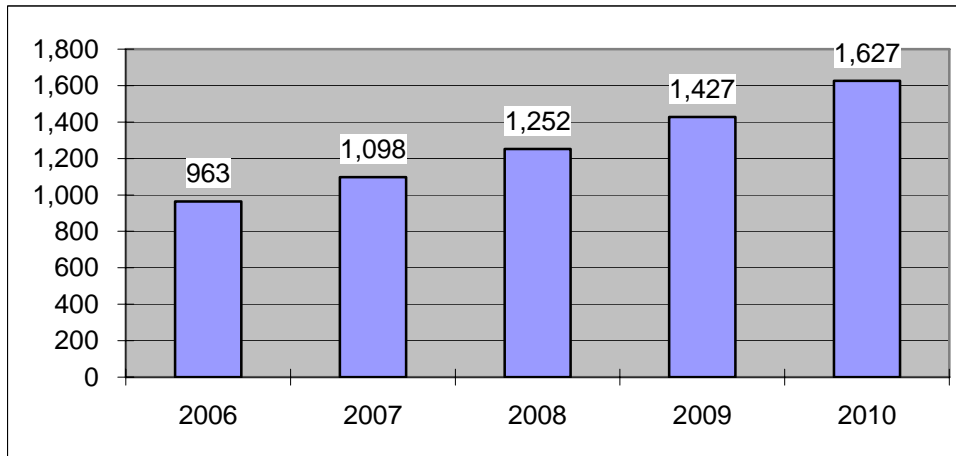




China's Aviation Market Flies High

China may present the greatest civil aviation market opportunity that has ever existed. In the first half of 2006, China's aviation industry posted a turnover of 13.83 billion ton-kilometers, up 15.7% from 2005. Moreover, the country's "Eleventh Five Year Plan" calls 14% annual growth in the number of civil aircraft for at least the next 5 years, as shown below.

Civil Aircraft in China, 2006~2010



Recently, Beijing officially approved Tianjin as China's "Industrial Base of Civil Aviation" (IBCA). About 2 hours drive from Beijing, Tianjin is the largest industrial city in North China and the second largest port in all China, and IBCA is the ONLY state-level industrial base for civil aviation in China.

Airbus announced recently that Tianjin was selected as the site for a final assembly line (FAL) for its A320 family of aircraft. Airbus evaluated many key cities, including Shanghai, Xi'an, and Zhuhai as well as Tianjin, and selected Tianjin based on multiple criteria such as facilities and amenities, port proximity, airport characteristics, labor and industrial capability, etc. It is now expected that Tianjin will soon become China's major civil aviation industrial base.

We are pleased to inform you the IBCA has officially appointed SCI as its US Representative. For many years, SCI has been providing turnkey sales, sourcing and production solutions in China for Western companies. Services include market and competitive intelligence, strategic positioning, establishing China operations (JV's and WFOEs), sourcing, and direct sales representation. We have successfully completed some 400 projects for about 90 companies. Moreover, we have also a created a new JV with the Construction Bureau of Tianjin and a major US design and architecture firm to provide comprehensive, turnkey green field services.

If you are interested in China's civil aviation market, SCI can help you seize this opportunity before it's too late. If you want to discuss your interests personally, please feel free to call me at (610) 828-8061. I look forward to hearing from you.