



China Sunsine Chemical Holdings Ltd.

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Company Registration No.: 200609470N

REGULATORY ACTION BY SGX REGCO AGAINST OUR INDEPENDENT DIRECTOR

The Board of Directors (the "**Board**") of China Sunsine Chemical Holdings Ltd (the "**Company**", and together with its subsidiaries, collectively the "**Group**") refers to the announcement by the Singapore Exchange ("**SGX**") on 29 June 2018 entitled "*SGX RegCo reprimands Oriental Group Ltd, its former and present Directors and its former Group Financial Controller*" ("**SGX RegCo Announcement**").

The Board wishes to announce that the Company's independent director, Chairman of its Audit Committee, and a member of its Nominating Committee and Remuneration Committee, Mr Koh Choon Kong ("**Mr Koh**"), is a former independent director and former member of the audit committee of Oriental Group Ltd ("**OGL**") and was amongst the parties reprimanded by SGX Regulation ("**SGX RegCo**") pursuant to the SGX RegCo Announcement.

The Company's Nominating Committee, excluding Mr Koh ("**Remaining NC**"), has reviewed the SGX RegCo Announcement and carefully considered the matters giving rise to the regulatory action taken against the former board and former audit committee of OGL (including Mr Koh as a member thereof).

Notwithstanding the reprimand by the SGX RegCo, the Remaining NC and the Board (with Mr Koh abstaining from the deliberation process) ("**Remaining Board**") are of the view that, based on Mr Koh's past and present contributions to the Company (first as the Group Chief Financial Officer at the time of its initial public offering, and subsequently, the Company's Non-executive Director (2009 – 2012), through to his appointment as Independent Director from December 2012), Mr Koh has demonstrated professionalism, integrity and diligence in the discharge of the duties of his various offices at all relevant times, and is a valuable member of the Board and its committees.

The Remaining NC also took into consideration the fact that the breaches of the relevant listing rules do not extend to the character and integrity of Mr Koh. As such, unless there are further actions taken by other authorities which may disqualify Mr Koh from acting as a director of the Company, the Remaining NC and Remaining Board are of the view that Mr Koh can and should continue to serve in the capacities that he currently acts in the Company.

The Board wishes to reassure all stakeholders that the Board takes the SGX RegCo Announcement and the contents therein seriously, and believes that they serve as useful reminders to the Board and the Audit Committee in the discharge of their duties and responsibilities to the Company.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman
5 July 2018