



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 ANNUAL 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 the Renminbi and the declining demand in the national textile industry, the production and sales of the textile machinery have suffered materially. It is estimated that the net profit attributable to the parent company for the year from 1 January 2008 to 31 December 2008 will fall more than 50% as compared to that of the corresponding period of the previous years. The Board of Director hereby advises the investors to pay attention to investment risks.

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 all information contained in this announcement is true, accurate and complete and that there are no misrepresentation, misleading statements or material omission herein.

I. FORECAST RESULTS FOR THE PERIOD

1. Period for the forecast results:

From 1 January 2008 to 31 December 2008

2. Details of the forecast results:

Estimated aggregate net profit attributable to the parent company for the period from 1 January 2008 to 31 December 2008 may fall more than 50% as compared to that of the corresponding period of the previous year. Actual results to be published in the annual report of 2008 shall prevail.

3. The forecast results have not been pre-audited by registered accountants.

II. RESULTS FOR THE CORRESPONDING PERIOD OF THE PREVIOUS YEAR

1. Net profit attributable to the parent company: RMB162,206,513.23
2. Earnings per share: RMB0.27

III. REASONS FOR CHANGES IN RESULTS

Under the effect of the tightening of the monetary policy of the State, the appreciation of the Renminbi and the declining demand in the national textile industry, the production and sales of textile machinery have suffered materially. Since 2008, domestic sales volume of leading products of the Company has fallen significantly, while production costs have 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 year from 1 January 2008 to 31 December 2008 will fall more than 50% as compared to that of the corresponding period of the previous year.

The Board of Directors hereby advises the investors to pay attention to investment risks.

Jingwei Textile Machinery Company Limited

Board of Directors

Beijing, the PRC, 23 October 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.