



China SunSine Chemical Holdings Ltd.

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Company Registration No.: 200609470N

DISCLOSURE PURSUANT TO RULE 704(31) AND RULE 728 OF THE LISTING MANUAL

All capitalized terms used herein but not defined have the same meaning ascribed to it in the announcement made by China SunSine Chemical Holdings Ltd. (the "**Company**") on 25 March 2014.

The Board of Directors (the "**Board**") of the Company wishes to announce that pursuant to Rule 704(31) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), its wholly-owned subsidiary, Shandong SunSine Chemical Co., Ltd ("**Subsidiary**"), has entered into a new loan agreement of RMB 20 million with China Construction Bank Corporation on 4 May 2014 ("**Loan Agreement**") for purposes of its working capital requirements. The Loan Agreement contains the following clause which places restrictions on a change of control of the Company (the "**Condition**"):

"The Lender shall terminate the Loan Agreement or require the Borrower to fully repay the loan outstanding together with any interest and/or expenses, should the Borrower carry out any of the following: entering into contract or lease agreement, under judicial management, change of shareholding structure, reduction of share capital, making investments, amalgamation, merger, consolidation, acquisition and reconstruction, division, entering into joint ventures, share transfer, increasing debts significantly, being forced to apply for suspension of business for reorganisation, forced de-registration, application for dissolution or insolvency, change of controlling shareholder/actual controller or transfer of material assets, transfer of assets with no/low consideration, waiver of other parties' obligation, cessation of production, closure of business, imposition of high penalty by relevant authorities, being struck off, suspension of business licence, involving in material legal disputes, adverse difficulty in production and operation or worsening of financial situation, decrease in credit rating, and failure of legal representative or principal person in charge to perform his duties and responsibilities, which the Lender considers may jeopardize the security interest of the Lender."

As at 5 May 2014, the aggregate level of the facilities, and the outstanding loan amounts are set out below:

Lending Bank	Facilities Amount (RMB' million)	Loan Outstanding (RMB' million)	Due Date
Agricultural Bank of China	20	20	21 July 2014
	20	20	10 Oct 2014
	20	20	1 Dec 2014
China Construction Bank Corporation	20	20	24 May 2014
	30	30	16 June 2014
	20	20	21 Sep 2014
	30	30	1 Dec 2014
	30	30	15 Sep 2014
	20 (new loan)	20	3 May 2015
Laishang Bank	20	20	24 Oct 2014
	20	20	12 Mar 2015

Rural Credit Cooperative of Shanxian	50	30	10 Mar 2017
Aggregate Amount	300	280	

Any breach of the Condition or of the provisions of the other loan agreements in respect of the facilities set out above, may cause a default and may trigger a cross default under the Loan Agreement. The aggregate level of the facilities that may be affected by such breach will be the outstanding aggregate loan amount of RMB 280 million as at 5 May 2014.

In compliance with Rule 728 of the Listing Manual of the SGX-ST, the Company has procured an undertaking from its controlling shareholder, Success More Group Ltd, for it to notify the Company, as soon as it becomes aware, of any share pledging arrangements relating to the shares in the Company and any event which may result in a breach of the Conditions.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman
5 May 2014