CHINA FIBRETECH LTD.

(Company Registration No. 40381)
(Incorporated in Bermuda)

UPDATE OF AUDIT AND APPOINTMENT OF 2ND INDEPENDENT DIRECTOR

The Board of Directors of China Fibretech Ltd. (the "**Company**") wishes to announce that the Company would like to provide an update of audit of financial year ended 31 December 2015 (the "FY2015 Audit") and the appointment of 2nd independent director.

The FY2015 Audit

Management is currently in the midst of discussion with one of the big four audit firms on its potential appointment as statutory auditor for the FY2015 Audit. A meeting with the audit partner was previously scheduled on 29 September 2016. However, owing to the recent development of claim from customers as disclosed in the Company's announcements on 27 September 2016, Mr.Wu would like to postpone the meeting in order to handle the matter. The said meeting will be scheduled as early as possible.

The appointment of 2nd independent director

A potential candidate has been recommended and referred by our independent director, Mr.Low Wai Cheong ("Mr.Low"), to the Company for the Board's consideration. A teleconference call with the potential candidate was held on 5 September 2016.

Executive Chairman and CEO, Mr.Wu Xinhua ("Mr.Wu"), suggests to put the potential candidate's appointment on hold and look for a more suitable candidate until the end of September 2016 as he is of the view that the potential candidate may not be the best candidate to handle the current issues subsequent to the teleconference call on 5 September 2016.

Mr. Low Wai Cheong disagrees with Mr. Wu's assessment of the potential candidate and is of the view that the Company should proceed with the appointment of the potential candidate as soon as possible unless the management is able to identify another suitable candidate before the end of September 2016.

The Company will keep shareholders informed of the outcome and the Board will release further announcements as and when there are any developments on the above.

BY ORDER OF THE BOARD

Wu Xinhua
Executive Chairman and CEO
29 September 2016