CHANGTIAN PLASTIC & CHEMICAL LIMITED

PROFIT GUIDANCE FOR THE FIRST QUARTER ENDED 31 MARCH 2016

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 first quarter ended 31 March 2016.

The first quarter result is expected to be a loss due to a decrease in sales revenue and profit margin, attributable primarily to the reduction of customers' orders received due to the continued slowdown of China's economic growth in the reported period.

Further details will be disclosed when the Group releases its unaudited consolidated financial results for the first quarter ended 31 March 2016 on Thursday, 12 May 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
5 May 2016