



China Sunsine Chemical Holdings Ltd.

112 Robinson Road #12-04 Singapore 068902
Tel: (65) 6220-9070 Web: www.ChinaSunsine.com

Company Registration No.: 200609470N

RESIGNATION OF AUDITOR

The Board of Directors of China Sunsine Chemical Holdings Ltd. ("**Company**") wishes to announce that Messrs Paul Wan & Co has on 27 August 2012 given notice to the Company of their intention to resign as auditor of the Company.

In accordance with Rule 1203(5) of the Listing Manual of the SGX-ST:

- (a) Messrs Paul Wan & Co has confirmed, by way of their letter dated 27 August 2012 that they are not aware of any professional reasons why any new auditor should not accept appointment as auditor of the Company;
- (b) The Board confirms that there were no disagreements with Messrs Paul Wan & Co on accounting treatments within the last 12 months up to the date of this announcement; and
- (c) The Board confirms that it is not aware of any circumstances connected with the change of auditor that should be brought to the attention of the shareholders of the Company which has not been disclosed in this announcement.

Messrs Paul Wan & Co has informed the Company that due to the challenging environment, they have decided not to provide external audit services to listed companies. It is a purely commercial decision for resigning from their appointment. The Company is in the process of seeking a suitable auditor in place of Messrs Paul Wan & Co. Pursuant to Section 205(15) of the Companies Act (Cap. 50), the resignation of Messrs Paul Wan & Co shall only take effect upon the appointment of the new auditor approved by the shareholders of the Company in an extraordinary general meeting ("**EGM**") to be convened in due course.

The Board wishes to express their appreciation for the services rendered by Messrs Paul Wan & Co in the past.

A circular to the shareholders of the Company together with a notice of EGM will be dispatched in due course.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman
28 August 2012