



China Sunsine Chemical Holdings Ltd.

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Company Registration No.: 200609470N

RESPONSE TO SGX-ST QUERIES

The Board of Directors (the “**Board**”) of China Sunsine Chemical Holdings Ltd (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) wishes to provide the following information in response to queries from Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 23 September 2014 with regards to our share price movements recently.

Query 1:

Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples. If yes, the information shall be announced immediately

Company’s response:

We are not aware of any information not previously announced.

Query 2:

Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports

Company’s response:

Due to the Chinese government placing more emphasis on environmental protection, a number of rubber chemical producers, including some of our Group’s key competitors, have been forced to suspend their production. As a result, there has been a supply shortage in the market. The Group is benefitting from the tightening of these environmental regulations, and is able to increase both its sales volume and average selling prices. This information has been previously disclosed in our second quarter results announcement dated 7 August 2014.

In addition, a few brokerage house analysts, shareholders and investors made a plant visit to our Shandong factories between 15 September to 18 September 2014 to better understand our Group’s products and manufacturing processes. We understand there were a few positive reports issued by these brokerage houses and their analysts recently. This has heightened public awareness of our Company and may have explained the higher volume and price movement of our shares.

Query 3:

Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

Company's response:

We confirm our compliance with the listing rules and, in particular, Mainboard Rule 703.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman
23 September 2014