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**Yangtze Optical Fibre and Cable Joint Stock Limited Company\***  
**長飛光纖光纜股份有限公司**

*(a joint stock limited company incorporated in the People's Republic of China with limited liability)*  
**(Stock Code: 6869)**

**VOLUNTARY ANNOUNCEMENT**  
**FORMATION OF OPTICAL FIBRE PREFORM JOINT VENTURE**

This is a voluntary announcement made by Yangtze Optical Fibre and Cable Joint Stock Limited Company\* 長飛光纖光纜股份有限公司 (the “**Company**”).

The Company is pleased to announce that, on 23 June 2015, the Company and Shin-Etsu Chemical Co., Ltd. (“**Shin-Etsu**”), a limited liability company incorporated in Japan, entered into a joint venture agreement (the “**JV Agreement**”), pursuant to which, the Company and Shin-Etsu have agreed to establish a joint venture company (the “**JV Company**”) to promote and develop optical fibre preform manufacturing, sales and its related businesses in Qianjiang, Hubei Province, the People’s Republic of China.

Pursuant to the JV Agreement, the JV Company will be held as to 49% by the Company and as to 51% by Shin-Etsu. The registered capital of the JV Company is JPY8,000,000,000 (equivalent to approximately RMB400,000,000) and the total investment is JPY12,500,000,000 (equivalent to approximately RMB625,000,000). The Company and Shin-Etsu will make capital contribution in cash based on their respective equity holdings in the JV Company.

The Company is one of the leading optical fibre preform, optical fibre and optical fibre cable suppliers in the world. Since its establishment in 1988, the Company has established a solid vertical integrated business model. The Company provides various products in the communications industry, including optical fibre preforms, optical fibres and optical fibre cables, and specialty optical fibres and optical fibre cables which are customised and for emerging application. The formation of the JV Company is part of the Company’s continued growth strategy and can enable the Company to strengthen its market leading position and move closer to its vision of becoming “No.1 in the world and the leader in the industry”. With

the JV Company, the Company will have another source of supply of optical fibre preforms which will further reduce the costs of optical fibre preforms, improve the core competitiveness of the Company and so as its profitability.

The JV Agreement and the transactions contemplated thereunder do not constitute notifiable transactions or connected transactions of the Company under Chapter 14 and Chapter 14A of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

By order of the Board  
**Yangtze Optical Fibre and Cable Joint Stock Limited Company\***  
長飛光纖光纜股份有限公司  
**Wen Huiguo**  
*Chairman*

Wuhan, PRC, 23 June 2015

*As at the date of this announcement, the board of directors of the Company comprises Wen Huiguo and Frank Franciscus Dorjee, as executive directors; Ma Jie, Yao Jingming, Philippe Claude Vanhille, Yeung Kwok Ki Anthony, Xiong Xiangfeng and Zheng Huili, as non-executive directors; Ngai Wai Fung, Ip Sik On Simon, Li Ping and Li Zhuo, as independent non-executive directors.*

\* *For identification purposes only*