



China Sunsine Chemical Holdings Ltd.

112 Robinson Road #12-04 Singapore 068902

Tel: (65) 6220-9070 Web: www.ChinaSunsine.com

Company Registration No.: 200609470N

BUSINESS UPDATE

China Sunsine is Expanding its Capacities

SINGAPORE - 3 November 2014 - The Board of Directors (the “**Board**”) of China Sunsine Chemical Holdings Ltd. (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) announced today that its wholly-owned subsidiaries, Shandong Sunsine Chemical Co., Ltd (“**Shandong Sunsine**”) and Weifang Sunsine Chemical Co., Ltd (“**Weifang Sunsine**”) have completed and/or are expanding their capacities as elaborated below:-

Completion of Phase 2 Antioxidant 6PPD facility

Shandong Sunsine has completed its antioxidant 6PPD facility under Phase 2 at a cost of approximately RMB 80 million. The new facility will be able to produce 15,000 tons of 6PPD per annum. The existing facility with a 15,000-ton 6PPD capacity was completed under Phase 1 in 2012. With the completion of Phase 2, the total capacity for 6PPD is now 30,000-ton per annum.

Completion of Expansion of Accelerator MBTS facility

Weifang Sunsine has completed its expansion of another 4,000-ton per annum MBTS facility at a cost of approximately RMB3.5 million. This brings its total capacity to 16,000-ton MBTS per annum.

Building up Accelerator DCBS capacity

Shandong Sunsine is also expanding its accelerator DCBS facility. **Shandong Sunsine** currently has an existing DCBS facility with annual capacity of 4,000-ton. In recent years, **Shandong Sunsine** has converted its DCBS facility to produce TBBS due to the higher market demand for accelerator TBBS and the rising cost of production of DCBS. In



China SunSine Chemical Holdings Ltd.

112 Robinson Road #12-04 Singapore 068902

Tel: (65) 6220-9070 Web: www.ChinaSunSine.com

尚舜化工
SUN SINE

Company Registration No.: 200609470N

addition, during the production process of DCBS highly pollutive wastewater is generated. However, as a result of improved technology, the production cost of DCBS has reduced and at the same time the process no longer generates highly pollutive wastewater. Therefore, **Shandong SunSine** is reactivating its DCBS facility and building a new DCBS facility with 8,000-ton per annum capacity. The budget for this facility is approximately RMB 9 million and it is expected to be completed by end of this year.

Mr Xu Cheng Qiu, the Company's Executive Chairman said, *"This year is a good year to expand our facilities. We have already received more accreditation for our 6PPD from most of our major customers, and more orders are coming in. This product has great potential and we expect that it will contribute positively to the Group's performance. We also further expanded another 4,000-ton MBTS facility in our Weifang plant to cater to higher demand. For DCBS, thanks to our continuous innovation, we managed to reduce our production cost, and at the same time reached "zero-discharge" of highly pollutive wastewater outside the compounds of the factory during the production process. With the reactivation and expansion of DCBS and MBTS facilities, respectively, our Group's world No 1 accelerator producer position is further strengthened."*

The above expansions are funded by internal sources, and are not expected to have any material impact on the net tangible assets or earnings per share of the Company for the financial year ending 31 December 2014.

With the completion of the above three facilities, our annual production capacities by the end of FY2014 would be:-

FY2014	Accelerators (Tons)	Insoluble Sulphur (Tons)	Antioxidants (Tons)	Total (Tons)
Annual Capacities	87,000	20,000	45,000	152,000

- 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 60% 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, FC, tongyiping@ChinaSunsine.com

Jennie Liu, IR Manager, jennie@ChinaSunsine.com

Tel: (65) 6220 9070 Fax : (65) 6223 9177