九天化工集团有限公司
JIUTIAN CHEMICAL GROUP LIMITED

(Company Registration No. 200415416H)

UPDATE OF PROJECT SODIUM HYDROSULFITE

The Board of Directors of Jiutian Chemical Group Limited (the "Company" and the "Group") refers to its announcement dated 1 April 2013 in relation to the investment of project sodium hydrosulfite (the "Project") and wishes to announce that Anyang Jiujiu Chemical Technology Co., Ltd (a 74% associated company of the Company) ("Anyang Jiujiu") has completed the construction of the main production facilities of the Project.

The production facilities include 45,000 tons sodium formate（HCOONa）, 45,000 tons sodium matabisulfite ($Na_2S_2O_5$) and 45,000 tons liquid sulphur dioxide (SO_2) which are the main feedstocks of sodium hydrosulfite. As against the earlier announcement of annual capacity of 100,000 tons of sodium hydrosulfite, the capacity constructed now is 140,000 tons which together with all the ancillary facilities, make Anyang Jiujiu the most integrated and the second largest manufacturer of sodium hydrosulfite in China.

The completed facilities are undergoing test production where adjustments and fine tuning are carried out to achieve maximum product quality and operational efficiency. Barring any unforeseen circumstances the plant is expected to commence commercial production in 3Q2015.

With the enlarged capacity and the more integrated nature of the entire facilities to achieve better production cost efficiencies, the total investment for the Project is approximately RMB 527 million (subject to the finalisation of the report of completion from EPC contractor). The investment is funded by a combination of internal resources (advances obtained from Anhua Group and the Group) and external borrowings.

Upon the commencement of commercial production slated for 3Q2015, the Project is expected to have material impact on the earnings per share and net tangible assets per share of the Group for the financial year ending 31 December 2015.

None of the Directors or controlling shareholder of the Company has any interest, direct or indirect, in the Project (other than through their respective shareholdings in the Company).

By Order of the Board,

Sun Zhiqiang
Acting Chief Executive Officer

7 April 2015