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**DISCLOSEABLE TRANSACTION
IN RELATION TO PURCHASE OF AIRCRAFT**

DISCLOSEABLE TRANSACTION

The Board hereby announces that on 26 June 2026 (after trading hours), CSA Cargo, a subsidiary owned as to 55% by the Company, entered into the aircraft purchase agreement with Boeing to purchase five B777-8F aircraft and two B777F aircraft from Boeing. Pursuant to the aircraft purchase agreement, CSA Cargo also secured the right to purchase three additional B777-8F aircraft.

As the relevant percentage ratio for the Purchase with regards to the consideration test under Rule 14.07 of the Listing Rules is above 5% and less than 25%, the Purchase will constitute a discloseable transaction on a standalone basis. The Purchase is therefore subject to the reporting and announcement requirements and is exempt from the Shareholders' approval requirements under the Listing Rules.

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THE AGREEMENT

Parties

- (i) CSA Cargo, as the purchaser. The principal business activity of CSA Cargo is that of cargo and mail transportation.
- (ii) Boeing, a company incorporated in the State of Delaware of the United States of America, as the vendor. The principal business activity of Boeing is that of aircraft manufacturing. Boeing is listed on the New York Stock Exchange (NYSE: BA). To the best of the Directors' knowledge, information and belief having made all reasonable enquiry, each of Boeing and its ultimate beneficial owners is a third party independent of the Company and connected persons (as defined in the Listing Rules) of the Company, and is not a connected person of the Company.

Aircraft to be purchased

Five B777-8F aircraft and two B777F aircraft, all being new aircraft

Consideration

According to the information provided by Boeing, the catalogue price of each B777-8F aircraft and B777F aircraft is priced about US\$540 million and US\$458 million, respectively. The catalogue price of a total of five B777-8F aircraft and two B777F aircraft is approximately US\$3,618 million. Such catalogue price includes price for airframe and engine.

The Agreement was negotiated and entered into with customary business and industry practice. The aggregate actual consideration for the Boeing Aircraft, which is determined after an arm's length negotiation between the parties, is lower than the catalogue price as provided by Boeing because of the price concessions granted by Boeing in relation to the Boeing Aircraft. The Board (including the independent non-executive Directors) is of the view that there is no material impact of the price concessions obtained in the Purchase on the operating costs of the Group.

In respect of the Purchase, the Agreement contains confidentiality provisions restricting, among other things, disclosure of the consideration of the Purchase. In addition, consistent with the customary practice of the local aviation industry, the consideration for the purchase of the Boeing Aircraft is not customarily disclosed to the public. Disclosure of the actual consideration will result in the loss of the price concessions and hence a significant negative impact on the Group's cost for the Purchase and will therefore not be in the interest of the Company and its Shareholders as a whole. The Company has made an application to the Stock Exchange for, and the Stock Exchange has granted, a waiver from strict compliance with the relevant provisions under the Listing Rules in respect of the disclosure of the actual consideration for the Boeing Aircraft.

The Board is of the view that the extent of the price concessions granted to the Group in the Purchase is comparable with the price concessions that the Group had obtained in the past under previous similar transactions. The Company also believes that there is no material difference between the effect of the price concessions obtained in the Purchase and each of the previous purchase from Boeing on the Group's operating costs taken as a whole.

Payment and delivery terms

The aggregate consideration for the Purchase is payable by cash. The Boeing Aircraft will be delivered in stages to CSA Cargo during the period commencing from 2027 to 2034. The total consideration will be paid to Boeing in installments according to the respective delivery schedule for each of the relevant Boeing Aircraft from 2027 to 2034.

Source of funding

The Purchase will be funded by internal resources of the Group.

CONDITIONS PRECEDENT

The Purchase is subject to the approval of the relevant government authorities in the PRC.

REASONS FOR THE PURCHASE

The Board considers that cross-border e-commerce is currently and will continue to mature in

the foreseeable future, and industrial upgrading is accelerating the pace of going global. Meanwhile, major national strategies such as the development of the Guangdong-Hong Kong-Macao Greater Bay Area and the joint construction of the "Belt and Road" provided the Company and CSA Cargo with broader development opportunities. The Company and CSA Cargo are actively seizing development opportunities, maintaining steady growth in capacity share, and further optimizing their fleet structure. The Purchase will help enhance the profitability and core competitiveness of the Company and CSA Cargo.

The Directors (including the independent non-executive Directors) consider that the Purchase is in the ordinary and usual course of business of the Group, the terms of the Agreement are fair and reasonable, are on normal commercial terms and in the interests of the Company and its Shareholders as a whole.

IMPLICATION UNDER THE LISTING RULES

As the relevant percentage ratio for the Purchase with regards to the consideration test under Rule 14.07 of the Listing Rules is above 5% and less than 25%, the Purchase will constitute a discloseable transaction, there is subject the reporting and announcement requirements and is exempt from the Shareholders' approval requirements under the Listing Rules.

In respect of the three additional B777-8F aircraft that CSA Cargo has secured the right to acquire, as all the applicable percentage ratios are less than 5%, the securing of the right does not constitute a notifiable transaction under Chapter 14 of the Listing Rules.

The Purchase is also required to be disclosed pursuant to the relevant rules and regulations of the Shanghai Stock Exchange.

DEFINITIONS

In this announcement, the following expressions shall have the meanings set out below unless the context requires otherwise:

“Agreement”	the agreement entered into between Boeing and CSA Cargo on 26 June 2026, pursuant to which CSA Cargo agreed to purchase and Boeing agreed to sell five B777-8F aircraft and two B777F aircraft
“Articles of Association”	the articles of association of the Company, as amended from time to time
“Board”	the board of Directors
“Boeing”	the Boeing Company, the vendor to the Boeing Aircraft Acquisition Agreement
“Boeing Aircraft”	Five B777-8F aircraft and two B777F aircraft to be purchased by CSA Cargo pursuant to the Agreement
“China” or “PRC”	the People’s Republic of China and, for the purpose of this announcement, excludes Hong Kong, the Macau Special Administrative Region and Taiwan

“Company”	China Southern Airlines Company Limited, a company incorporated under the laws of the PRC whose H Shares and A Shares are listed on the Stock Exchange and the Shanghai Stock Exchange respectively
“CSA Cargo”	China Southern Air Cargo Co., Ltd., a subsidiary owned as to 55% by the Company
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries (as defined under the Listing Rules)
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Purchase”	the purchase of the Boeing Aircraft under the Agreement
“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	share of RMB1.00 each in the capital of the Company
“Shareholder(s)”	the holders of the Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“US dollars” or “US\$”	United States dollars, the lawful currency of the United States of America

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

26 June 2026

As at the date of this announcement, the Directors include Ma Xu Lun, Han Wen Sheng and Cai Zhi Zhou as executive Directors; Pansy Catilina Chiu King Ho, Guo Wei, Zhang Jun Sheng and Zhu Hai Ping as independent non-executive Directors; and Zhang Tao as Employee Director.