



## China Sunsine Chemical Holdings Ltd.

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

Company Registration No.: 200609470N

---

### PROFIT GUIDANCE

---

The Board of Directors (the “**Board**”) of China Sunsine Chemical Holdings Ltd. (the “**Company**”, and together with its subsidiaries collectively, the “**Group**”) wishes to inform shareholders and potential investors of the Company that, based on the preliminary assessment of the information currently available to the Board, including the unaudited financial statements for the 1<sup>st</sup> half year ended 30 June 2020 (“**1H2020**”), the Group is expected to report a material decrease in consolidated net profit, compared to the corresponding period from 1 January 2019 to 30 June 2019 (“**1H2019**”).

The expected decrease in profit is mainly due to the decrease in both average selling price (“**ASP**”) and sales volume of the Group’s products. As disclosed in several of our prior results announcements, raw material prices have been hovering at low levels, and as such, the Group’s ASP for rubber chemicals has been under pressure. Furthermore, the current COVID-19 pandemic has led to lower production utilization rates of the global tire manufacturers, which in turn dampened the demand for rubber chemicals, leading to higher competition. As a result, the Group’s ASP and sales volume are being affected. All of these had resulted in lower revenue and lower gross profit generated in 1H2020 compared to 1H2019.

The above information is based on the preliminary assessment made by the Board. The Company is in the process of finalising its unaudited consolidated financial results for the reporting period, and the results announcement for 1H2020 will be released on 12 August 2020.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

### BY ORDER OF THE BOARD

Xu Chengqiu  
Executive Chairman  
30 July 2020