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**VOLUNTARY DISCLOSURE – QUARTERLY UPDATE ON FINANCIAL PERFORMANCE FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2022**


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The Board of Directors (the “**Board**”) of Jiutian Chemical Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to provide its business updates to shareholders.

The Group recorded revenue of RMB 520.05 million in three months ended 30 September 2022 (“3Q2022”), representing an increase of 25% as compared with RMB 416.74 million for the three months ended 30 September 2021 (“3Q2021”). This was mainly due to increase in sales volume of our main products Dimethylformamide (“DMF”) and Methylamine and average sales prices of Methylamine, partially offset by decrease in average sales price of DMF. Average selling prices (“ASP”) of DMF and Methylamine during 3Q2022, were RMB10,147 per tonne and RMB13,887 per tonne respectively, and were 25% lower and 29% higher than that for 3Q2021. The sales volume of DMF and Methylamine in 3Q2022 were 45% and 8% higher than that of 3Q2021.

The gross profit margins increased from 24% in 3Q2021 to 27% in 3Q2022 mainly due to the increase in ASP of Methylamine. The profit before tax for the Group has increased more than its revenue growth mainly due to share of profit from the Company’s 49% associated company, Anyang Jiulong Chemical Co., Ltd (“Anyang Jiulong”) instead of share of loss in 3Q2021, due mainly to the improvement in Anyang Jiulong’s financial performance.

Resulting from a combination of the above factors, the Group’s net profit attributable to shareholders for 3Q2022 increased by 64% from RMB 56.88 million to RMB 93.53 million. With the improvement of the Group’s profit attributable to Shareholders of RMB 479.12 million during 9 months ending 30 September 2022, its net asset value has increased by 49% to RMB 1.2 billion.

**Key Financial Highlights**
**Table 1: Extract of Consolidated statement of Profit and Loss and Other Comprehensive Income**

	<b>Unaudited Group 3 months ended 30 Sep 2022 RMB ‘000</b>	<b>Unaudited Group 3 months ended 30 Sep 2021 RMB ‘000</b>	<b>Change %</b>
Revenue	520,054	416,739	25
Gross profit	138,910	99,049	40
Profit before tax	124,338	78,569	58
Profit attributable to Shareholders	93,533	56,884	64

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**Table 2: Extract of statement of Financial Position**

	<b>Unaudited Group 30 Sep 2022 RMB'000</b>	<b>Audited Group 31 Dec 2021 RMB'000</b>
Current assets	1,768,112	1,597,744
Non-current assets	299,457	294,284
Current liabilities	(799,282)	(1,019,395)
Non-current liabilities	(58,690)	(58,690)
Net assets	1,209,597	813,943
<b>Equity</b>		
Share capital	709,977	709,977
Reserve Fund	87,883	58,089
Accumulated profit	413,097	48,142
Non-controlling interests	(1,360)	(2,265)
Total Equity	1,209,597	813,943

**Update on expansion plan**

The Board wishes to provide an update to shareholders on the progress of the Group's expansion plan comprising a new 100,000-ton methylamine plant adjacent to our current 120,000-ton methylamine/ DMF facility (the "**New Plant**").

The Group's wholly-owned subsidiary, Anyang Jiutian Fine Chemical Co., Ltd had on 2 August 2022 obtained the approval of Energy Conservation Evaluation issued by Henan Province Development and Reform Commission for the construction of the New Plant. The Group has completed the primary design of the New Plant and is at the final stage of the approval process for the environmental impact and safety assessments.

The total investment cost of the New Plant is estimated to be around RMB 363 million and will be financed through the Group's internal sources of funds. The construction of the New Plant is scheduled to commence in December 2022 and expected to take up to 12 months to complete. Commercial production of methylamine is expected in 1Q2024.

The New Plant is not expected to have any material impact on the consolidated earnings per share or net tangible assets per share of the Group for the financial year ending 31 December 2022.

The Company will make further announcements to update shareholders on material developments, as and when necessary.

**BY ORDER OF THE BOARD**

Name: Han Lianguo  
 Designation: Non-executive and Non-independent Chairman

Date: 9 November 2022

This announcement has been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document. The contact person for the Sponsor is Ms Lim Hui Ling, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.