

CHINA GAOXIAN FIBRE FABRIC HOLDINGS LTD.

(中国高纤控股有限公司)

(Company Registration No. 200817812K)

(Incorporated in Singapore on 9 September 2008)

ADDENDUM TO ANNOUNCEMENT ON 3 SEPTEMBER 2018 – RESPONSE TO SGX QUERIES

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Company's announcement in respect of the response to SGX queries on the Proposed Disposal of the entire issued and paid-up share capital of Huaxiang China Gaoxian International Holdings Limited which was released on 3 September 2018 ("**Response to SGX Queries Announcement**")

The Board of Directors (the "**Board**") of China Gaoxian Fibre Fabric Holdings Ltd. (the "**Company**") refers to the Response to SGX Queries Announcement dated 3 September 2018 and wishes to clarify its replies to SGX queries.

Company's response to SGX Query 1(vi)

The Company had in relation to SGX Query 1(vi) in the Response to SGX Queries Announcement provided the following table:

Borrowers As at 31 December 2017	Huaxiang Group RMB'million	Zhejiang Huagang ^(a) RMB'million
<u>Financial institutions borrowings</u>		
Huaxiang Group - Changle Bole	155.00	
Huaxiang Group - Fujian New Huawei	513.00	-
Huaxiang Group - Huaxiang China	480.15	-
Huagang Group – Zhejiang Huagang	-	80.83
Sub-total	1,148.15	80.83
<u>Non-financial institutions borrowings</u>		
Huaxiang Group - Changle Bole	15.85	-
Huaxiang Group - Fujian New Huawei	10.00	-
Sub-total	(25.85)	-
Total borrowings	1,174.00	(80.83)

Note: -

(a) Zhejiang Huagang is the only operating entity of the Huagang Group as at 31 December 2017 and date of this announcement

The Company wishes to substitute the above table with the one below that (i) compares the Huaxiang Group with the Huagang Group and (ii) ensures consistency in formatting by removing typographical errors where certain numbers were left out of brackets:

Borrowers As at 31 December 2017	Huaxiang Group RMB'million	Huagang Group ^(a) RMB'million
<u>Financial institutions borrowings</u>		
Huaxiang Group - Changle Bole	(155.00)	-
Huaxiang Group - Fujian New Huawei	(513.00)	-
Huaxiang Group - Huaxiang China	(480.15)	-
Huagang Group - Zhejiang Huagang	-	(80.83)
Sub-total	(1,148.15)	(80.83)

Non-financial institutions borrowings		
Huaxiang Group - Changle Bole	(15.85)	-
Huaxiang Group - Fujian New Huawei	(10.00)	-
Huagang Group - Guangda	-	(407.25)
Sub-total	(25.85)	(407.25)
Total borrowings	(1,174.00)	(488.08)

Note: -

(a) Zhejiang Huagang is the only operating entity of the Huagang Group as at 31 December 2017 and date of this announcement

Company's response to SGX Query 3

The Company had in relation to SGX Query 3 in the Response to SGX Queries Announcement provided the following table:

	As at 31 December 2017 RMB'million
Huaxiang Group	
Huaxiang China	(472.24)
Changle Bole	70.13
Huaxiang Property	6.91
Fujian New Huawei	(463.69)
Huaxiang Hong Kong	930.43
Consolidation adjustments ^(a)	(1,039.79)
Net liabilities	(968.97)

Note: -

(a) Consolidation adjustments comprised consolidation elimination of investment in subsidiaries of RMB 1.24 billion and consolidation elimination of intercompany transactions of RMB 200.06 million.

The Company wishes to substitute the above table with the one below that clarifies that the "Consolidated adjustments" should amount to "RMB 1,040.51 million" instead of "RMB 1,039.79 million":

	As at 31 December 2017 RMB'million
Huaxiang Group	
Huaxiang China	(472.24)
Changle Bole	70.13
Huaxiang Property	6.91
Fujian New Huawei	(463.69)
Huaxiang Hong Kong	930.43
Consolidation adjustments ^(a)	(1,040.51)
Net liabilities	(968.97)

Note: -

(a) Consolidation adjustments comprised consolidation elimination of investment in subsidiaries of RMB 1.24 billion and consolidation elimination of intercompany transactions of RMB 200.06 million.

Company's response to SGX Query 10(ii)

The Company had in relation to SGX Query 10(ii) in the Response to SGX Queries Announcement provided the following reply: "The adjusted NTL of Huaxiang Group as at 31 December 2017 and 30 June 2018 were RMB 50.95 million and RMB 51.18 million respective."

The Company wishes to correct its typographical error in the statement by clarifying that the adjusted NTL figures of RMB 50.95 and RMB 51.18 as at 31 December 2017 and 30 June 2018 respectively relate to the Huagang Group instead of the Huaxiang Group.

Consequently, the company wishes to clarify that the response to SGX Query 10(ii) should read: "The adjusted NTL of the Huagang Group as at 31 December 2017 and 30 June 2018 were RMB 334.83 million and RMB 291.68 million respectively, after taking into account the waiver of Intercompany Loan but excluding the Assignment of Receivables and Payables and the novation of Guangda Loan."

Company's response to SGX Query 13

The Company had in relation to SGX Query 13 in the Response to SGX Queries Announcement provided the following table:

	As at 31 December 2014	During the financial year			As at 31 December 2017
		FY2015	FY2016	FY2017	
	RMB'billion	RMB'billion	RMB'billion	RMB'billion	RMB'billion
Total investments					
Property, plant and equipment	2.13	0.13	0.07	0.01	2.34
Land use rights prepayments	0.17	-	-	-	0.17
Investment properties (Construction work-in-progress)	0.14	0.02	-	-	0.16
Total	2.44	0.15	0.07	0.01	2.67
Major impairments and losses					
Impairment loss on property, plant and equipment	-	(0.48)	(0.09)	-	(0.57)
Amortisation and depreciation	(0.34)	(0.02)	(0.14)	(0.17)	(0.67)
Total	(0.34)	(0.50)	(0.23)	(0.17)	(1.24)
Net book value	2.09				1.43

The Company wishes to substitute the above table with the one below that clarifies the typographical errors in the “Amortisation and depreciation” row of the table:

	As at 31 December 2014 RMB’billion	During the financial year			As at 31 December 2017 RMB’billion
		FY2015 RMB’billion	FY2016 RMB’billion	FY2017 RMB’billion	
Total investments					
Property, plant and equipment	2.13	0.13	0.07	0.01	2.34
Land use rights prepayments	0.17	-	-	-	0.17
Investment properties (Construction work-in-progress)	0.14	0.02	-	-	0.16
Total	2.44	0.15	0.07	0.01	2.67
Major impairments and losses					
Impairment loss on property, plant and equipment	-	(0.48)	(0.09)	-	(0.57)
Amortisation and depreciation	(0.35)	(0.03)	(0.13)	(0.16)	(0.67)
Total	(0.35)	(0.51)	(0.22)	(0.16)	(1.24)
Net book value	2.09				1.43

BY ORDER OF THE BOARD

Tham Wan Loong, Jerome
Executive Director
12 September 2018