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*This joint announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities of the Company.*

**JILIN TOP TRADING CO. LTD.\***  
*(Incorporated in the People's Republic of China  
with limited liability)*  
**and**  
**its subsidiary JILIN FIBER CO.,  
LIMITED**  
*(Incorporated in Hong Kong with limited liability)*

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)**

## **JOINT ANNOUNCEMENT**

### **FURTHER DELAY IN DESPATCH OF COMPOSITE DOCUMENT**

Reference is made to (i) the announcement (the “**Joint Announcement**”) dated 1 December 2016 jointly issued by Jilin Top Trading Co. Ltd., Jilin Fiber Co., Limited and Jilin Qifeng Chemical Fiber Co., Ltd. (“**Qifeng**”) in relation to, among others, the voluntary conditional offer by Somerley Capital Limited on behalf of Jilin Fiber Co., Limited for all the issued H Shares in Qifeng (other than those already held by the Offerors and parties acting in concert with them); and (ii) the announcement dated 22 December 2016 jointly issued by Jilin Top Trading Co. Ltd., Jilin Fiber Co., Limited and Qifeng in relation to the delay in despatch of the Composite Document (the “**22 December Announcement**”).

Capitalised terms used herein shall have the same meanings as defined in the Joint Announcement unless otherwise specified.

As disclosed in the 22 December Announcement, the deadline for the despatch of the Composite Document has been extended to 13 January 2017. Jilin Fiber Co., Limited has made an application to the Executive for consent under Rule 8.2 of the Takeovers Code to further extend the deadline for the despatch of the Composite Document to 27 January 2017 due to the following reasons:

- (a) the Company had established an independent board committee comprising both non-executive directors and independent non-executive directors in compliance with the Takeovers Code (the “**Takeovers Code IBC**”) and had previously intended to apply for a waiver from strict compliance with Rule 13.39(6)(a) of the Listing Rules from the Hong Kong Stock Exchange regarding the composition of the independent board committee of the Company. In the course

of making the application to the Hong Kong Stock Exchange for such waiver, the Company reconsidered the alternatives available to it and determined that as it is feasible for the Company to comply with Rule 13.39(6)(a) of the Listing Rules by establishing another independent board committee consisting only the independent non-executive directors of the Company (the “**Listing Rules IBC**”, together with the Takeovers Code IBC, the “**Independent Board Committees**”), it will establish the Listing Rules IBC to advise the Independent Qifeng Shareholders on the Proposal in compliance with Rule 13.39(6)(a) of the Listing Rules. As such additional time is needed to update the disclosure in the Composite Document; and

- (b) after further review of the Proposal and the relevant laws and regulations in the PRC in relation to the acceptance of the Non-H Foreign Share Offer during the preparation of the Composite Document, the Independent Board Committees have been considering whether to supplement the Composite Document with additional content, in particular, the consequences of not being able to accept the Offers in time, so that all Qifeng Shareholders will be properly informed about the implications of the Proposal. As such, additional time is needed for the Independent Board Committees to finalise the Composite Document.

The Executive has indicated that it is minded to grant such consent.

Further announcement will be jointly made by the Offerors and Qifeng when the Composite Document is despatched.

**The Offers are conditional upon the satisfaction of the conditions described in the Joint Announcement. Qifeng Shareholders and/or potential investors should therefore exercise caution when dealing in the shares of Qifeng.**

*\* For identification purpose only*

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| By order of the board of<br><b>Jilin Top Trading Co. Ltd.*</b><br><b>Zhou Dongfu</b><br><i>Sole Director</i> | By order of the board of<br><b>Jilin Fiber Co., Limited</b><br><b>Pei Haitao</b><br><i>Sole Director</i> | By order of the Board of<br><b>Jilin Qifeng Chemical Fiber</b><br><b>Co., Ltd*</b><br><b>Song Dewu</b><br><i>Chairman</i> |
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Jilin, the PRC, 13 January 2017

*The directors of the Offerors and Jilin Chemical Fiber Group jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, other than those relating to Qifeng, and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement, other than those expressed by Qifeng, have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.*

*The directors of Qifeng jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, other than those relating to the Offerors, and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement, other than those expressed by the Offerors, have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement in this announcement misleading.*

*As at the date of this announcement, the sole director of Top Trading is Zhou Dongfu.*

*As at the date of this announcement, the sole director of Jilin Fiber is Pei Haitao.*

*As at the date of this announcement, the directors of Jilin Chemical Fiber Group are Song Dewu, Liu Hongwei, Liu Yanguang, Liu Hong, Hao Peijun, Sun Yujing and Wang Fengli.*

*As at the date of this announcement, the executive directors of Qifeng are Mr. Song Dewu, Mr. Yang Xuefeng and Mr. Pan Xianfeng; the non-executive directors of Qifeng are Mr. Ma Jun, Mr. Jiang Junzhou, Ms. Pang Suet Mui and Mr. Wu Song; and the independent non-executive directors of Qifeng are Mr. Li Yanxi, Mr. Jin Jie, Mr. Lv Xiaobo and Ms. Zhu Ping.*