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**VOLUNTARY DISCLOSURE – QUARTERLY UPDATE ON FINANCIAL PERFORMANCE  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2021**

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The Board of Directors (the “**Board**”) of Jiutian Chemical Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to provide its business updates to shareholders.

The Group recorded revenue of RMB 416.74 million in the three months ended 30 September 2021 (“**3Q2021**”), representing an increase of 56% as compared with RMB 267.01 million for the three months ended 30 September 2020 (“**3Q2020**”). The higher revenue was mainly due to the increase in average sales prices of our main products, Dimethylformamide (“**DMF**”) and Methylamine, and partially offset by lower sales volume for both products.

For 3Q2021, average selling prices of DMF and Methylamine were RMB13,532 per tonne and RMB 10,727 per tonne respectively, which were 118% and 45% higher than that for 3Q2020. The increase in average product prices was mainly due to: (i) increase in prices of raw materials; and (ii) the continuing surge in demand for our main products from downstream customers, who in turn are experiencing strong growth in both local and export markets for their products.

The sales volume of DMF and Methylamine in 3Q2021 were 8% and 4% lower than that of 3Q2020 as the operation was affected by the severe flood that hit Henan Province in early July 2021. There was also a scheduled maintenance shutdown for both plants in 3Q2021, similar to 3Q2020.

The soaring coal price had led to a significant increase in average cost of 3 key raw materials of methanol, liquid ammonia and industrial steam. These costs went up by approximately 65%, 65% and 131% respectively, resulting in higher cost of production for DMF and Methylamine. As a result of the foregoing, gross profit margins decreased from 34% in 3Q2020 to 23% in 3Q2021.

Resulting from a combination of the above factors, the Group’s net profit attributable to shareholders for 3Q2021 increased by 10% from RMB 51.94 million to RMB 56.88 million.

**Key Financial Highlights**

**Table 1: Extract of Consolidated statement of Profit and Loss and Other Comprehensive Income**

	<b>Unaudited Group 3 months ended 30 Sep 2021 RMB ‘000</b>	<b>Unaudited Group 3 months ended 30 Sep 2020 RMB ‘000</b>	<b>Change %</b>
Revenue	416,739	267,006	56
Gross profit	99,049	83,860	18
Profit before tax	78,569	71,438	10
Profit attributable to Shareholders	56,884	51,936	10

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**Table 2: Extract of statement of Financial Position**

	<b>Unaudited Group 30 Sep 2021 RMB'000</b>	<b>Audited Group 31 Dec 2020 RMB'000</b>
Current assets	1,347,929	1,158,136
Non-current assets	249,944	276,684
Current liabilities	(889,292)	(906,843)
Non-current liabilities	(2,000)	(5,090)
Net assets	706,581	522,887
<b>Equity</b>		
Share capital	709,977	709,977
Reserve Fund	37,720	13,733
Accumulated losses	(38,966)	(198,971)
Non-controlling interests	(2,150)	(1,852)
Total Equity	706,581	522,877

**BY ORDER OF THE BOARD**

Name: Han Lianguo  
 Designation: Non-executive and Non-independent Chairman  
 Date: 10 November 2021

This announcement has been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Ms Lim Hui Ling, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.