



China Sky Chemical Fibre Co., Ltd.

(Registration No: CT-146759)

GRANT OF EXTENSION OF TIME

INTRODUCTION

Reference is made to the announcement made by the Company on 27 February 2015 and 2 March 2015.

Pursuant to the application made by the Company to the Singapore Exchange Securities Trading Ltd ("SGX-ST") on 27 February 2015, the Board of Directors of China Sky Chemical Fibre Co., Ltd. (the Company) wishes to inform its shareholders that SGX-ST has yesterday confirmed that it has no objection to the Company's application for an extension of time till 31 March 2015 to comply with Rule 705(1) of the Listing Manual to release its unaudited financial statements for the financial year ended 31 December 2014 ("FY2014 Results") and an extension of time till 31 May 2015 to comply with Rule 707(1) to hold its annual general meeting for FY2014 ("AGM FY2014"), subject to the following:

- (a) The Company announcing period of extension granted, the reasons for seeking the extension of time and the conditions as required under Listing Rule 107;
- (b) Submission of a written confirmation from the Company that the extension of time does not contravene any laws and regulations governing the Company and the articles of association of the Company; and
- (c) Submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company.

The period of extension granted, the reasons for seeking the extension of time and the conditions as required under Listing Rule 107 are as follows:

BACKGROUND OF EXTENSION OF TIME FOR FY2014 RESULTS

1. The Company had convened a final meeting for FY2014 on the 25th February of 2015. During the Audit Committee ("AC") meeting to review the FY2014 Results, the AC had raised a number of queries contained in the FY2014 Results which was prepared by the management.
2. The queries were relating to additional audit procedure to be performed and/or explanation from the management in the following matters:-
 - (a) Cash and Bank Balances
 - (b) Sales and Purchases Invoices
 - (c) Account Receivables and Payable
 - (d) Advances to Suppliers
 - (e) The Status of Qingdao land

3. The AC had suggested to the management to carry out follow-up procedure in view of the abovementioned matters. However, pursuant to the Chinese New Year holiday in China, the management has limited time and manpower resources available to attend to the queries of the AC and complete the FY2014 Results on or before 28 February 2015.

RATIONALE AND APPLICATION FOR EXTENSION OF TIME

4. In view of the foregoing, the Company would require additional time to prepare the FY2014 Results.
5. As such, the Company is requesting under Rule 107 for an extension of time until 31 March 2015 to announce the FY2014 Results.

BACKGROUND

6. In view of the delay in completing the FY2014 Results, the Company would not be able to issue an annual report for FY2014 and convene the AGM FY2014 on or before 30 April 2015 pursuant to Rule 707 of the Listing Manual.

RATIONALE AND APPLICATION FOR EXTENSION OF TIME

7. Therefore, the Company is requesting under Rule 107 for an extension of time until 31 May 2015 to convene the AGM FY2014.

The conditions (b) and (c) have been duly noted and will be complied with by the Company accordingly. The Company will provide updates as to any further development in the aforesaid matters in due course.

By Order of the Board

Ling Yew Kong
Chief Executive Officer
6 March 2015