SAFRAN IN CHINA



SAFRAN IS AN INTERNATIONAL HIGH-TECHNOLOGY GROUP

operating in the aviation (propulsion, equipment and interiors),
defense and space markets. Safran has a global presence,
with more than 95,000 employees and sales of 21 billion euros
in 2018. Working alone or in partnership, Safran holds world or
European leadership positions in its core markets.
Safran undertakes research and development programs to meet
fast-changing market requirements, with total R&D expenditures of
around 1.5 billion euros in 2018.



Beijing

Safran Group China Representative Office Safran China Safran Helicopter Engines (Tianjin) Co., Ltd. Beijing Branch BSS TurboTech Ltd. Safran Landing Systems Asia Pte Ltd Beijing Representative Office

Guiyang

Safran Aircraft Engines (Guiyang) Co., Ltd.

Chengdu

Safran China Chengdu Branch Sichuan Services Aero-engine Maintenance Co., Ltd. (SSAMC) Aero Engine Maintenance Training Center (AEMTC)

Zhenjiang

Zodiac Aerospace Industry (Jiangsu) Co., Ltd.

Shanghai

Safran China Shanghai Branch Safran Aircraft Engines Suzhou Co., Ltd., Shanghai Branch Shanghai SAIFEI EWIS Manufacturing Co., Ltd.

Xi'an

Safran China Xi'an Branch Xi'an Savi Nacelles Co., Ltd. Xi'an CEA Safran Landing Systems Services Co., Ltd. (XIESA)

Tianjin

Safran Helicopter Engines (Tianjin) Co., Ltd. Safran Aircraft Engines Suzhou Co., Ltd., Tianjin Branch

Suzhou

Safran China Suzhou Branch Safran Landing Systems Suzhou Co., Ltd. Safran Aircraft Engines Suzhou Co., Ltd. Suzhou SME-CQ Automotive Safety Technology Co., Ltd.

SAFRAN AT THE FOREFRONT OF FRANCO-CHINESE COOPERATION



Building on more than a century of relations with China, Safran is now a major player in the Chinese civil aviation market, largely based on a sustained partnership policy and a local presence in all market segments. Over the past 40 years, Safran has formed strong ties with the major players in the Chinese aviation industry and this mutual trust has been rewarded by several strategic partnerships. Safran has

established strong partnerships with CAAC, all major Chinese airlines and key industrial players such as AVIC, AECC and COMAC. Safran not only is largely involved in major Chinese aircraft, helicopter and engine development programs: C919, ARJ21, MA600, MA700, AC311A, AC312, AC352, WZ16, etc, but also has established MRO facilities with major Chinese airlines such as Air China, China Eastern Airlines, etc.







MORE THAN 100 YEARS OF STRONG LOCAL PARTNERSHIP

- Safran's relationship with China starts with the first visit to France by a Chinese delegation. There, they witness a demonstration flight by a Blériot XI, powered by the Omega rotary engine made by Gnome, one of Safran's predecessor companies.
- Turbomeca (now Safran Helicopter Engines) turboshaft engines
 Turmo IIIC6 are sold to China to power 12 Super-Frelon helicopters
 deployed by the Chinese navy.
- Agreement with AVIC for the production of Turbomeca Arriel 1 engines.
 Sagem (now Safran Electronics & Defense) transfers to AVIC its
 PA155 autopilot technology under license for the Z-9 helicopter.
- First CFM56® engines from CFM International (50/50 joint venture between Safran Aircraft Engines & GE) enter service in China on a Boeing 737 airplane operated by Yunnan Airlines (China Eastern) and Southwest Airlines (Air China).

 Opening of the first Turbomeca office in Beijing.
- 1990 Beginning of subcontracting in China. Today, a dozen AVIC and AECC plants make aircraft equipment and engine parts for Safran.



⁽¹⁾ including over 1,000 people at JVs and participation

100 YEARS IN CHINA 100 YEARS IN CHINA

1996 - Industrial cooperation program for the production of engine parts: contract signed with AVIC for local manufacturing of the CFM56® parts.

- Creation of the Aero Engine Maintenance Training Center (AEMTC) in Guanghan.
- 1999 Creation of Sichuan Snecma Aero-Engine Maintenance Co., Ltd (now Sichuan Service Aero engine Maintenance Co., Ltd), SSAMC, engine maintenance joint venture with Safran's participation.
- Opening of the Messier-Bugatti-Dowty (now Safran Landing Systems) plant in Suzhou to manufacture medium-sized landing gear parts, subassemblies and assemblies. This site is also a hub for the Asian supply chain.
 - Partnership in education and research between Snecma (now Safran Aircraft Engines), École Centrale de Lyon and several Chinese universities.
- 2005 Opening of the Snecma plant in Suzhou to make parts for the CFM56®-7 low-pressure turbine and to support the company's suppliers in Asia.
- Creation of Snecma Xinyi Airfoil Castings Co., Ltd (now Safran Aircraft Engines (Guiyang) Co., Ltd) to produce turbine parts for CFM56® engines.
 - Turbomeca and the Chinese aerospace industry agree to strengthen their partnership by jointly developing the Ardiden 3C/WZ16 engine.
- 2008 Creation of Turbomeca China (now Safran Helicopter Engines China).



- CFM International LEAP®-1C integrated propulsion system (engine and nacelle) is selected by COMAC for the C919. The first COMAC C919 successfully completes its first flight in 2017.

2010 - Creation of Safran China - Safran (Beijing) Enterprise Management Co, Ltd.

2011 - Creation of Suzhou SME-CQ Automotive Safety Technology Co., Ltd to design, produce and sell automotive safety systems.

- Creation of Xi'an SAVI Nacelles Co., Ltd joint venture to assemble nacelle components.

 Creation of Shanghai SAIFEI Aviation EWIS Manufacturing Co., Ltd to develop Electrical Wiring Interconnection Systems (EWIS), in particular for the COMAC C919.

Creation of Xi'an CEA Safran Landing Systems Services Co., Ltd (XIESA), a landing gear MRO joint venture dedicated to Airbus A320 and Boeing 737 airplanes. Safran Landing Systems and China Eastern Airlines lay the cornerstone of this new center of excellence in July 2017.

Sichuan Services Aero Engine Maintenance Company (SSAMC) inaugurates a new 43,880-square-meter facility, expanding its MRO capability for CFM56® and LEAP® engines to 300 engines per year.

2019 - Xi'an CEA Safran Landing Systems Services Co., Ltd (XIESA) officially put into operation after receiving CAAC maintenance license.

- The WZ16 engine, jointly developed by Safran Helicopter Engines and AECC, receives CAAC type certificate.



OUR PRESENCE IN CHINA



Largely present in all aviation segments in China, Safran provides broad local support to the Chinese civil aviation sector, from sales and marketing to customer support, MRO and engineering services.

7,000+

(including CFM56°, LEAP°-1A, 1B, 1C) on order and intent to order in Great China⁽¹⁾

50%

OF CHINESE-REGISTERED HELICOPTERS

are equipped with Safran engines or its licensed products.

About 50%

OF CHINA'S COMMERCIAL AIRCRAFT

are equipped with Safran landing gears, wheels and brakes.

9 SAFRAN COMPANIES contribute to the COMAC C919 program

LONG-TERM COMMITMENT TO CHINA MARKET AND TO OUR CUSTOMERS

Safran is heavily involved in Chinese airline operations, mainly as one of the parent companies of CFM International (the 50/50 joint venture between Safran Aircraft Engines and GE) that makes the CFM56® and LEAP® turbofan engines. Safran also calls on local industrial partners to make a variety of engine parts.

With 40 years of cooperation with the Chinese industry in the area of helicopter engines, Safran is the leading helicopter engine supplier in the country and has over 600 engines in operation in China.

Besides aircraft and helicopter engines, Safran also provides a wide range of systems and equipment for the single-aisle and wide body commercial jets operated by China's leading airlines, including landing and braking systems, nacelles, wiring, flight control systems, power transmission systems, aero systems, aircraft seats and cabin, etc.



(1) mainland China, Taiwan, Macao and Hongkong

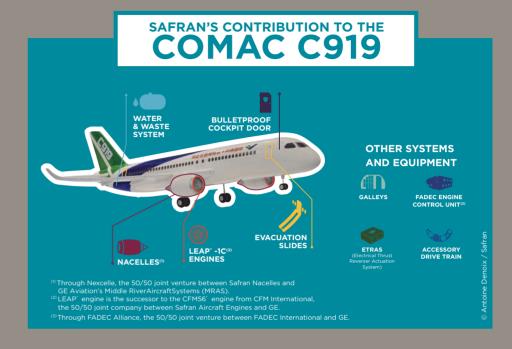
OUR PRESENCE IN CHINA OUR PRESENCE IN CHINA

MORE THAN 40 YEARS OF COOPERATION WITH AVIC

AVIC is an important industrial partner for Safran in China. Safran has worked closely with AVIC for some 40 years, through complete or partial production under license of the Safran's Arriel 1 and Arriel 2C helicopter engines and Safran autopilots for the Z9/H425 helicopter. More than 10 AVIC plants produce aircraft equipment parts for Safran. In 2011, AVIC Aircraft and Safran Nacelles formed a ioint venture. Xi'an SAVI Nacelles Co., Ltd. to produce all the A320 CFM56® thrust reversers doors. In the future, SAVI Nacelles will also produce nacelle assemblies for COMAC C919 nacelles as part of an IPS (Integrated Propulsion System).

Safran is also a major supplier to AVIC MA700 and MA600 turboprop aircraft. Safran Electrical & Power is a tier-one supplier for the MA700 main and auxiliary generation power systems, and provides Ram Air Turbine (RAT) to the emergency electrical power system made by AVIC Nanjing Engineering Institute of Aircraft System (NEIAS). Safran Aerosystems and Safran Passenger Solutions are tier-one suppliers for MA700 airborne equipment such as oxygen, de-icing & windshield wiper, and water & waste systems. Safran Landing Systems supports AVIC Xi'an Aviation Brake Technology Company to design and produce the MA700 wheel and brake systems. Safran Electrical & Power also provides the power generation systems to MA600 aircraft.





LONG-TERM PARTNERSHIP OF TRUST WITH COMAC

Safran is also a major supplier to China's aircraft programs. The partnership between Safran and COMAC has lasted for more than ten vears until now, starting with the ARJ21 and then followed by the C919. Safran supplies the entire C919 propulsion system, consisting of the LEAP®-1C engine from CFM International⁽¹⁾, and the nacelle and thrust reverser built by Nexcelle⁽²⁾. Safran also supplies the C919's electrical wiring interconnection system (EWIS), via SAIFEI Aviation EWIS Manufacturing Co. Ltd⁽³⁾. With other Safran companies, such as Safran Passenger Solutions, Safran Aerosystems and Safran Cabin, in total 9 Safran companies contribute to the COMAC C919 program, which makes Safran a major partner on the C919 and demonstrates the successful collaboration with COMAC and Safran's long-standing commitment to the Chinese aviation industry.

le is a joint venture between Safran Nacelles and MRAS (ST Engineering).

<u>venture created in 2012 by</u> Safran Electrical & Power and Shanghai Aircraft Manufacturing Co. (COMAC).

OUR PRESENCE IN CHINA

STRATEGIC PARTNERSHIP WITH AECC

Safran works closely with AECC in the development of helicopter engines. Safran built the WZ16, also known as the Ardiden 3C (certified by the EASA in April 2018). with Dongan and HAPRI of the AECC (Aero Engine Corporation of China) consortium. The engine which first flew in December 2016. The WZ16 became CAAC certified in 2019. In the field of aircraft engines, AECC factories are also producers of parts for the CFM56® and LEAP® engines®.



ioint company between Safran Aircraft Engines and GE.





MRO & SERVICES: DELIVERING VALUE TO OUR CUSTOMERS

Leveraging its assets - technological expertise, data management and international reach, Safran is committed to provide reliable, flexible and tailored services to optimize global cost of ownership, enhance performance, and maximize equipment service life, ultimately contributing to critical flight safety, matching aircraft operators' requirements worldwide.

Our world-class maintenance facility for aircraft engines - SSAMC (Sichuan Service Aero-engine Maintenance Co. Ltd,), joint venture between Air China and CFM International, offers a wide range of MRO services for the CFM56® and LEAP® engines with the capability to 300 engines per year. Since its establishment in 2010, it has provided service solutions to more than 40 customers throughout China and Asia. One of the largest landing gear maintenance facilities in China, XIESA (Xi'an Eastern Safran Landing Systems Services, Ltd.), the joint venture between Safran Landing Systems and China Eastern Airlines, is a world-class center of excellence for the MRO of landing gear on Airbus A320 and Boeing 737 commercial airplanes.

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A MAJOR ACTOR IN SUPPORTING THE DEVELOPMENT OF AVIATION INDUSTRY IN CHINA



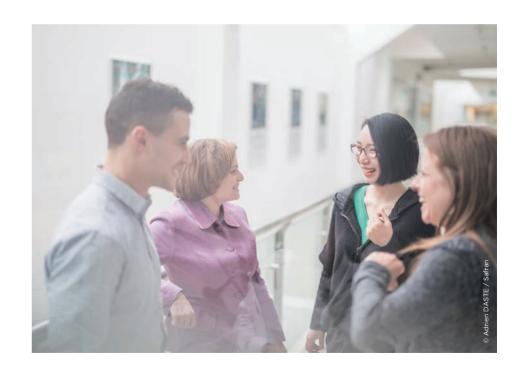
TRAINING

Safran's Aero Engine Maintenance Training Center (AEMTC)⁽¹⁾ has trained over 14,000 mechanics from all over Asia in the maintenance and repair of CFM56® engines since its opening in 1996. Safran and AVIC have also teamed up to actively develop training initiatives in both groups. In September 2011, they signed a Memorandum of Understanding (MoU) on training, extending the strategic partnership first created in 2010, and expanding the scope of collaboration between the two groups to include all of their subsidiaries' business sectors.

SUPPORTING UNIVERSITIES

Safran is involved in education and in-service training programs for engineers, reflecting its ongoing commitment to the development of the Chinese aviation industry. In 2005, Safran was the first industrial partner to join the project to create the Ecole Centrale of Beijing, part of Beihang University. Safran has also signed a partnership agreement with major French and Chinese

aeronautical engineering schools to create the Sino-European Institute of Civil Aviation (SIAE) in Tianjin, teaming up with the Civil Aviation Administration of China (CAAC). Safran is also one of the founding members of the SPEIT engineering school (partnership between Paris Tech and Shanghai Jiaotong University) in Shanghai, created in 2013.



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⁽¹⁾ in partnership with CFM International, GE, China Aviation Supplies (CAS), the Civil Aviation Flying University of China (CAFUC) and the Civil Aviation Administration of China (CAAC).

POWERED BY TRUST

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www.safran.cn







