

For Immediate Release

Continental Aerospace Technologies™ eliminates mandatory 250 or 500 hours magnetos inspections on LYCOMING®* 540 engines with new ignition kit

Mobile, Alabama, April 2, 2019 — Continental Aerospace Technologies™ (Continental®), an AVIC International Holding (HK) LTD company (HKEX: 232.HK), announced today a new "Shower of Sparks" ignition system kit (includes FAA STC allowing installation of two magnetos, ignition harness, airframe specific vibrator kit, and mounting hardware) to replace Bendix or Slick®* magnetos usually installed on LYCOMING®* 540 engines. This kit eliminates recurring mandatory 250- or 500-hour impulse coupling inspections affecting these magnetos.

These kits are quick and easy to install and provide owners and operators with added ignition reliability and easier engine starts, thanks to the "Shower of Sparks" technology.

The kit includes FAA AML STC (SA04424AT), allowing installation on the most popular airframes affected by FAA Airworthiness Directive AD2005-12-06 and AD99-04-04® that require repetitive inspections of impulse coupling magnetos installed on Lycoming 540 engines.

Depending on the brand of magneto installed on the LYCOMING®* 540 series engine, these AD's mandate removal of the magnetos, inspection, repair as needed, and reassembly prior to reinstallation on the engine every 250 or 500 hours. Once installed, the new Continental® "Shower of Sparks" kits remove the significant costs associated with these inspections and the associated maintenance down-time.

In most cases, the complete installation of the new Continental® "Shower of Sparks" kit is accomplished in the same amount of time needed for the AD required mandatory inspection. Once installed, owners and operators will benefit from cost savings related to the elimination of the need to comply with these AD's and from the reliability of the Continental manufactured magnetos. Continental® offers a full core credit for all Slick®*, Bendix® SF series, and Eisemann® magnetos, making the upgrade even more affordable.

The complete kits are available today from the Continental's aftermarket parts Master Distributor, Aviall.

[\(Click here to find the nearest Aviall contact\)](#)

[High Def Pictures are available on request](#)

Backgrounder

Founded in 1905, Continental® is recognized as the forerunner of engine manufacturing for general aviation. Over the years, Continental® established itself as the field's technological leader, introducing turbo-charging, fuel injection, balanced fuel injectors, liquid cooling, Full Authority Digital Engine Control (FADEC), and many other innovations for general aviation engines.

Today, Continental® offers three families of piston engines, both certified and experimental, allowing for continued operations of legacy and current production airframes:

- Continental® Certified Legacy AvGas Line: is a family of AvGas burning engines ranging from 90 to 375 HP. (Cessna® 152/C170/C172/C182/C206/C207/TTX, Columbia® 300/400 series, Mooney® 20R, Acclaim®, Piper® Malibu/PA-28, Arrow Turbo®, Seneca®, Beechcraft® Bonanza/Baron, and Cirrus® SR20/SR22/SR22T).
- **TITAN™** Experimental Engine Line: is recognized by home aircraft builders as the ideal fit for airframes such as the Vans® kits, Zenith®, Just Aircraft®, TopCub®, and other leading experimental aircraft.
- Jet-A Fueled Engine Line: Continental® is also the undisputed leader in Jet-A fueled engines, with the widest product range (including seven different engines, offering a power output of 135 to 300 HP), over 6,000 engines delivered to the field and more than 7,000,000 hours in service. These engines are the primary choice of airframe manufacturers for their Jet-A offering: Piper Aircraft®, Robin Aircraft®, and Glasair®. Retrofit solutions are also available for popular airframes such as the Cessna® C172 Skyhawk, Piper® PA-281 and Diamond® DA-40/-42.
- Accessories: Continental® also designs, manufactures, and distributes key accessories for general aviation power solutions such as fuel systems, ignition systems (formerly known as "Bendix® magnetos"), alternators and turbos for Jet-A engines, and Full Authority Digital Engine Control (FADEC) systems for both gasoline and Jet-A engines.
- Services: Over the years, Continental® has also built a service offering for aircraft operators and owners. These services include engine overhauls at the Continental® factory service center (Continental®, **TITAN™**, and LYCOMING®* engines), factory overhauls for Continental® AvGas engines, shock inspections, fleet overhaul programs, Jet-A burning engine retrofits, airframe and power plant maintenance (Beechcraft®, Cessna®, Diamond®, and Piper®), PT6 turbines overhauls and repairs, and avionics and interiors installation and services.

NEWS RELEASE



Continental Motors Group, Ltd. of Hong Kong, China, doing business as Continental Aerospace Technologies™, is a subsidiary of AVIC International Holding (HK) LTD, a publicly traded company on the Hong Kong stock exchange (HKEX ticker: 232). Its mission is to provide advanced gasoline and Jet-A piston engine products, spare parts, engine and aircraft services, avionics equipment and repairs for the general aviation marketplace. Continental® is an international operation employing approximately 675 team members in the USA, Germany, and China. More information can be found at www.continental.aero.

AVIC International Holding (HK) Limited is a Hong Kong-based investment holding company engaged in aviation, property, textile and trading businesses. The Company operates two business segments. The Aviation segment is engaged in the development, manufacturing, and support of advanced power system solutions for general aviation aircraft. The Property Development and Investment segment is engaged in the development of residential and commercial properties.

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- I. Projected financial performance of the Company;
- II. Completion of, and the use of proceeds from, the sale of the shares being offered hereunder;
- III. The expected development of the Company's business, projects and joint ventures;
- IV. Execution of the Company's vision and growth strategy, including with respect to future M&A activity and global growth;
- V. Sources and availability of third-party financing for the Company's projects;
- VI. Completion of the Company's projects that are currently underway, in development or otherwise under consideration;
- VII. Renewal of the Company's current customer, supplier and other material agreements; and
- VIII. Future liquidity, working capital, and capital requirements. Forward-looking statements are provided to allow potential investors the opportunity to understand management's beliefs and opinions in respect of the future so that they may use such beliefs and opinions as one factor in evaluating an investment.

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