



China SunSine Chemical Holdings Ltd.

112 Robinson Road #11-01 Singapore 068902
Tel: (65) 6220-9070 Web: www.ChinaSunSine.com

Company Registration No.: 200609470N

RESPONSE TO SGX-ST QUERY ON COMPANY'S ANNUAL REPORT

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 the query from Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 26 April 2019 with regards to our Annual Report filed on 15 April 2019 (the "**Annual Report**") for the financial year ended 31 December 2018 (the "**FY2018**").

SGX Query:

*We refer to China SunSine Chemical Holdings Ltd's ("the Company's") Annual Report 2018 filed on 15 April 2019. Rules 715 and 716 require an issuer to engage a suitable auditing firm for its significant subsidiaries and associated companies and **Rule 717 requires disclosure of the names of the auditing firm(s) appointed for each of its significant subsidiaries and associated companies.** We note that the Company only disclosed the name of the auditors for the **consolidated accounts** of the Group. In this regard, please disclose the names of the statutory auditors of each of the significant subsidiaries and associated companies.*

Company's response:

The Board considers Shandong SunSine Chemical Co., Ltd as its only significant subsidiary. It was audited by Shan Dong He Hua United Certified Public Accountant, which has been disclosed on page 78 of the Annual Report.

None of the rest of the subsidiaries in the Group are considered as significant subsidiaries.

The Company does not have any associated companies.

The Board would also like to highlight that all our subsidiaries' financial statements, except for Shanxian SunSine Hotel Management Co., Ltd, which was dormant in FY2018, were audited directly by Shanghai Nexia TS Certified Public Accountants ("**Shanghai Nexia**"), a subsidiary of Nexia TS Public Accounting Corporation ("**Nexia Singapore**"), for consolidation purposes. Although Shanghai Nexia does not issue separate opinions on our subsidiaries' financial statements, Nexia Singapore has issued an unmodified report to the Group's consolidated financial statements for FY2018.

Therefore, the Board confirms that the Company has fully complied with the Rules 715, 716 and 717 of the listing manual of the SGX-ST.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman
29 April 2019