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UEN No: S99SS0111B  
GST Reg No: M90367530Y0Y

**Issuer:** China Aviation Oil (Singapore) Corporation Ltd

**Stock code:** G92

**Meeting details:**

Date: 27 April 2023

Time: 3.00 p.m.

Venue: Room 700, Stephen Riady Auditorium @NTUC, One Marina Boulevard, Singapore 018989

**Q1.** In FY2022, the total sales volume of jet fuel for Shanghai Pudong International Airport Aviation Fuel Supply Company Ltd (SPIA) decreased by 30.6% to 1.774 million metric tons (MT). The CEO's strategic report attributes this decline to the 81% reduction in passenger throughput at Pudong Airport due to the COVID-19 pandemic.

China eased its COVID restrictions and removed entry requirements in December 2022 and January 2023, resulting in expectations of improved business performance in 2023.

- (i) **How much insight does the group have into the day-to-day operations at SPIA and can management help shareholders understand how SPIA is capitalising on China's re-opening?**
- (ii) **What are the main factors that determine the number of flights at Pudong Airport?**
- (iii) **Based on management's knowledge, are there any operational bottlenecks in Pudong Airport or SPIA after three years of reduced activity?**
- (iv) Separately, the group consolidated CNAF Hong Kong Refuelling Limited ("CNAF HKR") after increasing its stake to 68%. **How will management work to enhance the performance of CNAF HKR?**
- (v) **Separately, can management help shareholders understand the financial instruments used in its hedging, such as the oil physical/paper derivative instruments, purchase contracts?**

**Q2.** The group, in its ongoing efforts to advance its sustainability objectives, is actively expanding its product offerings to include sustainable aviation fuel ("SAF"). It successfully obtained the necessary accreditations, specifically ISCC CORSIA and ISCC EU, in the second half of 2022 to more effectively participate in the SAF industry.

The company will actively source for supply resources in Asia and China Aviation Fuel (Europe) Limited will develop the sales channels at European airports.

- (i) **For the benefit of shareholders, could management provide more details on the types and sources of SAF, as well as the typical reduction in emissions achieved by using SAF?**
- (ii) **What is the company's strategy for securing supplies of SAF in Asia?**
- (iii) **Does the group possess a first mover advantage in SAF?**

**Q3.** The attendance of directors at board and board committee meetings is shown on page 104 of the annual report and reproduced below.

**Attendance at Meetings of the Board, Board Committees and Independent Directors for the financial year ended 31 December 2022:**

Name of Director	Board Meetings	Board Committee Meetings				Independent Directors' Meeting
		Audit	Nominating	Remuneration	Risk Management	
Gong Feng	4	N.A.	N.A.	N.A.	N.A.	N.A.
Teo Ser Luck	4	4	1	N.A.	3	1
Shi Lei <sup>1</sup>	4	N.A.	0	2	1	N.A.
Zhang Yuchen <sup>2</sup>	4	3	0	N.A.	2	N.A.
Wang Yanjun <sup>3</sup>	4	N.A.	N.A.	N.A.	N.A.	N.A.
Hee Theng Fong	4	4	N.A.	3	3	1
Fu Xingran	4	4	1	3	N.A.	1
Jeffrey Goh Mau Seong	4	N.A.	1	3	3	1
Richard Yang Minghui	4	4	N.A.	3	N.A.	N.A.
<b>Number of Meetings Held</b>	<b>4</b>	<b>4</b>	<b>1</b>	<b>3</b>	<b>3</b>	<b>1</b>

**Notes:**

- 1 Mr Shi Lei was unable to attend due to prior engagements.
- 2 Mr Zhang Yuchen was unable to attend due to prior engagements.
- 3 Mr Wang Yanjun retired as an Executive Director on 15 March 2023.

(Source: company annual report)

- (i) **Apart from than scheduling conflicts, were there any other extenuating circumstances that resulted in the directors being absent from the board committee meetings?**

It had been disclosed that all board meetings (including board committee meetings) for each year are scheduled in July of the preceding year to facilitate the directors' individual administrative arrangements regarding any competing commitments.

- (ii) **Would the effectiveness of the directors and the board committees be impaired if they have not attended the board meetings that were scheduled in advance?**
- (iii) **Separately, what were the key findings and recommendations from the most recent board evaluation?**

*Shareholders are welcome to use and/or adapt the questions prepared by SIAS and to forward them to the company.*

Can't attend the AGM or view the webcast? Check out the latest questions on the annual reports of listed companies on [SIAS website](#)

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