



## China SunSine Chemical Holdings Ltd.

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

Company Registration No.: 200609470N

### NEWS RELEASE

## China SunSine achieves record sales volume in 2Q2015

- Sales volume achieved a record high at 30,948 tons in 2Q2015;
- Net profit for 1H2015 rose 14% to RMB94.5 million as compared to 1H2014

SINGAPORE – 11 August 2014 - China SunSine Chemical Holdings Ltd (“China SunSine” or the “Group”), a specialty rubber chemicals producer and global leader in the production and supply of rubber accelerators, announces that the Group achieved a net profit of RMB47.1 million for the second quarter ended 30 June 2015 (“2Q2015”). The Group’s net profit for 6 months ended 30 June 2015 (“1H015”) boosted to RMB94.5 million from RMB83.0 million in 1H2014.

### Financial Highlights

RMB' million	Quarter Ended		Change	Half Year Ended		Change
	30 Jun 15	30 Jun 14		30 Jun 15	30 Jun 14	
Group Revenue	497.3	544.6	(9%)	929.4	972.0	(4%)
Gross Profit	121.0	137.6	(8%)	258.0	219.7	17%
Gross Profit Margin (GPM)	24.3%	25.3%	-1.0 pts	27.8%	22.6%	5.2pts
Profit before tax	71.0	85.9	(17%)	133.5	117.1	14%
Net profit after tax	47.1	60.2	(22%)	94.5	83.0	14%
Sales Volume (tons)	30,948	29,470	5%	56,324	53,369	6%
EPS (RMB cents)	10.12	12.92	(22%)	20.30 <sup>1</sup>	17.82	14%
NAV per share (RMB cents) as of the period				230.74 <sup>2</sup>	187.77	23%

<sup>1</sup>Based on weighted number of shares: 465,504,000 shares, equivalent to SGD 4.50 cents at exchange rate of 4.5077

<sup>2</sup>Based on 465,504,000 shares (excluding treasury shares, equivalent to SGD 51.19 cents at exchange rate of 4.5077



## China SunSine Chemical Holdings Ltd.

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

Company Registration No.: 200609470N

In 2Q2015, revenue declined by 9% to RMB497.3 million compared to RMB544.6 million in 2Q2014, due mainly to the decrease in overall Average Selling Price (“ASP”). ASP for all products reduced 13% from RMB18,480 per ton a year ago to RMB16,019 per ton. In the meantime, our raw material costs, such as Aniline, also decreased year on year as a result of the crude oil price’s drop. Our continuous marketing efforts lifted our sales volume to a new record high at 30,948 tons in 2Q2015 from 29,470 tons in 2Q2014. Our overall gross profit margin (GPM) was slightly reduced by 1 percentage point from 25.3% a year ago to 24.3% in 2Q2015. 2Q2015 net profit dropped 22% to RMB47.1 million as compared with RMB60.2 million in 2Q2014.

For the 6 months period ended 30 June 2015, the Group’s net profit rose 14% to RMB94.5 million from RMB83.0 million in 1H2014.

### Analysis of Sales and Volume

	Sales Volume (Tons)				Sales (RMB'm)			
	2Q2015	2Q2014	1H2015	1H2014	2Q2015	2Q2014	1H2015	1H2014
Accelerators	20,813	20,557	38,601	37,596	374.1	419.6	711.0	749.1
Insoluble sulphur	3,751	3,292	6,895	5,888	38.0	36.8	70.0	66.8
Anti-oxidant	5,904	5,347	10,124	9,349	75.4	82.8	133.9	145.6
Others	480	274	704	536	8.3	5.4	12.5	10.5
<b>Total</b>	<b>30,948</b>	<b>29,470</b>	<b>56,324</b>	<b>53,369</b>	<b>495.8</b>	<b>544.6</b>	<b>927.4</b>	<b>972.0</b>
Local Sales	21,841	19,322	38,881	33,982	329.8	334.8	596.0	578.9
International Sales	9,107	10,148	17,443	19,387	166.0	209.8	331.4	393.1
<b>Heating Power</b>	<b>9,137</b>	<b>-</b>	<b>11,851</b>	<b>-</b>	<b>1.5</b>	<b>-</b>	<b>2.0</b>	<b>-</b>

During the quarter, sales volumes for Accelerators, Insoluble Sulphur and Anti-oxidant increased 1%, 14% and 10% respectively, underpinned by our increased marketing efforts. ASP for Accelerators, IS and Anti-oxidant declined 12%, 10% and 17% respectively, mainly due to the decline in raw material cost. The Group’s domestic sales volume continued to increase. However, international sales volume decreased as some overseas orders with lower prices were not accepted by the Group. In 2Q2015, our heating company sold 9,137 tons of steam to a third party and generated RMB1.5 million revenue.



## China SunSine Chemical Holdings Ltd.

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

Company Registration No.: 200609470N

Mr Xu Cheng Qiu (徐承秋), Executive Chairman said: *“I am pleased to see the Group’s outstanding performance for the first half year of 2015. However, in July 2015, the US Department of Commerce announced the imposition of punitive duties on certain tires imported from China. This determination may adversely affect the China tire industry. Furthermore, the international crude oil prices have remained depressed, which has resulted in our main raw material prices remaining at low levels. I can see our selling prices may increasingly come under pressure. However, given that the Chinese auto market will continue to grow, I remain confident of the Group’s outlook.”*

Based on its latest 6 months’ results, the Group’s earnings per share was 20.30 RMB cents. Its total cash amounted to RMB223.4 million with net assets per share of 230.74 RMB cents as at 30 June 2015.

### Capacity Update

Set out below is an overview of the Group’s production capacity:

Tons	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015e
Accelerators	56,500	56,500	66,500	70,500	87,000	87,000
Insoluble Sulphur	10,000	10,000	10,000	20,000	20,000	20,000
Anti-oxidant	10,000	25,000	25,000	25,000	45,000	45,000
<b>Total</b>	<b>76,500</b>	<b>91,500</b>	<b>101,500</b>	<b>115,500</b>	<b>152,000</b>	<b>152,000</b>

- End -



## **China Sunsine Chemical Holdings Ltd.**

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

**Company Registration No.: 200609470N**

---

### **About China Sunsine Chemical Holdings Ltd.**

Listed on SGX-ST on 5 July 2007, China Sunsine Chemical Holdings Ltd. (“China Sunsine”) is a leading specialty chemical producer selling accelerators, anti-oxidant, vulcanising agent and anti-scorching agent. It is the largest producer of rubber accelerators in the world and has become the largest producer of insoluble sulphur in the PRC serving more than 65% of Global Top 75 tire manufacturers, such as Bridgestone, Michelin, Goodyear, Pirelli, Sumitomo, Yokohama, Hankook, Cooper, Kumho Tire as well as PRC Tire giants such as Hangzhou Zhongce, GITI Tire and Shanghai Double Coin Tyre. China Sunsine distributes its products under its own "Sunsine" brand, a brand which has been accredited as a “Shandong Province Famous Brand”.

As a chemical producer serving its global customers, China Sunsine continuously improves its manufacturing capability, and has achieved ISO9001 standard for quality, ISO14001 standard for environment, and GB/T28001-2001 standard for occupational health and safety management system.

Its SGX ticker code is “ChinaSsine”, Bloomberg ticker code is “CSSC SP”.

### **For more information, please contact:**

**Tong Yiping**, Group Financial Controller, tongyiping@ChinaSunsine.com  
**Jennie Liu**, IR Manager, jennie@ChinaSunsine.com  
Tel: (65) 6220 9070 Fax : (65) 6223 9177