



China Sunsine Chemical Holdings Ltd.

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

Company Registration No.: 200609470N

ESTABLISHMENT OF A WHOLLY-OWNED SUBSIDIARY

The Board of Directors (the “**Board**”) of China Sunsine Chemical Holdings Ltd. (the “**Company**”) wishes to announce that the wholly-owned subsidiary of the Company, Shandong Shanxian Chemical Co., Ltd. (“**Shanxian Chemical**”), has established a wholly-owned subsidiary (“**New Subsidiary**”) in Weifang, Shandong province, the People’s Republic of China (“**PRC**”) on 15 October 2010. The relevant details of the New Subsidiary are as follows:-

Name of New Subsidiary	:	Weifang Sunsine Chemical Co., Ltd. 潍坊尚舜化工有限公司
Registered and Paid-up Capital	:	RMB 20 million
Principal Activities	:	Manufacturing and sale of rubber chemicals, including rubber accelerators

The establishment of the New Subsidiary was funded by internal resources, and is 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 2010.

None of the substantial shareholders or the Directors of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Xu Chengqiu
Executive Chairman

18 October 2010