CHANGTIAN PLASTIC & CHEMICAL LIMITED

PROFIT GUIDANCE FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

The Board of Directors (the "**Board**") of Changtian Plastic & Chemical Limited (the "**Company**") together with its subsidiaries (the "**Group**") deems it appropriate to announce that the Group is expected to report a loss for the financial year ended 31 December 2015.

The expected loss is due to an impairment charge recorded for the Group's "Property, plant and equipment". The impairment loss will be reflected as an expense in the income statement, thereby contributing to a loss for the financial year ended 31 December 2015. The impairment loss is a non-cash flow item and is not expected to have any adverse impact on the operations of the Group.

Further details will be disclosed when the Group releases its unaudited consolidated financial results for the financial year ended 31 December 2015 on Thursday, 25 February 2016, before trading hours.

SHAREHOLDERS, INVESTORS AND POTENTIAL INVESTORS OF THE COMPANY ARE ADVISED TO EXERCISE CAUTION WHEN DEALING IN THE SECURITIES OF THE COMPANY.

By Order of the Board
Yang Qingjin

Executive Chairman
CHANGTIAN PLASTIC & CHEMICAL LIMITED
18 February 2016