



中國石化儀征化纖股份有限公司

SINOPEC YIZHENG CHEMICAL FIBRE COMPANY LIMITED

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

(Stock code: 1033)

Price-sensitive Information Expected loss for the Third Quarter of 2008

The Company and its directors warrant the authenticity, accuracy and completeness of the announcement, and will take full responsibility for false representations, misleading statement and material omission jointly.

This announcement is made by Sinopec Yizheng Chemical Fibre Company Limited (“the Company”) pursuant to Rule 13.09 (1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the relevant regulations issued by the Shanghai Stock Exchange.

1. Estimated results for the third quarter of 2008

- (1) Period of estimated results: from 1 July 2008 to 30 September 2008.
- (2) Estimated results: According to the preliminary calculations of the Company, it is estimated that the Company and its subsidiaries (the “Group”) will incur consolidated net loss attributable to the equity shareholders of the Company in the third quarter of 2008 for the three months ended 30 September 2008.
- (3) The above estimates have not been reviewed or audited by any certified accountants. Details of the financial information will be disclosed in the report of the Company for the third quarter of 2008.

2. Results for the corresponding period of the previous year

	Under the PRC Accounting Standards for Business Enterprises (2006)
Net profit attributable to equity shareholders of the Company	Rmb 26,387,000
Earnings per share	Rmb 0.007

3. Explanation for the expected loss

In the third quarter of 2008, as the business risk for downstream textile enterprises had been increasing and the demand for downstream textiles had been slowing down, the demand for polyester products had been distinctly decreasing. Meanwhile, the prices of polyester raw materials and fuels remained high. As a result, it is estimated that the Group will suffer a consolidated net loss attributable to equity shareholders of the Company for the third quarter of 2008 for the three months ended 30 September 2008.

Shareholders and investors of the Company are advised to exercise caution when dealing in securities of the Company.

For and on behalf of the Board of Directors

Tom C. Y. Wu

Company Secretary

Nanjing, PRC, 8 October 2008

As at the date of this announcement, the Company's directors include Mr. Qian Heng-ge, Ms. Sun Zhi-hong, Mr. Xiao Wei-zhen, Ms. Long Xing-ping, Mr. Zhang-hong, Mr. Guan Diao-sheng, Mr. Shen Xi-jun, Ms. Li Zhong-he, Mr. Wang Hua-cheng*, Ms. Yi Ren-ping* and Ms. Qian Zhi-hong*.*

** Independent directors*