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Sinopec Yizheng Chemical Fibre Company Limited

Yizheng City
Jiangsu Province
People's Republic of China

Attn.: The Board of Directors

27 October 2014

Dear Sirs,

Sinopec Yizheng Chemical Fibre Company Limited (the "Company", and together with its subsidiaries, the "Group")

- Profit forecast of the Company prepared under CASBE for the year ending 31 December as contained in the Company's circular dated 27 October 2014 (the "Circular")

We refer to the consolidated profit forecast of the Company for the year ending 31 December 2014 (the "**Yizheng Profit Forecast**") prepared by the Company and reviewed by PricewaterhouseCoopers Zhong Tian LLP, the reporting accountant of the Company, as set out in the Circular and the Loss Prediction as defined and contained in the Company's announcement dated 24 September 2014. Capitalised terms used in this letter, unless otherwise defined, shall have the same meanings as those defined in the Circular.

This letter is issued in compliance with the requirement under Rule 10.4 of the Takeovers Code and Rule 14.62(3) of the Listing Rules.

We have reviewed the Yizheng Profit Forecast and the Loss Prediction and discussed with you the bases and assumptions made by you as the Directors as set out in the Circular upon which the Yizheng Profit Forecast and the Loss Prediction have been made. We have also considered the letter addressed to the Directors from PricewaterhouseCoopers Zhong Tian LLP dated 27 October 2014 regarding the calculations and accounting policies upon which the Yizheng Profit Forecast and the Loss Prediction have been made.

On the basis of the foregoing and on the basis that the Directors are satisfied that there are no further matters that should be brought to our attention, in our view, the Yizheng Profit Forecast and the Loss Prediction, for which you as the Directors are solely responsible, has been made by the Directors with due care and consideration.

It must be emphasised that the Yizheng Profit Forecast and the Loss Prediction necessarily depend on subjective judgements and they are, according to the nature of the business and the period covered, subject to substantial inherent uncertainties. The Yizheng Profit Forecast and the Loss Prediction and their underlying assumptions relate to the future and actual financial and trading positions are likely to be different from the forecast since other anticipated events frequently do not occur as expected and the variation may be material.



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Accordingly, the Yizheng Profit Forecast and the Loss Prediction cannot be relied upon to the same extent as information derived from audited financial statements for completed financial accounting periods and we express no opinion on how closely the business targets eventually achieved will correspond with the Yizheng Profit Forecast and the Loss Prediction.

We make no representation as to the legal interpretation of the above information as presented in the Circular.

This letter is supplied on the understanding that it is for the sole use of the Company. It must not be made available to any other party or filed with or referred to (either in whole or in part) in the Circular or any other document or otherwise quoted, circulated or used for any other purpose without our prior written consent, except that we understand a copy of this letter will be lodged with The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") and the Executive of the SFC and included in the Circular to be despatched by the Company. For the avoidance of doubt, all duties and liabilities (including without limitation those arising from negligence) to third parties, including the Stock Exchange, are specifically disclaimed, except those of our responsibilities under the Takeovers Code that cannot be disclaimed.



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Yours faithfully

UBS AG, Hong Kong Branch



Patrick Tsang
Managing Director



Stephen Lau
Director