

CHINA GAOXIAN FIBRE FABRIC HOLDINGS LTD.

(中国高纤控股有限公司)

("Company")

(Company Registration No. 200817812K)

(Incorporated in Singapore on 9 September 2008)

COMMENCEMENT OF TRIAL PRODUCTION OF 2 FDY PRODUCTION LINES FROM PHASE 1 OF THE HUAXIANG PROJECT

Reference is made to the Company's announcements released to the Singapore Exchange Securities Trading Limited ("SGX-ST") on 6 April 2015 and 14 May 2015 with respect to the update on Phase 1 of the Huaxiang Project (collectively, the "Announcements"). Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Company's First Quarter Results for the period ended 31 March 2015 released to the SGX-ST on 14 May 2015 ("1QFY2015 Results Announcement").

The Board of Directors ("**Board**") of China Gaoxian Fibre Fabric Holdings Ltd. (the "Company" and together with its subsidiaries, the "Group") wishes to provide an update on Phase 1 of the Huaxiang Project as follows:-

1. The Group had announced that it had commenced trial production at its Polymerisation Plant on 12 March 2015. The Polymerisation Plant can produce PET chips, POY melt and FDY melt which is used to produce POY / FDY at the Spinning Plant.

Following a successful trial production, the Group had commenced actual production of the PET chips and 2 lines of the POY products on 6 April 2015. As at 14 May 2015, the remaining 6 lines had also been rolled out.

The current daily production capacity rates for PET chips and POY products are 130 tonnes and 290 tonnes respectively.

2. Consequent to the above, the Group has commenced trial production of 2 FDY production lines on 2 June 2015 and the daily production capacity for these 2 lines is around 80 tonnes.

BY ORDER OF THE BOARD

Tham Wan Loong, Jerome
Executive Director
3 June 2015