

CHINA SOUTHERN AIRLINES CO LTD  
Form 6-K  
November 01, 2006

**SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

**FORM 6-K**

**Report of Foreign Private Issuer**

**Pursuant to Rule 13a-16 or 15d-16 of  
the Securities Exchange Act of 1934**

For the month of October, 2006

**CHINA SOUTHERN AIRLINES COMPANY LIMITED**  
(Translation of registrant's name into English)

Jichang Road  
Guangzhou, Guangdong 510405  
People's Republic of China  
(Address of principal executive offices)

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

Form 20-F.  Form 40-F.

(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):  
82-\_\_\_\_\_.)

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China Southern Airlines Company Limited (the "Company") on October 27, 2006 published in two local newspapers in Hong Kong an announcement in Chinese and English, respectively, in relation to the Third Quarterly Report of the Company. A copy of the English announcement is included in this Form 6-K of the Company.

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**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 SOUTHERN AIRLINES COMPANY LIMITED

Date: November 1, 2006

By: /s/ Su Liang

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Name: Su Liang

Title: Company Secretary

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

## **THIRD QUARTERLY REPORT OF 2006**

### **SUMMARY**

The unaudited financial statements of the Company for the Third Quarterly Report were prepared in accordance with the PRC GAAP.

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

### **1 IMPORTANT NOTICE**

- 1.1 The directors of the Company (the "Directors") collectively and individually warrant that the information set out in this report does not contain any misrepresentation, misleading statement or material omission; and jointly and severally accept full responsibility as to the truthfulness, accuracy and completeness of the content herein.
- 1.2 Mr. Si Xian Min, who did not attend the board meeting because of business travel, appointed Mr. Xu Jie Bo to attend the board meeting on his behalf.
- 1.3 The financial statements of the Company for the Third Quarterly Report were unaudited.
- 1.4 Mr. Liu Shao Yong (Chairman), Mr. Si Xian Min (Chief of Accounting Work, President), Mr. Xu Jie Bo (Chief Financial Officer) and Mr. Xiao Li Xin (Chief of Accounting Department and General Manager of the Financial Department) of the Company, warrant that the Third Quarterly Report is true and complete.

## **2 BASIC PARTICULARS OF THE COMPANY**

### **2.1 Basic Information of the Company**

Stock abbreviation: China South Air  
Stock code: 600029 (A share), 1055 (H share), ZNH (ADS)

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	<b>Company Secretary</b>	<b>Securities Representative</b>
Name:	Su Liang	Lei Bin
Correspondence Address:	No. 278 Ji Chang Road, Guangzhou	No. 278 Ji Chang Road, Guangzhou
Telephone:	020-86124737, 86124462	020-86124737, 86124462
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## 2.2 Financial Information

### 2.2.1 Major Accounting Data and Financial Indices (Unaudited)

	<b>As at 30 September 2006</b>	<b>As at 31 December 2005</b>	<b>30 September 2006 compared to 31 December 2005 Change (%)</b>
Total assets ( <i>RMB' million</i> )	78,648	72,304	8.77
Shareholders' equity (excluding minority interests) ( <i>RMB' million</i> )	10,406	9,951	4.57
Net assets per share ( <i>RMB</i> )	2.38	2.28	4.39
Adjusted net assets per share ( <i>RMB</i> )	2.29	2.19	4.57

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	<b>For the period from 1 July 2006 to 30 September 2006</b>	<b>For the period from 1 January 2006 to 30 September 2006</b>	<b>Period from 1 July 2006 to 30 September 2006 compared to same period of 2005 Change (%)</b>
Net cash inflow from operating activities (RMB' million)	2,453	3,963	371.73
Earnings per share (RMB)	0.29	0.10	52.63
Return on net assets (%)	13.19	4.45	Increase of 5.89 percentage points
Return on net assets after extraordinary gains and losses (%)	13.07	3.03	Increase of 5.81 percentage points
<b>Extraordinary gains/losses</b>			<b>Amount</b> (RMB' million)
Subsidy income			103
Expired sales in advance of carriage			33
Others			35
Effect of the above on taxation			(26)
<b>Total</b>			<b>145</b>

## 2.2.2

## Unaudited Profit and Loss Account

Items	Consolidated		The Company	
	For the period from 1 July 2006 to 30 September 2006 (RMB' million)	For the period from 1 July 2005 to 30 September 2005 (RMB' million)	For the period from 1 July 2006 to 30 September 2006 (RMB' million)	For the period from 1 July 2005 to 30 September 2005 (RMB' million)
<b>Revenue from principal operations</b>	13,891	11,401	11,414	9,141
<i>Less:</i> Costs of principal operations	10,979	9,273	9,034	7,540
Business taxes and surcharges	364	328	285	252
<b>Profit from principal operations</b>	2,548	1,800	2,095	1,349
<i>Add:</i> Profit from other operations	46	45	47	26
<i>Less:</i> Selling expenses	735	814	607	647
General and administrative expenses	476	460	397	317
Financial expenses/(income)	30	(437)	(5)	(443)
<b>Operating profit</b>	1,353	1,008	1,143	854
<i>Add:</i> Investment income	10	102	120	98
Subsidy income	32	—	25	—
Non-operating income	8	8	7	6
<i>Less:</i> Non-operating expenses	25	5	7	5
<b>Profit before income tax</b>	1,378	1,113	1,288	953
<i>Less:</i> Income tax	28	119	—	101
Minority interests	62	142	—	—

<b>Net Profit</b>	1,288	852	1,288	852
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Items	Consolidated		The Company	
	For the period from 1 January 2006 to 30 September 2006	For the period from 1 January 2005 to 30 September 2005	For the period from 1 January 2006 to 30 September 2006	For the period from 1 January 2005 to 30 September 2005
	(RMB' million)	(RMB' million)	(RMB' million)	(RMB' million)
<b>Revenue from principal operations</b>	34,915	29,454	27,822	23,247
<i>Less:</i> Costs of principal operations	29,234	25,197	23,655	20,179
Business taxes and surcharges	916	846	699	640
<b>Profit from principal operations</b>	4,765	3,411	3,468	2,428
<i>Add:</i> Profit from other operations				