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吉林奇峰化纖股份有限公司
JILIN QIFENG CHEMICAL FIBER CO., LTD.*
(a joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 549)

PROFIT WARNING

The Board wishes to inform the shareholders of the Company and potential investors that it is expected that the audited net profit of the Company for the year ended 31 December 2007 may experience a significant decline compared with that for the year ended 31 December 2006, or may even record a net loss for the full year.

This announcement is made by Jilin Qifeng Chemical Fiber Company Limited (the “Company”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

Reference is made to the interim report dated 7 September 2007 of the Company for the six months ended 30 June 2007, in which it was mentioned that the Company recorded a loss attributable to shareholders of the Company of approximately RMB26.8 million, compared with a profit attributable to shareholders of the Company of RMB58.2 million for the corresponding period in 2006.

The board of directors (the “Board”) of the Company wishes to inform the shareholders of the Company and potential investors that that the audited net profit for the year ended 31 December 2007 may experience a significant decline compared with that for the year ended 31 December 2006, or may even record a net loss for the full year. Based on the information currently available, such decline is mainly due to a number of factors, including the increase in the costs of raw materials, such as acrylonitrile, and the stagnant demand for acrylic fiber products in the PRC during this period.

As the Company is still in the process of finalizing the results for the year ended 31 December 2007, the information contained in this announcement is only a preliminary estimate by the management of the Company and is not based on any figures or information audited or reviewed by the Company’s auditors.

Further details of the Company's performance will be disclosed when the final results for the year ended 31 December 2007 are announced.

Shareholders of the Company and potential investors should note that the final results of the Company for the year ended 31 December 2007 are subject to audit and are advised to exercise caution when dealing in shares of the Company.

By order of the Board
Jilin Qifeng Chemical Fiber Co., Ltd.
Wang Jinjun
Chairman

Jilin, the PRC, 7 April 2008

As at the date of this announcement, the executive Directors are Mr. Wang Jinjun, Mr. Ma Jun and Mr. Wang Changsheng, the non-executive Directors are Mr. Hao Peijun, Mr. Gong Jianzhong, Mr. Chen Jinkui, Mr. Jiang Junzhou and Mr. Zhang Yuchen, and independent non-executive Directors are Mr. Ye Yongmao, Mr. Mao Fengge and Mr. Lee Ka Chung, J.P.

* *The Company is registered as an oversea company under Part XI of the Companies Ordinance (Chapter 32 of the Laws of Hong Kong) under the English name "Jilin Qifeng Chemical Fiber Co.,"*