

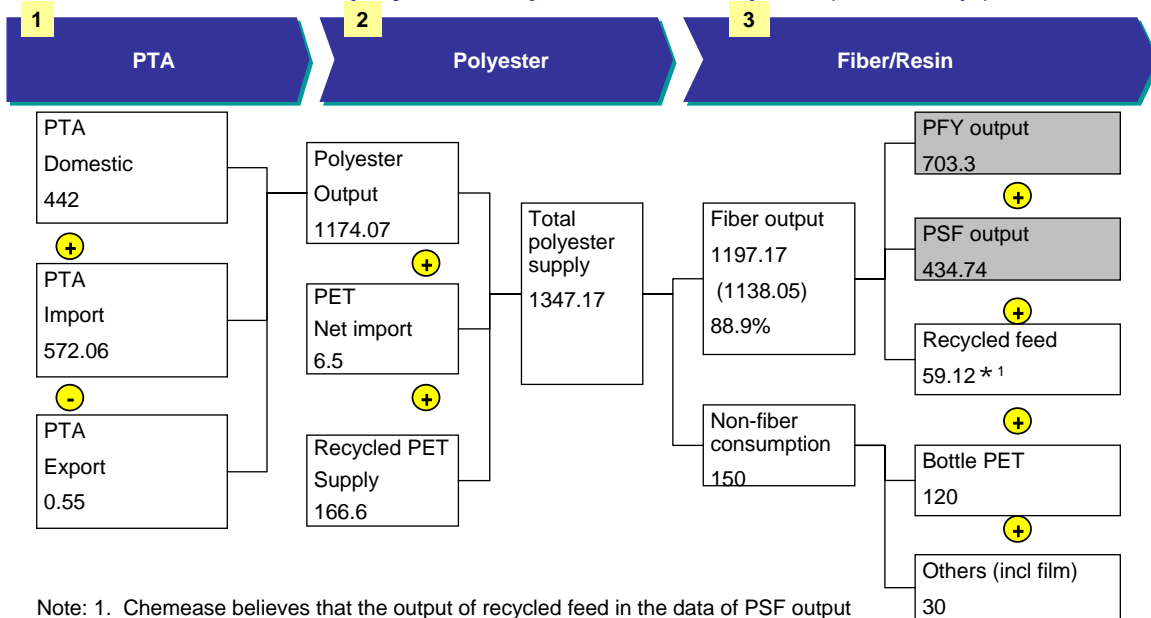
## Agenda

- 1. Executive summary
- 2. Industrial analysis
  - ☞ 2.1 PTA supply and demand
  - ☞ 2.2 Polyester's role in textile & apparel industry
  - ☞ 2.3 Apparel industrial value chain
  - ☞ 2.4 Seasonal demand of apparels
- 3. Company survey
  - ☞ 3.1 Key conclusions
  - ☞ 3.2 Sum-up of interviews
- 4. Indicator map
- 5. Additional issues

©Copyright Chemease 2005

In 2004, the production of fiber grades took up 88.9% of China's total polyester production and consumed 87% of the PTA feed.

2004 China polyester output and consumption (unit: 10kt/yr)



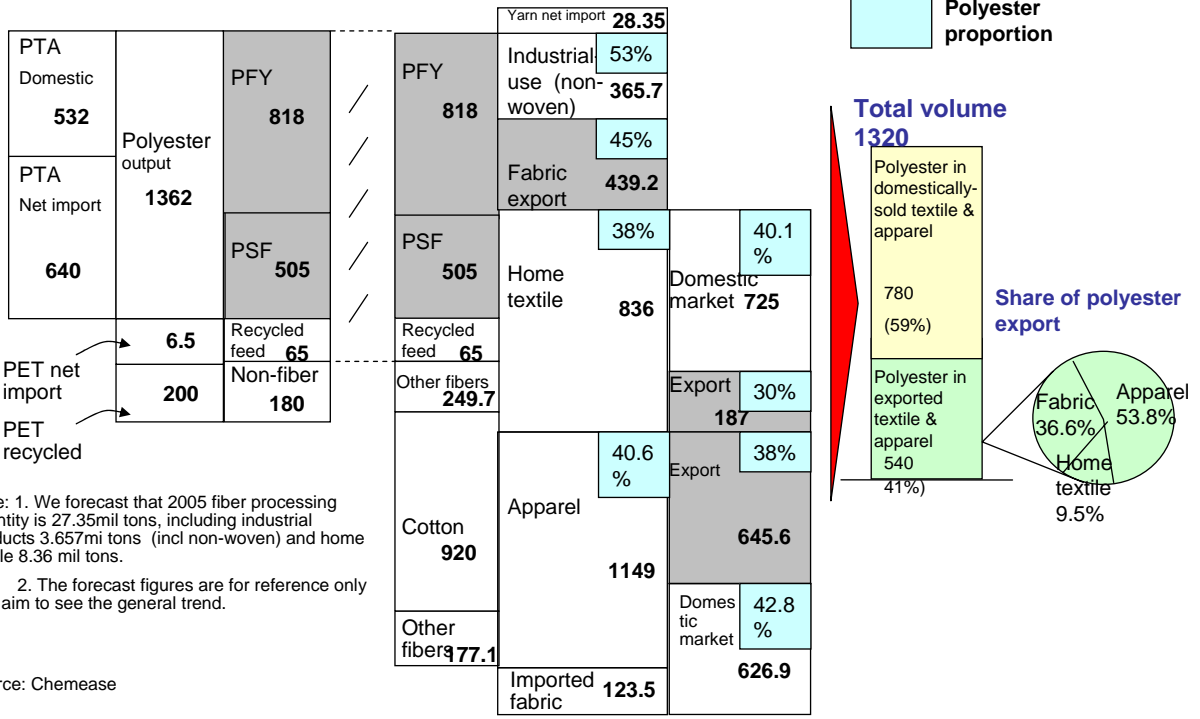
Note: 1. Chemease believes that the output of recycled feed in the data of PSF output released by National Bureau of Statistics of China is underestimated, so 591.2kt output from recycled feed is added in the report.

Source: National Bureau of Statistics of China , Chemease

©Copyright Chemease 2005

2005 will see export proportion keeping rising in the total polyester consumption and apparel export exceeding domestic demand for the first time.

Unit: 10kt/yr **2005 Fiber processing volume**



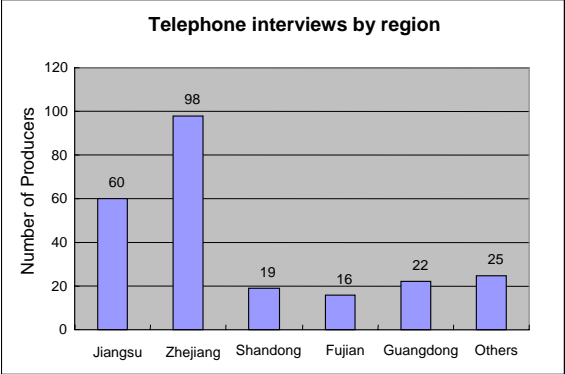
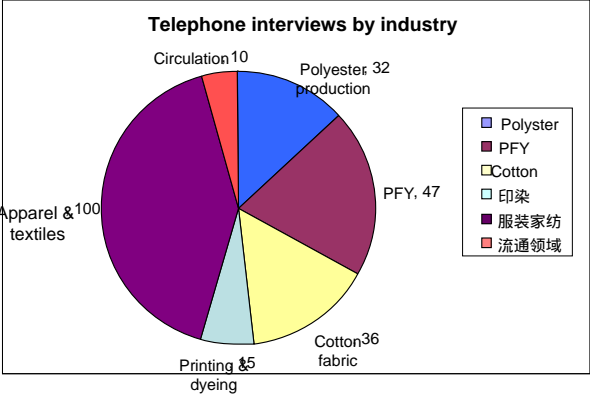
Note: 1. We forecast that 2005 fiber processing quantity is 27.35mil tons, including industrial products 3.657mil tons (incl non-woven) and home textile 8.36 mil tons.  
 2. The forecast figures are for reference only and aim to see the general trend.

Source: Chemease

©Copyright Chemease 2005

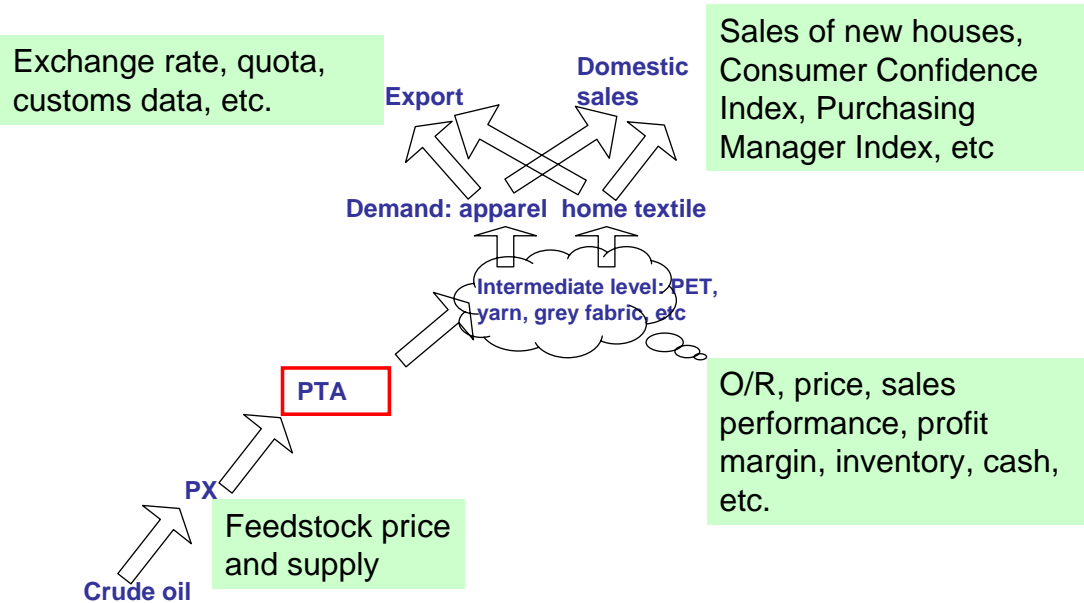
# Producers interviewed

240 telephone interviews and 20 field visits



©Copyright Chemease 2005

## Indicator Map



©Copyright Chemease 2005