



China SunSine Chemical Holdings Ltd.

112 Robinson Road #11-01 Singapore 068902
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Company Registration No.: 200609470N

THE PROPOSED SHARE SPLIT OF EVERY ONE (1) ORDINARY SHARE IN THE CAPITAL OF THE COMPANY INTO TWO (2) ORDINARY SHARES

1. INTRODUCTION

The Board of Directors (the “**Board**”) of China SunSine Chemical Holdings Ltd. (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”), wishes to announce that the Company is proposing a share split of every one (1) existing ordinary share in the capital of the Company (“**Share**”) held by shareholders of the Company (the “**Shareholders**”) into two (2) Shares (the “**Proposed Share Split**”).

2. TERMS OF THE PROPOSED SHARE SPLIT

As at the date of this announcement, the Company has an issued and paid-up share capital of S\$65,192,360.00, comprising 491,694,000 Shares (including 3,469,300 treasury shares).

Upon completion of the Proposed Share Split, assuming there is no change in the number of issued Shares from the date of this announcement up to the completion of the Proposed Share Split, an additional 491,694,000 Shares (“**Additional Shares**”) will be allotted and issued, and the Company will have an issued and paid-up share capital of S\$65,192,360.00 comprising 983,388,000 Shares (including 6,938,600 treasury shares).

Shareholders are not required to make any payment to the Company in respect of the Proposed Share Split. All Shares after the Proposed Share Split shall rank *pari passu* with one another.

3. RATIONALE OF THE PROPOSED SHARE SPLIT

The Directors believe that the Proposed Share Split is beneficial to the Company and its Shareholders for the following reasons:

3.1 Reduced price of each Share and increased market liquidity of the Shares

Following the Proposed Share Split, the price of each Share will be reduced which, in turn, will make the Shares more affordable to investors, thus encouraging greater participation by as well as providing greater trading flexibility in terms of the size of the trades to investors with different investment profiles. Furthermore, the reduced price of each board lot of Shares will make the Shares more accessible and attractive to both existing and potential investors, thus enhancing the trading liquidity of the Shares over time.

3.2 Broaden the base of Shareholders

The number of Shareholders after the Proposed Share Split may increase with the increase in the number of Shares available for trading purposes. As such, the Proposed Share Split may broaden the Shareholder base of the Company by improving accessibility of investment in the Company to new investors.



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For illustration purposes only and assuming that the Proposed Share Split had been completed on 19 September 2019, the theoretical price for the Shares traded after the Proposed Share Split would be S\$0.52 (based on the volume weighted average price of each Share for trades done on the Main Board of the SGX-ST on 19 September 2019 of S\$1.04).

Shareholders should, however, note that there can be no assurance that the intended effect mentioned above can be achieved as a result of the Proposed Share Split, nor can there be any assurance that such a result can be sustained in the longer term. Shareholders should also note that there can be no assurance that the market price of the Shares after the completion of the Proposed Share Split would be equal to or higher than the theoretical price following the Proposed Share Split.

4. APPROVALS FOR THE PROPOSED SHARE SPLIT

The Proposed Share Split is subject to:-

- (a) the approval-in-principle of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for the listing and quotation of the Additional Shares on the SGX-ST arising from the Proposed Share Split; and
- (b) approval from Shareholders by way of an ordinary resolution at an extraordinary general meeting (“**EGM**”) of the Company to be convened.

5. ADDITIONAL INFORMATION

The Company will be submitting an application to the SGX-ST for the dealing in, and the listing and quotation of the Additional Shares on the SGX-ST.

A circular to Shareholders will be despatched in due course to provide Shareholders with information relating to the Proposed Share Split and to seek Shareholders’ approval for the Proposed Share Split.

The Company will make further announcements on the Proposed Share Split in due course.

6. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or Substantial Shareholders of the Company or their respective associates has any interest, direct or indirect, in the Proposed Share Split, other than through their respective shareholdings in the Company.

7. DIRECTORS’ RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries that, to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Proposed Share Split, and the Company and its subsidiaries which are relevant to the Proposed Share Split, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this



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announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman
20 September 2019