

UPDATE ON PROJECT SODIUM HYDROSULFITE

The Board of Directors of Jiutian Chemical Group Limited (the “**Company**” and the “**Group**”) refers to its announcements dated 30 August 2016, 7 April 2015 and 1 April 2013 in relation to the investment of project sodium hydrosulfite (the “**Project**”) in Anyang Jiujiu Chemical Technology Co., Ltd (a 74% associated company of the Company) (“**Anyang Jiujiu**”).

The Board is pleased to announce that the Project has commenced commercial production of Sodium Hydrosulfite on 31 December 2017 (“**Production Commencement**”). Currently, the Project has been approved to operate under a temporary production permit with the regular production permit expected to be granted by the local authorities in 1Q2018.

Jiutian’s CEO, Zhou Hongxuan, said, “We are pleased that another significant milestone has been achieved by the Group in starting the commercial production of Project Hydrosulfite. The production facilities in the Project will enable us to produce 140,000 tons of sodium hydrosulfite annually and, together with the ancillary facilities, 45,000 tons of sodium formate (HCOONa), 45,000 tons of sodium metabisulfite (Na₂S₂O₅) and 45,000 tons of liquid sulphur dioxide (SO₂) which are the main feedstocks of sodium hydrosulfite. This will make Anyang Jiujiu the most integrated and the second largest manufacturer of sodium hydrosulfite in China. We are looking forward to the contribution of this Project to our Group’s financial performance in the near future.”

None of the Directors of the Company has any interest, direct or indirect, in the Project (other than through their respective shareholdings in the Company). The controlling shareholder, Anyang Longyu (HK) Development Co, Ltd. is a wholly-owned subsidiary of Anyang Chemical Industry Group Co., Ltd. (“Anhua”), which directly holds the remaining 26% equity interest in Anyang Jiujiu.

By Order of the Board,

Zhou Hongxuan
Chief Executive Officer
8 January 2018

This announcement has been prepared by the Company and its contents have been reviewed by the sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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