



CHINA FIBRETECH LTD.

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

THE PROPOSED SHARE CONSOLIDATION

– NOTICE OF BOOKS CLOSURE DATE

*Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the announcement made by China Fibretech Ltd (the “**Company**”) on 28 March 2015 and 2 April 2015 relating to the Proposed Share Consolidation and the circular to Shareholders dated 13 April 2015 relating to the Proposed Share Consolidation.*

1. NOTICE OF BOOKS CLOSURE DATE

NOTICE IS HEREBY GIVEN that, the Share Transfer Books and Register of Members of the Company will be closed at 5.00 p.m. on 28 May 2015 (the “**Books Closure Date**”) for the purpose of determining the entitlements of Shareholders under the Proposed Share Consolidation.

On the Books Closure Date, every fifty (50) ordinary shares of par value US\$0.04 each in the issued and authorised capital of the Company (including treasury Shares) as at the Books Closure Date will be consolidated into one (1) ordinary share of par value US\$2.00 in the capital of the Company, fractional entitlements to be disregarded.

The Proposed Share Consolidation shall be effective from 9.00 a.m. on the Market Day immediately following the Books Closure Date, being 29 May 2015 (“**Effective Date**”), whereupon the Register of Members of the Company and the Depository Register, will be updated to reflect the number of Consolidated Shares held by each Shareholder based on the number of Shares held by them as at the Books Closure Date.

Notwithstanding that the Proposed Share Consolidation will only become effective on the Effective Date, the Consolidated Shares will begin trading in board lots of 100 Consolidated Shares at 9.00 a.m. on 26 May 2015 (the “**Effective Trading Date**”), except as provided below where temporary arrangements have been made to facilitate Shareholders trading in odd lots of Consolidated Shares which may arise from the Proposed Share Consolidation. The Effective Trading Date is three (3) Market Days before the Effective Date on account of the fact that trades on the SGX-ST are settled on a “T+3” settlement cycle, that is, a purchase or sale of Shares on day T will be settled at T plus three (3) Market Days later. Accordingly, fifty (50) Shares as at 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date, that is 25 May 2015, will represent one (1) Consolidated Share with effect from 9.00 a.m. on the Effective Trading Date, that is 26 May 2015. Trading in the Shares will cease after 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date.

Shareholders should note that the number of Consolidated Shares which Shareholders will be entitled to, based on their holdings of Shares of par value US\$0.04 each as at the Books Closure Date, will be rounded down to the nearest whole Consolidated Share and all entitlements to fractions of a Consolidated Share arising from the Proposed Share Consolidation shall be disregarded. Fractions of a Consolidated Share arising from the Proposed Share Consolidation will be aggregated or otherwise dealt with in such manner and on such terms as the Directors may, in their absolute discretion, deem fit in the best interests of the Company (including but not limited to aggregating all or any of the fractions of Consolidated Shares and selling of the aggregated fractions of Consolidated Shares and the proceeds thereof paid to the Company for the Company's benefit and/or a purchase by the Company of any or all of the fractions of Consolidated Shares and the proceeds thereof retained by the Company for the Company's benefit and the purchased Consolidated Shares cancelled). Affected Shareholders will not be paid for any fractions of a Consolidated Share which are disregarded.

Each Consolidated Share will rank *pari passu* in all respects with each other. The Consolidated Shares will be traded in board lots of 100 Consolidated Shares.

2. TRADING ARRANGEMENTS

(a) Trading Arrangements for the Consolidated Shares

With effect from 9.00 a.m. on the Effective Trading Date, trading in the Shares will be in board lots of 100 Consolidated Shares. Trading in the existing Shares will cease after 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date, being 25 May 2015.

(b) Trading Arrangements for Odd Lots

The Shares are currently traded in board lots of 100 Shares. Following the Proposed Share Consolidation, the Securities Accounts maintained with CDP of Shareholders (being Depositors) may be credited with odd lots of Consolidated Shares (that is, lots other than board lots of 100 Shares).

The market for trading of such odd lots of Consolidated Shares may be illiquid. Shareholders who receive odd lots of Consolidated Shares pursuant to the Proposed Share Consolidation, as the case may be, and who wish to trade in odd lots on the SGX-ST, should note that the unit share market has been set up to allow trading in odd lots with a minimum size of one (1) Consolidated Share on the SGX-ST. The unit share market will enable trading in odd lots in any quantity less than one (1) board lot of the underlying Consolidated Shares in the ready market.

To facilitate Shareholders in trading in odd lots of the Consolidated Shares which may arise from the Proposed Share Consolidation, the Company has made arrangements with the SGX-ST for the establishment of a temporary counter ("**Odd Lot Counter**") to allow Shareholders to trade in board lots of 1 Consolidated Shares for a period starting from 9.00 a.m. on the Effective Trading Date (i.e. 26 May 2015) and ending at 5.00 p.m. on 27 July 2015 ("**Concessionary Period**"). At the expiry of the Concessionary Period, the Odd Lot Counter will cease and the Consolidated Shares will have to be traded in the Unit Share Market.

The set-up of the temporary odd lot counter is strictly of a provisional nature. Entitled Shareholders who continue to hold odd lots of less than 100 Consolidated Shares after the Concessionary Period may find difficulty and/or have to bear disproportionate transaction costs in realising the fair market price of such Consolidated Shares.

3. CONTACT INFORMATION

The Share Registrar of the Company, Boardroom Corporate & Advisory Services Pte Ltd, is as follows:

50 Raffles Place, #32-01
Singapore Land Tower
Singapore 048623

BY ORDER OF THE BOARD

Wu Xinhua
Executive Chairman and CEO
11 May 2015