

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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

Profit Increase in respect of the Annual Results of the Year 2010

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 year of 2010

- (1) Period of estimated results: from 1 January 2010 to 31 December 2010.
- (2) Estimated results: According to the preliminary calculations of the Financial Department of the Company, it is estimated that the net profit attributable to the equity shareholders of the Company for the year of 2010 will increase by more than 200% compared with last year.
- (3) The above estimates have not been reviewed or audited by any certified accountants. Details of the financial information will be disclosed in the annual report of the Company for the year of 2010.

2. Results for the corresponding period of the previous financial year ended 31 December 2009

	Under the PRC Accounting Standards for Business Enterprises
Net profit attributable to equity shareholders of the Company	Rmb 382,018,000
Earnings per share	Rmb 0.096

3. Explanation for the increase

In the year of 2010, the domestic demand for downstream textiles grew stably and the demand from overseas customers for it recovered sustainably. Since the end of September, the price of domestic cotton has soared. Under the impact of the above mentioned factors, the prices of domestic polyester products increased distinctly and the profit margin of polyester products was improved compared with last year. Meanwhile, the Company endeavoured to expand its markets, optimized its products structure to meet market demand, strengthened fine management and made efforts to reduce its costs and expenses. As a result, it is estimated that the net profit attributable to the equity shareholders of the Company for the year of 2010 will increase by more than 200% compared with last year.

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

By Order of the Board
**Sinopec Yizheng Chemical Fibre
Company Limited**
Tom C. Y. Wu
Company Secretary

Nanjing, 21 January 2011

As of the date of this announcement, the directors of the Company include Mr. Lu Li-yong, Ms. Sun Zhi-hong, Mr. Xiao Wei-zhen, Ms. Long Xing-ping, Mr. Zhang Hong, Mr. Guan Diao-sheng, Mr. Qin Wei-zhong, Mr. Shen Xi-jun, Mr. Shi Zhen-hua, Mr. Qiao Xu*, Mr. Yang Xiong-sheng*, Mr. Chen Fang-zheng*.*

** Independent Directors*