

JIUTIAN CHEMICAL GROUP LIMITED

(Company Registration Number: 200415416H)

Quarterly Financial Statement Announcement for the Quarter Ended 30 September 2016.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Unaudited Group Three months ended 30-Sep-16 RMB'000	Unaudited Group Three months ended 30-Sep-15 RMB'000	Increase/ (Decrease) %	Unaudited Group Nine months ended 30-Sep-16 RMB'000	Unaudited Group Nine months ended 30-Sep-15 RMB'000	Increase/ (Decrease) %
Revenue	145,254	133,117	9	458,523	526,050	-13
Cost of sales	(136,429)	(138,747)	-2	(425,956)	(504,312)	-16
Gross profit/(loss)	8,825	(5,630)	n/m	32,567	21,738	50
Other income	1,005	1,174	-14	3,930	3,439	14
Distribution costs	(4,362)	(2,924)	49	(10,788)	(9,073)	19
Administrative expenses	(5,517)	(6,434)	-14	(18,574)	(19,003)	-2
Other expenses	(42)	103	n/m	(607)	(39)	n/m
Finance costs	(1,091)	(268)	n/m	(3,917)	(329)	n/m
Share of result of associated companies	1,685	6,964	-76	3,750	12,110	-69
Profit/(loss) before tax	503	(7,015)	n/m	6,361	8,843	-28
Tax credit	-	4,272	n/m	-	838	n/m
Profit/(loss) and total comprehensive income/(loss) for the period	503	(2,743)	n/m	6,361	9,681	-34
Profit/(loss) and total comprehensive income/(loss) for the period attributable to:						
Equity holders of the Company	541	(2,778)		6,434	9,406	
Non-controlling interest	(38)	35		(73)	275	
	503	(2,743)		6,361	9,681	

n/m - not meaningful

(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

	Unaudited Group Three months ended 30-Sep-16 RMB'000	Unaudited Group Three months ended 30-Sep-15 RMB'000	Increase/ (Decrease) %	Unaudited Group Nine months ended 30-Sep-16 RMB'000	Unaudited Group Nine months ended 30-Sep-15 RMB'000	Increase/ (Decrease) %
Profit before tax is arrived at after charging/(crediting):						
Amortisation of deferred income	(16)	(16)	0%	(49)	(48)	2%
Amortisation of land use rights	234	233	0%	701	700	0%
Depreciation of property, plant and equipment	7,326	6,829	7%	21,040	20,288	4%
Interest expenses	1,091	268	n/m	3,917	329	n/m
Interest income	(282)	(781)	-64%	(830)	(1,497)	-45%
Loss on disposal of property, plant and equipment	39	-	n/m	360	-	n/m
Net loss/(gain) on foreign exchange	3	(105)	n/m	247	39	n/m
(Over)/under provision of tax for prior year	-	(1,047)	n/m	-	(1,047)	n/m

n/m – not meaningful

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Unaudited Group 30-Sep-16 RMB'000	Group 31-Dec-15 RMB'000	Unaudited Company 30-Sep-16 RMB'000	Company 31-Dec-15 RMB'000
ASSETS				
<u>Current assets</u>				
Cash and cash equivalents	43,837	52,841	1,543	2,539
Trade and other receivables	446,871	366,035	98	62
Inventories	24,970	25,164	-	-
Total current assets	515,678	444,040	1,641	2,601
<u>Non-current assets</u>				
Land use rights	6,511	7,212	-	-
Property, plant and equipment	272,591	276,969	-	-
Investment in subsidiary companies	-	-	87,027	87,027
Investment in associated companies	357,198	353,448	339,709	339,709
Deferred tax assets	13,498	13,498	-	-
Total non-current assets	649,798	651,127	426,736	426,736
Total assets	1,165,476	1,095,167	428,377	429,337
LIABILITIES AND EQUITY				
<u>Current liabilities</u>				
Bank borrowings	70,000	15,000	-	-
Trade and other payables	553,619	544,622	8,973	5,974
Income tax payables	269	269	-	-
Total current liabilities	623,888	559,891	8,973	5,974
<u>Non-current liabilities</u>				
Bank borrowings	50,000	50,000	-	-
Deferred income	275	324	-	-
Total non-current liabilities	50,275	50,324	-	-
<u>Capital and reserves</u>				
Share capital	661,153	661,153	661,153	661,153
Accumulated losses	(197,553)	(203,987)	(241,749)	(237,790)
Equity attributable to equity holders of the Company	463,600	457,166	419,404	423,363
Non-controlling interests	27,713	27,786	-	-
Total equity	491,313	484,952	419,404	423,363
Total liabilities and equity	1,165,476	1,095,167	428,377	429,337

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

	<u>As at 30 September 2016</u>		<u>As at 31 December 2015</u>	
	<u>Secured</u>	<u>Unsecured</u>	<u>Secured</u>	<u>Unsecured</u>
	RMB'000	RMB'000	RMB'000	RMB'000
Bank borrowings	70,000	-	15,000	-

Amount repayable after one year

	<u>As at 30 September 2016</u>		<u>As at 31 December 2015</u>	
	<u>Secured</u>	<u>Unsecured</u>	<u>Secured</u>	<u>Unsecured</u>
	RMB'000	RMB'000	RMB'000	RMB'000
Bank borrowings	50,000	-	50,000	-

Details of any collaterals

As at 30 September 2016, RMB 55.00 million of short-term borrowings was guaranteed by one of the Group's related party, Anyang Chemical Industry Group Co., Ltd. ("Anhua").

As at 30 September 2016 and 31 December 2015, RMB 15.00 million of the short-term borrowings was guaranteed by one of the Group's related party, Henan Energy and Chemical Co., Ltd ("HNEC"). In addition, property, plant and equipment with carrying value of RMB 60.00 million and a security deposit of RMB 3.00 million are pledged to HNEC for the corporate guarantee provided.

As at 30 September 2016 and 31 December 2015, non-current borrowings amounted to RMB 50.00 million was guaranteed by one of the Group's related party, Anyang Chemical Industry Group Co., Ltd. ("Anhua").

Bills payable to banks

As at 30 September 2016, there are RMB 34.00 million in bills payable to banks. Bills payable to banks have an average period of 60 to 120 days and are interest-free as repayments will be made within the credit period. The bills payable to banks are secured by pledged of bank deposits amounting of RMB 34.00 million.

As at 31 December 2015, there are RMB 37.30 million in bills payable to banks. Bills payable to banks have an average period of 60 to 120 days and are interest-free as repayments will be made within the credit period. The bills payable to banks are secured by pledged of bank deposits amounting of RMB 22.30 million.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	(Unaudited) Group Three months ended 30-Sep-16 RMB'000	(Unaudited) Group Three months ended 30-Sep-15 RMB'000	(Unaudited) Group Nine months ended 30-Sep-16 RMB'000	(Unaudited) Group Nine months ended 30-Sep-15 RMB'000
Cash flows from operating activities				
Profit/ (loss) before tax	503	(7,015)	6,361	8,843
Adjustments for:				
Amortisation of deferred income	(16)	(16)	(49)	(48)
Amortisation of land use rights	234	233	701	700
Depreciation of property, plant and equipment	7,326	6,829	21,040	20,288
Interest expense	1,091	268	3,917	329
Interest income	(282)	(781)	(830)	(1,497)
Loss on disposal of property, plant and equipment	39	-	360	-
Share of result of associated companies	(1,685)	(6,964)	(3,750)	(12,110)
Operating cash flows before movement in working capital	7,210	(7,446)	27,750	16,505
Inventories	(3,775)	(11,942)	194	(3,297)
Receivables	3,086	18,327	(5,343)	77,552
Payables	16,048	(17,600)	12,297	(122,504)
Cash generated from /(used in) operations	22,569	(18,661)	34,898	(31,744)
Interest received	133	542	249	660
Income tax paid	-	(2)	-	(3,606)
Net cash generated from/(used in) operating activities	22,702	(18,121)	35,147	(34,690)
Cash flows from investing activities				
Advances to associated company	(11,149)	-	(68,812)	-
Purchase of property, plant and equipment (Note 1)	(16,110)	(1,047)	(29,161)	(10,311)
Proceed from disposal of property, plant and equipment	18	-	39	-
Repayment of advances to related parties	-	-	6,000	2,500
Net cash used in investing activities	(27,241)	(1,047)	(91,934)	(7,811)
Cash flows from financing activities				
Drawdown of bank borrowings	-	50,000	55,000	65,000
Decrease/(increase) in pledged bank deposits	5,000	50,525	(11,700)	(40,703)
Increase/(decrease) in bill payables to bank	(5,000)	(45,182)	(3,300)	52,509
Interest paid	(1,091)	(268)	(3,917)	(329)
Net cash (used in)/generated from financing activities	(1,091)	55,075	36,083	76,477
Net (decrease)/ increase in cash and cash equivalents	(5,630)	35,907	(20,704)	33,976
Cash and cash equivalents at beginning of period	15,467	29,743	30,541	31,674
Cash and cash equivalents at end of period	9,837	65,650	9,837	65,650
Cash and cash equivalents at end of period	43,837	115,163	43,837	115,163
Less: Pledged bank deposit	(34,000)	(49,513)	(34,000)	(49,513)
	9,837	65,650	9,837	65,650
Note 1:Purchase of property, plant and equipment				
Aggregate cost of property, plant and equipment acquired	10,348	9,717	17,061	18,967
Add: outstanding payables at the beginning of the period	7,443	5,538	7,443	5,552
Less: outstanding payables at the end of the period	(7,443)	(5,538)	(7,443)	(5,538)
Add: advance payments at the end of the period	19,425	5,670	19,425	5,670
Less: advance payments at the beginning of the period	(13,663)	(14,340)	(7,325)	(14,340)
	16,110	1,047	29,161	10,311

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Accumulated losses	Equity attributable to equity holders of the Company	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<u>Group</u>					
Balance at 1 January 2016	661,153	(203,987)	457,166	27,786	484,952
Profit and total comprehensive income for the period	-	6,434	6,434	(73)	6,361
Balance at 30 September 2016	661,153	(197,553)	463,600	27,713	491,313
Balance at 1 January 2015	661,153	(195,270)	465,883	27,500	493,383
Profit and total comprehensive income for the period	-	9,406	9,406	275	9,681
Balance at 30 September 2015	661,153	(185,864)	475,289	27,775	503,064

	Share capital	Accumulated losses	Total equity
	RMB'000	RMB'000	RMB'000
<u>Company</u>			
Balance at 1 January 2016	661,153	(237,790)	423,363
Loss and total comprehensive loss for the period	-	(3,959)	(3,959)
Balance at 30 September 2016	661,153	(241,749)	419,404
Balance at 1 January 2015	661,153	(231,991)	429,162
Loss and total comprehensive loss for the period	-	(4,422)	(4,422)
Balance at 30 September 2015	661,153	(236,413)	424,740

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of shares	Resultant issued and paid-up share capital S\$	Resultant issued and paid-up share capital RMB
As at 30 September 2015	1,818,444,000	133,854,092	661,152,648
As at 30 September 2016	1,818,444,000	133,854,092	661,152,648

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

There are no treasury shares as at 30 September 2016 and 31 December 2015. The total number of issued shares of the Company are:

	Number of shares	Resultant issued and paid-up share capital S\$	Resultant issued and paid-up share capital RMB
As at 31 December 2015	1,818,444,000	133,854,092	661,152,648
As at 30 September 2016	1,818,444,000	133,854,092	661,152,648

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Except as disclosed in Note 5 below, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period compared to the most recently audited financial statements for the financial year ended 31 December 2015.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted all the new and revised Singapore Financial Reporting Standards ("FRSs") and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2016, where applicable. The adoption of these standards from the effective date did not result in material adjustments to the financial position, results of operations or cash flows of the Group for the financial period ended 30 September 2016.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

- (a) Based on the weighted average number of ordinary shares on issue; and
(b) On a fully diluted basis (detailing any adjustments made to the earnings).

	(Unaudited) Group Three months ended 30-Sep-16	(Unaudited) Group Three months ended 30-Sep-15	(Unaudited) Group Nine months ended 30-Sep-16	(Unaudited) Group Nine months ended 30-Sep-15
Profit/(loss) per ordinary share for the financial period based on consolidated profit attributable to equityholders of the Company :				
(a) Basic / Diluted (Rmb fen)	0.03	(0.15)	0.35	0.52
(a) Based on the weighted average number of shares - Basic / Diluted	1,818,444,000	1,818,444,000	1,818,444,000	1,818,444,000

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) current financial period reported on; and
(b) immediately preceding financial year.

	(Unaudited) Group 30 Sep 2016 RMB fen	Group 31 Dec 2015 RMB fen	(Unaudited) Company 30 Sep 2016 RMB fen	Company 31 Dec 2015 RMB fen
Net asset value per ordinary share	25.49	25.14	23.06	23.28

Net asset value per ordinary share for 30 September 2016 and 31 December 2015 have been computed based on shareholder's equity as at this date and total issued ordinary share capital of 1,818,444,000 shares.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the financial period reported on.

Commentaries on performance

9M2016

Revenue in 9M2016 decreased 13% from RMB 526.05 million in 9M2015 to RMB 458.52 million. The decrease mainly due the challenging market condition which has impacted sales volume and average selling price. Capacity utilisation at the Anyang Jiutian DMF plant and methylamine plant with annual capacity of 150,000 tons decreased from 69% and 89% in 9M2015 to 50% and 83% in 9M2016 respectively.

The average selling price of DMF and methylamine for the period under review were RMB 3,947 and RMB 4,929 per tonne respectively (9M2015: RMB 4,266 and RMB 5,393 per tonne).

At the gross profit level, the Group increased its profit from RMB 21.74 million in 9M2015 to RMB 32.57 million in 9M2016. It was largely driven by improvements in operating efficiency at the plants from the continuous improvement efforts.

Other income mainly consists of interest income and rental income.

Distribution costs increased 19% to RMB 10.79 million in 9M2016. The increase in distribution cost was mainly due to the increase in transportation cost, which resulted from more customers opting to purchase goods inclusive of transportation than ex-factory.

Administrative expenses mainly consist of rental expense, administrative staff cost, depreciation charges, audit fees, secretarial fees, listing fees, annual report printing fees, office expenses, travelling fees, property tax etc. Administrative expenses decreased 2% mainly due to lower staff related expenses against the corresponding period.

Other expenses for 9M2016 mainly consists of foreign exchange losses amounted to RMB 0.25 million (9M2015: RMB 0.04 million) arises from the revaluation of certain monetary assets and liabilities in holding company denominated in Singapore dollars and loss on disposal of plant and equipment amounted to RMB 0.36 million (9M2015: Nil).

Finance costs mainly arose from bank borrowings.

Share of results of associated companies mainly pertains to the share of results from Anyang Jiulong which generated revenue from the production and selling of industrial steam and electricity.

No tax expenses was provided in 9M2016 was mainly due to the Group has unutilised tax losses arose from tax losses incurred in FY2015.

As a result, the Group registered a net profit attributable to equity holders of the Company of RMB 6.43 million in 9M2016 against RMB 9.40 million in 9M2015.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the financial period reported on.

Commentaries on performance

3Q2016

Revenue for 3Q2016 was RMB 145.25 million, 9% more than 3Q2015 of RMB 133.12 million. Average selling price of DMF in 3Q2016 at RMB 3,926 per tonne was 0.6% above 3Q2015. Average selling price of methylamine in 3Q2016 at RMB 4,739 per tonne was 6.0% below 3Q2015.

Capacity utilisation at the Anyang Jiutian DMF plant and methylamine plant with annual capacity of 150,000 tons decreased from 66% and 78% in 3Q2015 to 55% and 77% in 3Q2016 respectively.

The gross profit improved from gross loss RMB 5.63 million in 3Q2015 to gross profit RMB 8.83 million in 3Q2016. It was largely driven by improvements in operating efficiency at the plants from the continuous improvement efforts.

Other income mainly consists of interest income and rental income.

Distribution costs increased 49% to RMB 4.36 million in 3Q2016. The increase in distribution costs was mainly due to the increase in transportation cost, which resulted from more customers opting to purchase goods inclusive of transportation than ex-factory.

Administrative expenses mainly consist of rental expense, administrative staff cost, depreciation charges, audit fees, secretarial fees, listing fees, annual report printing fees office expenses, travelling fees, property tax etc. Administrative expenses decreased 14% mainly due to lower staff related expenses against the corresponding period.

Other expenses for 3Q2016 mainly consists of loss on disposal of plant and equipment amounted to RMB 0.04 million (3Q2015: Nil).

Finance costs mainly arose from bank borrowings.

Share of results of associated companies mainly pertains to the share of results from Anyang Jiulong which generated revenue from the production and selling of industrial steam and electricity.

No tax expenses was provided in 3Q2016 was mainly due to the Group has unutilised tax losses arose from tax losses incurred in FY2015.

As a result, the Group registered a net profit attributable to equity holders of the Company of RMB 0.54 million in 3Q2016 against net loss of RMB 2.78 million in 3Q2015.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the financial period reported on.

Commentaries on balance sheet and cash flow
Group's balance sheet:

The Group's current assets as at 30 September 2016 was RMB 515.68 million, increased of RMB 71.64 million relative to that as at 31 December 2015. The net increase was largely attributed to:

- a. increase in trade and other receivables of RMB 80.84 million mainly due to increase of advances to Anyang Jiujiu Chemical Technology Co., Ltd ("Anyang Jiujiu") for the payment of the construction of its plants amounted to RMB 68.81 million, increase in trade and other receivables of RMB 5.93 million and increase RMB 12.10 million in prepayment for plant and equipment. The increase was partially offset by the repayment from related party amounted to RMB 6.00 million;
- b. the increase was partially offset against decrease in cash and cash equivalents of RMB 9.00 million from RMB 52.84 million as at 31 December 2015 to RMB 43.84 million due largely to cash used in investing activities.

The Group's non-current assets decreased by RMB 1.33 million due largely to:

- a. the depreciation and amortisation of property, plant and equipment and land use rights of RMB 21.74 million. However, the decrease was partially offset by the increase in property, plant and equipment of RMB 17.06 million; and
- b. share of profit from associated companies of RMB 3.75 million.

The Group's current liabilities as at 30 September 2016 was RMB 623.89 million, an increase of RMB 64.00 million relative to that as at 31 December 2015. The net increase was largely attributed to:

- a. increase in bank borrowings of RMB 55.00 million;
- b. increase in trade payables and trade bills payables of RMB 12.30 million; and
- c. the increase was partially offset by decrease in trade bills payables to banks of RMB 3.30 million relative to 31 December 2015

Net asset value as at 30 September 2016 was RMB 491.31 million, RMB 6.36 million higher than the net asset value as at 31 December 2015 of RMB 484.95 million. This was largely attributed to the profit generated for the period.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the financial period reported on.

Commentaries on balance sheet and cash flow (cont'd)

Group's balance sheet:

Current liabilities of the Group as at 30 September 2016 exceeded its current assets by RMB 108.21 million attributable to the losses incurred in prior years. Despite the negative working capital, the Group believes that it will be able to repay its current liabilities as and when it fall due. As a substantial part of the Group's current liabilities are owed to its principal supplier and strategic partner, Anhua Group and to its associated company, Anyang Jiulong of RMB 241.67 million, the Group has obtained continued financial support from Anhua and Anyang Jiulong, which had agreed to defer payments of trade payables owing to them till Anyang Jiutian is able to settle its other liabilities.

With the continued financial support from Anhua Group and Anyang Jiulong, the Board believes that the Group will be able to operate as a going concern, despite the negative working capital.

The Board is not aware of any other material information which has not been disclosed.

Company's balance sheet:

Company's net assets decreased by RMB 3.96 million as at 30 September 2016 due largely to head office expenses incurred for the period.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

The Group did not provide any forecast of financial performance in 2Q2016 result announcement.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group's performance continues to be affected by: (i) weak demand of chemical products in China including DMF and methylamines; (ii) general slowdown in China's economy; and (iii) Sharp increases in prices of coal and methanol, our main raw materials started in September 2016.

As the business environment will likely remain challenging, the Group needs to stay vigilant and monitor the market condition closely, adapting its business strategies as and when appropriate.

11. Dividend

(a) Current Financial Period Reported On

Nil

(b) Corresponding Period of the Immediately Preceding Financial Year

Nil

(c) Date payable

NA.

(d) Books closure date

NA.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been recommended for the current financial period reported on.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transaction as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
	3Q2016	3Q2016
Anyang Chemical Industry Group Co., Ltd	Nil	RMB 56.71 million
Anyang Jiulong Chemical Co., Ltd	Nil	RMB 27.24 million

14. Negative confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

We, Gao Heng and Sun Zhiqiang, being two directors of Jiutian Chemical Group Limited (the "Company"), do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the third quarter ended 30 September 2016 to be false or misleading in any material respect.

15. Confirmation Pursuant to Rule 720(1) of the Listing Manual

Jiutian Chemical Group Limited confirms that undertakings under Rule 720(1) have been obtained from all its directors and executive officers in the format set out in Appendix 7.7.

BY ORDER OF THE BOARD

Name: Sun Zhiqiang
Designation: Acting Chief Executive Officer
Date: 10 November 2016