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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)

Inside Information

Expected loss for the annual results for the twelve months ended 31 December, 2013

The board of directors of the Company announces that according to preliminary calculations, the operational results of the Company is estimated to suffer loss for the year of 2013, with net loss attributable to equity shareholders of the Company of about RMB 1,454 million in accordance with the PRC Accounting Standards for Business Enterprises.

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

This announcement is made by Sinopec Yizheng Chemical Fibre Company Limited (“**the Company**”) pursuant to Rule 13.09 (2)(a) 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.

The board of directors of the Company announces expected loss of the Company as follows:

1. Estimated results for the year of 2013

(1) Period of estimated results: from 1 January 2013 to 31 December 2013.

(2) Estimated results: According to the preliminary calculations of the Company's accounting department, it is estimated that the operational results of the Company will suffer loss for the year of 2013, and net loss attributable to the equity shareholders of the Company will be about RMB 1,454 million in accordance with the PRC

Accounting Standards for Business Enterprises.

(3) The above estimates have not been reviewed or audited by any certified accountants.

2. Results for the corresponding period of the previous year

	Under the PRC Accounting Standards for Business Enterprises
Net loss attributable to equity shareholders of the Company	RMB 361,370,000
Loss per share	RMB 0.090

3. Explanation for the expected loss

Owing to weakness in global economic recovery, insufficient market demand, and excessive polyester production capacity, the prices of polyester products declined significantly in 2013, and thus their profit margin shrank seriously. As a result, the Company had incurred substantial losses for the first three quarters of 2013. Despite the Company's efforts to avoid and control losses, by endeavoring to further reduce costs and expenses, and implementing various measures to improve profitability including adjustments to the product mix, the Company still expects to record an estimated loss for the year of 2013.

4. Other information

The above estimated data only belong to preliminary calculations, and specific financial information in the audited annual report for 2013 to be formally disclosed by the Company shall prevail.

As the Company has recorded a net loss for the year of 2012 and is expecting to continue to record a net loss for the year of 2013, a delisting risk warning may be imposed on the A shares of the Company pursuant to the requirements of the Shanghai Stock Exchange Listing Rules following the announcement of its annual financial results for the year of 2013.

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, 23 January 2014

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. Sun Yu-guo, Mr. Shen Xi-jun, Mr. Shi Zhen-hua*, Mr. Qiao Xu*, Mr. Yang Xiong-sheng*, Mr. Chen Fang-zheng*.

** Independent Directors*