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中國民航信息網絡股份有限公司
TravelSky Technology Limited

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 00696)

**RENEWAL OF CONTINUING CONNECTED TRANSACTIONS:
XIAMEN AIRLINES DOMESTIC MAIL REVENUE ACCOUNTING
AND SETTLEMENT AGREEMENT**

References are made to the announcements of the Company dated 12 May 2009 and 18 August 2011 in relation to, among other things, the Domestic Mail Revenue Accounting and Settlement Agreement between ACCA and the relevant airlines companies (including Xiamen Airlines).

As the Domestic Mail Revenue Accounting and Settlement Agreement will expire on 31 December 2016, ACCA and Xiamen Airlines entered into the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement on 30 June 2016, pursuant to which ACCA will continue to provide Xiamen Airlines the Domestic Mail Revenue Accounting and Settlement Services for a term of three years ending 31 December 2019.

Xiamen Airlines is a connected person of the Company pursuant to Rule 14A.07(4) of the Listing Rules. As such, the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement and the transactions contemplated thereunder constitute connected transactions of the Company.

Since the highest Percentage Ratio with reference to the largest annual cap for the transactions under the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement on an aggregation basis is more than 0.1% but less than 5%, the transactions contemplated thereunder and the relevant annual caps are subject to the reporting, annual review and announcement requirements but exempt from the independent Shareholders' approval requirement of Chapter 14A of the Listing Rules.

I. XIAMEN AIRLINES DOMESTIC MAIL REVENUE ACCOUNTING AND SETTLEMENT AGREEMENT

References are made to the announcements of the Company dated 12 May 2009 and 18 August 2011 in relation to, among other things, the Domestic Mail Revenue Accounting and Settlement Agreement between ACCA and the relevant airlines companies (including Xiamen Airlines).

As the Domestic Mail Revenue Accounting and Settlement Agreement will expire on 31 December 2016, ACCA and Xiamen Airlines entered into the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement on 30 June 2016, pursuant to which ACCA will continue to provide Xiamen Airlines the Domestic Mail Revenue Accounting and Settlement Services for a term of three years ending 31 December 2019.

The principal terms of the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement are set out below:

Parties:	ACCA (as provider of the Domestic Mail Revenue Accounting and Settlement Services); and Xiamen Airlines (as recipient of the Domestic Mail Revenue Accounting and Settlement Services)
Date:	30 June 2016
Services:	Provision of stock control, sales control, sales audit, uplift revenue pro-ration, accounting processing, sales and uplift matching, clearing and settlement services
Service fee:	The system service fee is charged on a monthly basis. The service fee is based on the rate as set out in the agreement in which ACCA receives payment of 1.5% handling charges from Xiamen Airlines, and such fee is charged by reference to the relevant documents issued by the industry regulatory authorities
Term:	1 January 2017 to 31 December 2019

II. HISTORICAL TRANSACTION RECORDS

Set out below are the respective historical transaction amounts in relation to the Domestic Mail Revenue Accounting and Settlement Services provided by ACCA for Xiamen Airlines during the three years ended 31 December 2015 and four months ended 30 April 2016:

Year ended 31 December			Four months ended
2013	2014	2015	30 April 2016
<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
5,288.21	4,862	5,906	1,796
(equivalent to approximately HK\$6,240,088)	(equivalent to approximately HK\$5,737,160)	(equivalent to approximately HK\$6,969,080)	(equivalent to approximately HK\$2,119,280)

III. ANNUAL CAPS FOR THE PROVISION OF DOMESTIC MAIL REVENUE ACCOUNTING AND SETTLEMENT SERVICES

Set out below are the annual caps under the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement for the term of three years ending 31 December 2019:

Year ending 31 December		
2017	2018	2019
<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
6,600	6,950	7,300
(equivalent to approximately HK\$7,788,000)	(equivalent to approximately HK\$8,201,000)	(equivalent to approximately HK\$8,614,000)

The aforementioned annual caps are determined with reference to (i) the actual transaction amounts for the three years ended 31 December 2015 and four months ended 30 April 2016 as shown in the paragraph headed “II. Historical Transaction Records” in this announcement; (ii) the general growth of civil aviation tourism industry; (iii) the growth of relative business volume and the expansion of scale of Xiamen Airlines estimated by the Company.

IV. REASONS FOR AND BENEFITS OF THE CONTINUING CONNECTED TRANSACTIONS

ACCA will receive service fees for provision of the Domestic Mail Revenue Accounting and Settlement Services under the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement and thus such transactions will increase the total revenue of the Group.

The Directors (including the independent non-executive Directors) are of the view that the transactions under the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement are conducted in the ordinary and usual course of business of the Group and on normal commercial terms, and that the terms of the transactions and the relevant annual caps are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

V. IMPLICATIONS UNDER THE LISTING RULES

Xiamen Airlines is a subsidiary of Southern Holding which is a substantial Shareholder of the Company. Xiamen Airlines is therefore the connected person of the Company pursuant to Rule 14A.07(4) of the Listing Rules. As such, the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement and the transactions contemplated thereunder constitute connected transactions of the Company.

Since the highest Percentage Ratio with reference to the largest annual cap for the transactions under the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement on an aggregation basis is more than 0.1% but less than 5%, the transactions contemplated thereunder and the relevant annual caps are subject to the reporting, annual review and announcement requirements but exempt from the independent Shareholders' approval requirement of Chapter 14A of the Listing Rules.

Mr. Yuan Xin'an has abstained from voting on the resolution in relation to the Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement and the annual caps thereunder as he is a director of Southern Holding. Except for the above, none of the Directors has a material interest in this regard and none of them has abstained from voting on the relevant Board resolutions.

VI. GENERAL INFORMATION

Information on the Group

The Group is principally engaged in the provision of aviation information technology services in the PRC as well as provision of accounting, settlement and clearing services and information system development and support services to domestic and worldwide airline companies.

Information on Xiamen Airlines

Xiamen Airlines is principally engaged in the provision of civil aviation carriage in the PRC.

VII. DEFINITIONS

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

“ACCA”	中國航空結算有限責任公司 (Accounting Centre of China Aviation Limited Company), a wholly-owned subsidiary of the Company
“Board”	the board of Directors
“Company”	TravelSky Technology Limited, a company incorporated under the laws of the PRC whose shares are listed on the Main Board of the Stock Exchange and whose American depositary shares are traded on the over-the-counter market in the United States of America
“connected person”	has the same meaning as ascribed to it under the Listing Rules

“Director(s)”	the director(s) of the Company
“Domestic Mail Revenue Accounting and Settlement Agreement”	an agreement dated 30 July 1997 and entered into between ACCA as service provider and the relevant airlines companies as service recipients
“Domestic Mail Revenue Accounting and Settlement Services”	provision of stock control, sales control, sales audit, uplift revenue pro-ration, accounting processing, sales and uplift matching, clearing and settlement services
“Group”	the Company and its subsidiaries
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong Special Administrative Region
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Percentage Ratio(s)”	the percentage ratio(s) described under Rule 14.07 of the Listing Rules
“PRC”	the People’s Republic of China and, for the purpose of this announcement, excludes the Hong Kong Special Administrative Region and the Macau Special Administrative Region
“RMB”	Renminbi, the lawful currency of the PRC
“Shareholder(s)”	the shareholder(s) of the Company
“Southern Holding”	中國南方航空集團公司 (China Southern Air Holding Company*) which is a substantial Shareholder of the Company as at the date of the announcement
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary”	has the same meaning as ascribed to it under the Listing Rules
“Xiamen Airlines”	廈門航空有限公司 (Xiamen Airlines Company Limited), a subsidiary of Southern Holding
“Xiamen Airlines Domestic Mail Revenue Accounting and Settlement Agreement”	an agreement dated 30 June 2016 and entered into between ACCA as service provider and Xiamen Airlines as service recipient
“%”	per cent

* for identification purposes only

For the purpose of this announcement, unless otherwise indicated, the exchange rate at RMB1 = HK\$1.18 has been used, where applicable, for the purpose of illustration only and not constitute a representation that any amount have been, could have been or may be exchanged.

By the order of the Board
TravelSky Technology Limited
Cui Zhixiong
Chairman

Beijing, PRC
30 June 2016

As at the date of this announcement, the Board comprises:

Executive Directors: Mr. Cui Zhixiong (Chairman) and Mr. Xiao Yinhong;

*Non-executive Directors: Mr. Cao Jianxiong, Mr. Li Yangmin, and
Mr. Yuan Xin'an;*

*Independent non-executive Directors: Mr. Cheung Yuk Ming, Mr. Cao Shiqing and
Dr. Ngai Wai Fung.*