

**APPLICATIONS FOR:**

- (1) FURTHER EXTENSION OF TIME TO RELEASE UNAUDITED RESULTS ANNOUNCEMENT FOR THE SECOND QUARTER (HALF YEAR) (“2Q2016 RESULTS”) AND THE THIRD QUARTER (“3Q2016 RESULTS”) OF FY2016; AND**
  - (2) EXTENSION OF TIME TO RELEASE UNAUDITED RESULTS ANNOUNCEMENT FOR THE FULL YEAR ENDED 31 DECEMBER 2016 (“FYE2016 RESULTS”)**
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The Board of Directors (“**Board**”) of China Sky Chemical Fibre Co., Ltd (the “**Company**”) refers to the announcements made by the Company on 15 August 2016, 31 August 2016, 30 September 2016 and 14 October 2016 (“**Announcements**”) in relation to the application for extension of time to release the Company’s 2Q2016 Results and 3Q2016 Results. Unless otherwise defined, all capitalised terms and references used herein shall have the same meanings as ascribed to them in the Announcements.

The Board wishes to announce that the Company has on 26 January 2017, submitted applications to the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) for further extension of time to announce its 2Q2016 Results and 3Q2016 Results under Rule 705 of the Listing Manual of the SGX-ST (the “**Further Extension**”) by 30 June 2017. At the same time, the Company has also submitted an application to SGX-ST for extension of time to announce its FYE2016 Results under Rule 705 of the Listing Manual of the SGX-ST (the “**FYE2016 Extension**”) by 30 June 2017.

The reason for seeking the Further Extension and FYE2016 Extension is that the Company has not been able to receive co-operation from the management in China to prepare the necessary financial statements despite several attempts.

As announced on 25 October 2016, the Company had filed a lawsuit in the High Court of Singapore against Mr Zheng Kai Su (“**Mr Zheng**”) for the fraudulent and/or unauthorised use of the Group’s funds and fraudulent and/or unauthorised use of the Group’s assets as collateral for securing loans in the sum of approximately RMB 1,073,000,000. The Company had also filed a report with the Commercial Affairs Department against Mr Zheng on the same day. As announced on 6 January 2017, the Company had on 3 January 2017, amended the Writ of Summons and filed the Statement of Claim against Mr Zheng.

As announced on 4 November 2016, the auction of the properties and machineries of Quanzhou Tianyu Chemical Fiber & Weaving Industry Co., Ltd and the auction of the machineries of Tianjian Special Polymede Fibre Technology Fujian Co., Ltd on 28 October 2016 was unsuccessful. As announced on 25 January 2017, the Company has received the second auction notice which will take place at 3.00pm on 10 February 2017 at the Quanzhou City Intermediate People’s Court auction hall.

As announced on 16 November 2016, the Company had appointed RSM Corporate Advisory as Special Consultants to the Company in assisting the Company and/or its subsidiaries in carrying out and/or restructuring of these subsidiaries.

The Company is presently consulting with its solicitors for advices and/or legal remedies to the above issues.

Based on the current state of affairs, it is unlikely that the Company could release its 2Q2016 Results and 3Q2016 Results by the deadline of 31 January 2017 and its FYE2016 Results by the deadline of 1 March 2017.

The Board will keep the shareholders informed of the progress of this matter and will make such further announcements as and when appropriate.

By Order of the Board

Ling Yew Kong  
Chief Executive Officer and Executive Director

26 January 2017