains and losses – Nine months ended 30 September 2024	283.44	Net loss attributable to shareholders of the Company after deducting non-recurring gains and losses has increased, mainly due to the substantial increase in non-operating income categorized as non-recurring gains and losses during the nine months ended 30 September 2024 as compared with the same period last year
Basic earnings per share (RMB/share) – Nine months ended 30 September 2024	57.14	Net profit attributable to shareholders of the Company has increased, mainly due to the strong demand in the aviation market and the increase in operating income during the nine months ended 30 September 2024 as compared with the same period last year
Diluted earnings per share (RMB/share) – Nine months ended 30 September 2024	120.00	Net profit attributable to shareholders of the Company has increased, mainly due to the strong demand in the aviation market and the increase in operating income during the nine months ended 30 September 2024 as compared with the same period last year
Weighted average return on net assets (%) – Nine months ended 30 September 2024	An increase of 2.13 percentage points	Net profit attributable to shareholders of the Company has increased, mainly due to the strong demand in the aviation market and the increase in operating income during the nine months ended 30 September 2024 as compared with the same period last year

II. INFORMATION OF SHAREHOLDERS

(I) Total number of ordinary shareholders and number of preference shareholders with restored voting rights and shareholdings of the top ten shareholders

Unit: Share

Total number of ordinary shareholders as at the end of the reporting period	152,747	Total number of preference shareholders with restored voting rights as at the end of the reporting period (if any)	Not applicable			
Shareholdings of the top ten shareholders						
Name of shareholder	Capacity of shareholder	Total number of shares held at the end of the reporting period	Shareholding percentage at the end of the reporting period (%)	Number of shares subject to trading restrictions at the end of the reporting period	Status of pledged, marked or frozen shares	
					Status of shares	Number of shares
China Southern Air Holding Company Limited	State-owned legal entity	9,404,468,936	51.90	803,571,428	No	0
Nan Lung Holding Limited	State-owned legal entity	2,612,124,036	14.41	0	No	0
HKSCC Nominees Limited	Overseas legal entity	1,751,025,727	9.66	0	Not known	-
Hong Kong Securities Clearing Company Limited	Overseas legal entity	588,413,319	3.25	0	No	0
China Securities Finance Corporation Limited	State-owned legal entity	320,484,148	1.77	0	No	0
American Airlines, Inc	Overseas legal entity	270,606,272	1.49	0	No	0
China National Aviation Fuel Group Limited	State-owned legal entity	261,685,354	1.44	0	No	0
Spring Airlines Co., Ltd.	Domestic non-State – owned legal entity	140,531,561	0.78	0	No	0
Industrial and Commercial Bank of China Limited – Huatai-pinebridge CSI 300 Traded Open-End Index Securities Investment Fund	Other	103,847,141	0.57	0	No	0
China Structural Reform Fund Corporation Limited	Domestic non-State – owned legal entity	100,582,508	0.56	0	No	0

Particulars of the top ten shareholders not subject to trading restrictions			
Name of shareholder	Number of tradable shares not subject to selling restrictions	Type and number of shares	
		Type of shares	Number of shares
China Southern Air Holding Company Limited	8,600,897,508	RMB ordinary shares	8,600,897,508
Nan Lung Holding Limited	2,612,124,036	Overseas-listed foreign shares	2,612,124,036
HKSCC Nominees Limited	1,751,025,727	Overseas-listed foreign shares	1,751,025,727
Hong Kong Securities Clearing Company Limited	588,413,319	RMB ordinary shares	588,413,319
China Securities Finance Corporation Limited	320,484,148	RMB ordinary shares	320,484,148
American Airlines, Inc.	270,606,272	Overseas-listed foreign shares	270,606,272
China National Aviation Fuel Group Limited	261,685,354	RMB ordinary shares	261,685,354
Spring Airlines Co., Ltd.	140,531,561	RMB ordinary shares	140,531,561
Industrial and Commercial Bank of China Limited – Huatai-pinebridge CSI 300 Traded Open-End Index Securities Investment Fund	103,847,141	RMB ordinary shares	103,847,141
China Structural Reform Fund Corporation Limited	100,582,508	RMB ordinary shares	100,582,508
Explanation of the related party relationship or concert party relationship of the above shareholders	China Southern Air Holding Company Limited held in aggregate 2,648,836,036 H shares of the Company through its wholly-owned subsidiaries in Hong Kong, namely Nan Lung Holding Limited and Perfect Lines (Hong Kong) Limited. The Company is not aware of any other related party relationship between other shareholders.		
Explanation on the top ten shareholders and the top ten shareholders not subject to trading restrictions who have participated in the business of margin financing and securities lending and margin refinancing (if any)	Spring Airlines Co., Ltd. and Industrial and Commercial Bank of China Limited – Huatai-pinebridge CSI 300 Traded Open-End Index Securities Investment Fund participated in the refinancing business. The lending balances at the beginning of the period were 235,200 shares and 109,000 shares respectively, and the lending balances at the end of the period were both 0.		

III. IMPORTANT INFORMATION

Other important information related to the Company's business performance during the reporting period should be brought to the attention of the investors

✓ Applicable Not applicable

Status on the guarantees provided for the SPVs of the Company as of the date of this report:

No.	Established SPVs	Actually Provided (Yes/no)	Guaranteed Amount (US\$100 million)
1	China Southern Airlines No. 1	Yes	1.50
2	China Southern Airlines No. 2	Yes	1.40
3	China Southern Airlines No. 3	Yes	3.28
4	China Southern Airlines No. 5	Yes	0.92
5	China Southern Airlines No. 9	Yes	5.88
6	China Southern Airlines No. 10	Yes	5.17
7	China Southern Airlines No. 11	Yes	2.98
8	China Southern Airlines No. 15	Yes	3.11
9	China Southern Airlines No. 16	Yes	5.26
10	China Southern Airlines No. 18	Yes	2.50
11	China Southern Airlines No. 19	Yes	0.51
12	China Southern Airlines No. 20	Yes	0.51
13	China Southern Airlines No. 21	Yes	0.48
14	China Southern Airlines No. 22	Yes	0.48
15	China Southern Airlines No. 23	Yes	0.48
16	China Southern Airlines No. 25	Yes	2.04
17	China Southern Airlines No. 26	Yes	4.73
18	Chongqing Airlines No.1	Yes	3.52
19	Chongqing Airlines No.2	Yes	0.32

No.	Established SPVs	Actually Provided (Yes/no)	Guaranteed Amount (US\$100 million)
20	Xiamen Airlines No.1	Yes	0.66
21	Xiamen Airlines No.2	Yes	0.10
22	Xiamen Airlines No.3	Yes	0.10
23	Xiamen Airlines No.4	Yes	0.19
24	Xiamen Airlines No.5	Yes	0.19
25	Xiamen Airlines No.6	Yes	0.20
26	Xiamen Airlines No.7	Yes	0.11
27	Xiamen Airlines No.8	Yes	0.19
28	Xiamen Airlines No.9	Yes	0.19
29	Xiamen Airlines No.10	Yes	0.19
30	Xiamen Airlines No.11	Yes	0.19
31	Xiamen Airlines No.12	Yes	0.08
32	Xiamen Airlines No.13	Yes	0.19
33	Xiamen Airlines No.14	Yes	0.18
34	Xiamen Airlines No.15	Yes	0.18
35	Xiamen Airlines No.16	Yes	0.12
36	Xiamen Airlines No.17	Yes	0.08
37	Xiamen Airlines No.18	Yes	0.67
Total	/	/	48.88
<i>Note</i>	<p><i>During the reporting period, the aircraft leasing model corresponding to China Southern Airlines No. 8 changed, and the corresponding guarantee liability of US\$35 million was released.</i></p> <p><i>The total guarantee amounts actually provided for the aforementioned 37 SPVs by the Company and its subsidiaries, i.e. Xiamen Airlines and Chongqing Airlines, are US\$4.888 billion (equivalent to approximately RMB34.252 billion, calculated based on the Renminbi central parity rate of US\$1=RMB7.0074 published by the People's Bank of China on 30 September 2024), which are within the scope of the authorized guarantee amount approved by the general meeting of the Company.</i></p>		

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of audit opinion

Applicable Not applicable

(II) Financial statements

Consolidated Balance Sheet

As at 30 September 2024

Prepared by: China Southern Airlines Company Limited

Unit: Million Currency: RMB Audit type: Unaudited

Items	30 September 2024	31 December 2023
Current assets:		
Cash at bank and on hand	11,535	9,924
Settlement provisions		
Loans to banks and other financial institutions		
Held-for-trading financial assets	2,628	3,157
Derivative financial assets	–	4
Bills receivable	–	2
Accounts receivable	4,514	3,322
Receivables financing		
Prepayments	695	695
Premiums receivable		
Reinsurance accounts receivable		

Items	30 September 2024	31 December 2023
Reinsurance contract reserves receivable		
Other receivables	2,860	1,640
Including: Interest receivable		
Dividends receivable		
Financial assets purchased with agreement to resale		
Inventories	1,987	1,565
Contract assets		
Assets held for sale	243	-
Non-current assets due within one year	175	180
Other current assets	7,397	7,252
Total current assets	32,034	27,741
Non-current assets:		
Loans and advances		
Debt investments		
Other debt investments		
Long-term receivables	449	559
Long-term equity investments	6,957	6,718
Other equity instrument investments	374	547
Other non-current financial assets	3,112	3,122
Investment properties	568	524
Fixed assets	97,891	93,076
Construction in progress	35,281	34,199
Productive biological assets		
Oil and gas assets		
Right-of-use assets	117,584	122,131
Intangible assets	6,854	6,629

Items	30 September 2024	31 December 2023
Development expenses		
Goodwill		
Long-term deferred expenses	426	517
Deferred tax assets	12,459	12,280
Other non-current assets	1,963	1,183
Total non-current assets	283,918	281,485
Total assets	315,952	309,226
Current liabilities:		
Short-term borrowings	41,547	51,362
Borrowings from the central bank		
Loans from other banks		
Held-for-trading financial liabilities		
Derivative financial liabilities	861	907
Bills payable	120	236
Accounts payable	20,532	19,722
Transportation documents settlement	7,998	7,179
Contract liabilities	1,588	1,509
Funds from selling out and repurchasing financial assets		
Receipts of deposits and deposits from other banks		
Accounts payable to brokerage customers		
Proceeds from underwriting securities received on behalf of customers		
Employee benefits payable	4,855	4,968

Items	30 September 2024	31 December 2023
Taxes payable	870	802
Other payables	9,384	8,969
Including: Interest payable		
Dividends payable		
Fees and commissions payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	37,693	33,782
Other current liabilities	10,896	-
Total current liabilities	136,344	129,436
Non-current liabilities:		
Reserves for insurance contracts		
Long-term borrowings	36,376	38,130
Bonds payable	12,492	12,392
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	66,437	69,232
Long-term payables	24	100
Long-term salaries payable		
Accrued liabilities		
Deferred income	813	752
Deferred tax liabilities	23	23
Other non-current liabilities	7,887	7,164
Total non-current liabilities	124,052	127,793
Total liabilities	260,396	257,229

Items	30 September 2024	31 December 2023
Owners' equity (or shareholders' equity):		
Share capital (or issued capital)	18,121	18,121
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	52,756	52,756
Less: Inventory shares		
Other comprehensive income	144	216
Specific reserve		
Surplus reserve	2,579	2,579
General risk reserve		
Retained earnings	-34,923	-36,888
Total equity attributable to shareholders of the Company	38,677	36,784
Non-controlling interests	16,879	15,213
Total owners' equity (or shareholders' equity)	55,556	51,997
Total liabilities and owners' equity (or shareholders' equity)	315,952	309,226

Responsible person of
the Company:
Ma Xu Lun

Responsible person of the
accounting of the Company:
Chen Dong

Responsible person of the
accounting department:
Mao Juan

Consolidated Income Statement
For the nine months ended 30 September 2024

Prepared by: China Southern Airlines Company Limited

Unit: Million Currency: RMB Audit type: Unaudited

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
I. Total revenue	134,661	119,491
Including: Operating revenue	134,661	119,491
Interest income		
Premiums earned		
Fees and commissions income		
II. Total operating costs	134,048	119,954
Including: Cost of sales	120,738	106,356
Interest expense		
Fees and commissions expense		
Surrender payment		
Net payment for insurance claim		
Net provisions for insurance liability		
Expenditure for insurance policy dividend		
Reinsurance costs		
Taxes and surcharges	451	370
Selling and administrative expenses	5,173	4,791
General and administrative expenses	3,018	2,744
Research and development expenses	380	377
Financial expenses	4,288	5,316
Including: Interest expenses	4,337	4,397
Interest income	155	319

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
Add: Other income	2,420	2,828
Investment income (“-” for losses)	-833	463
Including: Share of profit of associates and joint ventures	-856	449
Derecognition of income from financial assets at amortised cost		
Exchange gain (“-” for losses)		
Gain arising from net exposure hedge (“-” for losses)		
Gains arising from changes in fair value (“-” for losses)	201	574
Credit losses (“-” for losses)	-2	-7
Impairment losses on property, plant and equipment and right – of-use rights (“-” for losses)		
Gains on disposal of assets (“-” for losses)	332	249
III. Operating profit (“-” for losses)	2,731	3,644
Add: Non-operating income	2,315	385
Less: Non-operating expenses	91	63
IV. Total profits (“-” for total losses)	4,955	3,966
Less: Income tax expenses	1,270	1,196
V. Net profit (“-” for net losses)	3,685	2,770
(I) By continuity		
1. Net profit from continuing operations (“-” for net losses)	3,685	2,770
2. Net profit from discontinued operations (“-” for net losses)		
(II) By ownership		
1. Net profit attributable to shareholders of the Company (“-” for net losses)	1,965	1,320
2. Non-controlling interests (“-” for net losses)	1,720	1,450

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
VI. Other comprehensive income, net of tax	-130	-82
(I) Other comprehensive income (net of tax) attributable to shareholders of the Company	-72	-45
1. Items that will not be reclassified to profit or loss	-72	-46
(1) Change in defined benefit plans arising from re-measurement		
(2) Equity-accounted investees – share of other comprehensive income (non-recycling)		
(3) Changes in fair value of other equity instruments	-72	-46
(4) Change in fair value of the Company’s own credit risk		
2. Items that may be reclassified subsequently to profit or loss	-	1
(1) Equity-accounted investees-share of other comprehensive income (recycling)		
(2) Change in fair value of other debt investments		
(3) Financial assets reclassified into other comprehensive income		
(4) Provision for credit impairment of other debt investments		
(5) Cash flow hedge: fair value movement of derivative financial assets/liabilities		
(6) Translation differences arising on translation of foreign currency financial statements	-	1
(7) Others		
(II) Other comprehensive income (net of tax) attributable to non-controlling interests	-58	-37

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
VII. Total comprehensive income	3,555	2,688
(I) Attributable to shareholders of the Company	1,893	1,275
(II) Attributable to non-controlling interests	1,662	1,413
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.11	0.07
(II) Diluted earnings per share (RMB/share)	0.11	0.05

Responsible person of
the Company:
Ma Xu Lun

Responsible person of the
accounting of the Company:
Chen Dong

Responsible person of the
accounting department:
Mao Juan

Consolidated Cash Flow Statement
For the nine months ended 30 September 2024

Prepared by: China Southern Airlines Company Limited

Unit: Million Currency: RMB Audit type: Unaudited

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
I. Cash flows from operating activities:		
Proceeds from sale of goods and rendering of services	147,577	136,323
Net increase in customer and interbank deposits		
Net increase in borrowings from the central bank		
Net cash increase in placements from other financial institutions		
Cash received from premiums under original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits of policy holders and investment funds		
Cash received from interest, fees and commissions		
Net increase in capital due to banks and other financial institutions		
Net increase in cash received from repurchase business		
Net cash received by agents for trading in securities		
Refund of taxes and surcharges	187	274
Proceeds from other operating activities	4,376	2,248
Sub-total of operating cash inflows from operating activities	152,140	138,845

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
Payment for goods and services	98,731	76,415
Net increase in customer loans and advances to customers		
Net increase in deposits in the central bank and interbank deposits		
Cash paid for compensation payments under original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash paid for interest, fees and commissions		
Cash paid for insurance policy dividend		
Payment to and for employees	22,541	21,649
Payment of taxes and surcharges	3,380	3,233
Payment for other operating activities	631	569
Sub-total of cash outflows from operating activities	125,283	101,866
Net cash flows from operating activities	26,857	36,979
II. Cash flows from investment activities:		
Cash received from return of investments	909	93
Cash received on investment income	388	262
Net proceeds from disposal of fixed assets, intangible assets and other long-term assets	731	1,241
Net cash received from disposal of subsidiaries and other operating units		
Proceeds from other investing activities	140	340
Sub-total of cash inflows from investing activities	2,168	1,936
Payment for acquisition of fixed assets, intangible assets and other long-term assets	10,076	8,502
Cash paid for investment	2,704	67
Net increase in secured loans		
Net cash paid for acquisition of subsidiaries and other operating units		
Other cash paid relating to investing activities		
Sub-total of cash outflows from investment activities	12,780	8,569
Net cash flows from investing activities	-10,612	-6,633

Items	Nine months ended 30 September 2024	Nine months ended 30 September 2023
III. Cash flows from financing activities:		
Proceeds from investors	4	1,017
Including: Investment received from non-controlling interests	4	1,017
Proceeds from borrowings	34,654	33,486
Proceeds from other financing activities	18,451	10,714
Sub-total of cash inflows from financing activities	53,109	45,217
Repayments of borrowings	64,961	75,736
Payment for dividends, profit distributions or interest	4,312	5,468
Including: Dividends and profits paid to non-controlling shareholders of subsidiaries	-	932
Payment for other financing activities	74	82
Sub-total of cash outflows from financing activities	69,347	81,286
Net cash flows from financing activities	-16,238	-36,069
IV. Effect of changes in exchange rate on cash and cash equivalents	-24	25
V. Net increase in cash and cash equivalents	-17	-5,698
Add: Cash and cash equivalents at the beginning of the period	9,531	19,889
VI. Cash and cash equivalents at the end of the period	9,514	14,191

Responsible person of
the Company:
Ma Xu Lun

Responsible person of the
accounting of the Company:
Chen Dong

Responsible person of the
accounting department:
Mao Juan

(III) Adjustment to relevant items of the financial statements at the beginning of the first adoption year due to the first adoption of new accounting standard or interpretation of accounting standards in 2024

✓ Applicable □ Not applicable

Reasons for the adjustment of the financial statements at the beginning of the year

In 2024, the Group implemented the relevant provisions and guidelines of Accounting Standard for Business Enterprises issued by the Ministry of Finance in recent years, namely the ‘Classification of Current Liabilities and Non-current Liabilities’ outlined in Interpretation No. 17 on Accounting Standards for Business Enterprises (Cai Kuai [2023] No. 21) (《企業會計準則解釋第 17 號》(財會[2023]21 號)).

Consolidated Balance Sheet

Items	Unit: Million Currency: RMB		
	31 December 2023	01 January 2024	Adjustment
Current assets:			
Cash at bank and on hand	9,924	9,924	0
Settlement provisions			
Loans to banks and other financial institutions			
Held-for-trading financial assets	3,157	3,157	0
Derivative financial assets	4	4	0
Bills receivable	2	2	0
Accounts receivable	3,322	3,322	0
Receivables financing			
Prepayments	695	695	0
Premiums receivable			
Reinsurance accounts receivable			
Reinsurance contract reserves receivable			
Other receivables	1,640	1,640	0
Including: Interest receivable			
Dividends receivable	4	4	0
Financial assets purchased with agreement to resale			
Inventories	1,565	1,565	0
Contract assets			
Assets held for sale			

Items	31 December 2023	01 January 2024	Adjustment
Non-current assets due within one year	180	180	0
Other current assets	7,252	7,252	0
Total current assets	27,741	27,741	0
Non-current assets:			
Loans and advances			
Debt investments			
Other debt investments			
Long-term receivables	559	559	0
Long-term equity investments	6,718	6,718	0
Other equity instrument investments	547	547	0
Other non-current financial assets	3,122	3,122	0
Investment properties	524	524	0
Fixed assets	93,076	93,076	0
Construction in progress	34,199	34,199	0
Productive biological assets			
Oil and gas assets			
Right-of-use assets	122,131	122,131	0
Intangible assets	6,629	6,629	0
Development expenses			
Goodwill			
Long-term deferred expenses	517	517	0
Deferred tax assets	12,280	12,280	0
Other non-current assets	1,183	1,183	0
Total non-current assets	281,485	281,485	0
Total assets	309,226	309,226	0
Current liabilities:			
Short-term borrowings	51,362	51,362	0
Borrowings from the central bank			
Loans from other banks			
Held-for-trading financial liabilities			
Derivative financial liabilities	907	907	0

Items	31 December 2023	01 January 2024	Adjustment
Bills payable	236	236	0
Accounts payable	19,722	19,722	0
Transportation documents settlement	7,179	7,179	0
Contract liabilities	1,509	1,509	0
Funds from selling out and repurchasing financial assets			
Receipts of deposits and deposits from other banks			
Accounts payable to brokerage customers			
Proceeds from underwriting securities received on behalf of customers			
Employee benefits payable	4,968	4,968	0
Taxes payable	802	802	0
Other payables	8,969	8,969	0
Including: Interest payable			
Dividends payable	1	1	0
Fees and commissions payable			
Reinsurance accounts payable			
Liabilities held for sale			
Non-current liabilities due within one year	33,782	33,770	-12
Other current liabilities	-	5,510	5,510
Total current liabilities	129,436	134,934	5,498
Non-current liabilities:			
Reserves for insurance contracts			
Long-term borrowings	38,130	38,130	0
Bonds payable	12,392	6,894	-5,498
Including: Preferred shares			
Perpetual bonds			
Lease liabilities	69,232	69,232	0
Long-term payables	100	100	0
Long-term salaries payable			
Accrued liabilities			

Items	31 December 2023	01 January 2024	Adjustment
Deferred income	752	752	0
Deferred tax liabilities	23	23	0
Other non-current liabilities	7,164	7,164	0
Total non-current liabilities	127,793	122,295	-5,498
Total liabilities	257,229	257,229	0
Owners' equity (or shareholders' equity):			
Share capital (or issued capital)	18,121	18,121	0
Other equity instruments			
Including: Preferred shares			
Perpetual bonds			
Capital reserve	52,756	52,756	0
Less: Inventory shares			
Other comprehensive income	216	216	0
Specific reserve			
Surplus reserve	2,579	2,579	0
General risk reserve			
Retained earnings	-36,888	-36,888	0
Total equity attributable to shareholders of the Company	36,784	36,784	0
Non-controlling interests	15,213	15,213	0
Total owners' equity (or shareholders' equity)	51,997	51,997	0
Total liabilities and owners' equity (or shareholders' equity)	309,226	309,226	0

By order of the Board
China Southern Airlines Company Limited
Chen Wei Hua and Liu Wei
Joint Company Secretaries

Guangzhou, the People's Republic of China
28 October 2024

As at the date of this announcement, the Directors include Ma Xu Lun, Han Wen Sheng and Luo Lai Jun as executive Directors; and Pansy Catilina Chiu King Ho, Guo Wei and Zhang Jun Sheng as independent non-executive Directors.