



JINGWEI TEXTILE MACHINERY COMPANY LIMITED

经纬纺织机械股份有限公司

(a joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 0350)

PROFIT WARNING FOR THE THIRD QUARTERLY RESULTS OF 2008

The Board of Directors of the Company wishes to inform the shareholders and potential investors of the Company that under the effect of the tightening of the monetary policy of the State, the appreciation of Renminbi and the declining demand in the national textile industry, the production and sales of the textile machinery manufacturers have been suffering material impact and pressure. It is estimated that the net profit attributable to the parent company for the nine months ended 30 September 2008 will fall more than 50% as compared with that for the corresponding period of the previous year. The Board of Directors hereby advises the investors to pay attention to investment risk and exercise caution when dealing in the shares of the Company.

This announcement is made pursuant to Rules 13.09(1) and 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Jingwei Textile Machinery Company Limited (“Company”) and the Board of Directors of the Company undertake that there are no misrepresentation, misleading statements or material omission in this announcement and shall be jointly and severally responsible for the authenticity, accuracy and completeness of the information contained in this announcement.

I. FORECAST RESULTS FOR THE PERIOD

1. Period for the forecast results:

From 1 January 2008 to 30 September 2008

2. Details of the forecast results:

Estimated aggregate net profit attributable to the parent company for the period from 1 January 2008 to 30 September 2008 is RMB30,800,000. Estimated net profit attributable to the parent company for the third quarter of 2008 is RMB-21,330,000 (RMB41,660,000 for the corresponding period of the previous year). Actual results to be published in the third quarterly results announcement of 2008 shall prevail.

3. The forecast results have not been audited by a registered auditor.

II. RESULTS FOR THE CORRESPONDING PERIOD OF THE PREVIOUS YEAR

1. Net profit attributable to the parent company: RMB139,035,505.
2. Earnings per share: RMB0.23.

III. REASONS FOR CHANGES IN RESULTS

Under the effect of the tightening of the monetary policy of the State, the appreciation of Renminbi and the declining demand in the national textile industry, the production and sales of textile machinery manufacturers have been suffering material impact and pressure. Since 2008, domestic sales volume of leading products of the Company fell significantly, while production costs increased significantly due to price hike of basic materials and energy. It is estimated that the net profit attributable to the parent company for the nine months ended 30 September 2008 will fall more than 50% as compared with the corresponding period of the previous year.

The Board of Directors hereby advises the investors to pay attention to investment risks and exercise caution when dealing in shares of the Company.

Jingwei Textile Machinery Company Limited

Board of Directors

Beijing, the PRC, 15 August 2008

As at the date of this announcement, the Board comprises Mr. Liu Haitao, Mr. Ye Maoxin, Mr. Fan Xinmin, Mr. Yan Fuquan, Mr. Liu Hong, Mr. Shi Tinghong, Mr. Yao Yuming and Mr. Zhang Jianguo, all being executive Directors, and Mr. Gao Yong, Mr. Zhao Xi Zi, Mr. Chen Zhong and Mr. Yu Shiquan, all being independent non-executive Directors.