CHINA FIBRETECH LTD.

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

PROFIT GUIDANCE FOR THE SECOND QUARTER ENDED 30 JUNE 2016

In anticipation of the announcement of the unaudited financial results for the second quarter ended 30 June 2016 ("**2Q2016**") and first half year ended ("**1H2016**"), the Board of Directors of China Fibretech Ltd. (the "**Company**") deems it appropriate to issue a profit guidance announcement in respect of the financial results of the Company and its subsidiaries (the "**Group**").

The unaudited financial results of the Group for 2Q2016 and 1H2016 are expected to report a small loss before taxation as compared to profit before taxation for the second quarter ended 30 June 2015 ("**2Q2015**") and first half year ended 30 June 2015 ("**1H2015**") respectively. The loss was mainly due to the decrease in demand for the Group's fabric processing services by customers.

Further details of the Group's performance will be released when the Company announces its unaudited financial results for 2Q2016, on or before 15 August 2016.

BY ORDER OF THE BOARD

Wu Xinhua
Executive Chairman and CEO
13 August 2016