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Press Release

China Sunsine Achieves RMB 404.9 million Net Profit with Record Sales Volume in FY2025

- **Sales volume in FY2025 reached a record high of 222,243 tonnes, up 4% YoY, underscoring the Group's strong market leadership position**
- **Net profit decreased by 4% y-o-y to RMB 404.9 million in FY2025, demonstrating resilience in its business operation**
- **Strong financial position with zero debt. NAV per share increased to SGD 0.85 and net cash per share reached SGD 0.45**
- **Ordinary dividend of SGD 0.027 per share proposed, comprising ordinary dividend of SGD 0.02 and special dividend of SGD 0.007, bringing the total dividend for FY2025 to SGD 0.032 (vs SGD 0.03 for FY2024).**

SINGAPORE - 27 February 2026 - China Sunsine Chemical Holdings Ltd ("**China Sunsine**" or the "**Group**"), a specialty rubber chemicals producer and a global leader in the production and supply of rubber accelerators, is pleased to present its financial results (unaudited) for the second half and the full year ended 31 December 2025 ("**2H2025**" and "**FY2025**" respectively).

In FY2025, the global economy continued to face significant challenges and uncertainties. Rising geopolitical tensions, escalating regional conflicts and growing trade protectionism heightened volatility in the global economic environment, affecting demand and cross-border trade flows.

In China, the oversupply situation in the rubber chemicals industry persisted, with intensified competition resulting in sustained pricing pressure. Meanwhile, prices of major raw materials remained at relatively low levels during the financial year, particularly in the second half of FY2025, which further exerted downward pressure on our selling prices.

Against these backdrops, China Sunsine demonstrated resilience and operational strength. Leveraging its cost efficiency and scale advantages, the Group achieved another record-high sales volume for the financial year while maintaining healthy profitability, further strengthening its market leadership position.

Financial Highlights

RMB' million	6 Months Ended		Change	12 Months Ended		Change
	31 Dec 25	31 Dec 24		31 Dec 25	31 Dec 24	
Group Revenue	**1,587.2**	1,766.4	(10%)	**3,277.4**	3,515.5	(7%)
Gross Profit	**354.5**	416.4	(15%)	**770.3**	850.0	(9%)
Gross Profit Margin	**22.3%**	23.6%	(1.3 pts)	**23.5%**	24.2%	(0.7 pts)
Profit before income tax	**197.1**	317.0	(38%)	**503.6**	585.1	(14%)
Net profit	**162.2**	235.1	(31%)	**404.9**	423.9	(4%)
Sales Volume (tonnes)	**112,548**	108,630	4%	**222,243**	214,094	4%
EPS (RMB cents)	**17.02**	24.63	(31%)	**42.47**[1]	44.34	(4%)
NAV per share (RMB cents) as of the period				**465.46**[2]	441.45	5%

Business Performance

2H2025

In 2H2025, the Group recorded revenue of RMB 1,587.2 million, representing a 10% decline compared to 2H2024. The overall average selling price ("**ASP**") decreased by 13% year-on-year to RMB 13,911 per tonne amid continuing pricing pressure. This was partially offset by a 4% year-on-year increase in sales volume to 112,548 tonnes.

Gross profit decreased by 15% to RMB 354.5 million, with gross profit margin ("**GPM**") narrowing to 22.3% from 23.6% in the corresponding period last year as a result of lower ASP.

[1] Based on the weighted average number of shares of 953,383,000 shares, equivalent to SGD 7.78 cents at the exchange rate of SGD 1 : RMB 5.4586 as of 31 December 2025.

[2] Based on the total number of issued shares of 953,383,000 shares at the end of the year, equivalent to SGD 85.27 cents at the exchange rate of SGD 1: RMB 5.4586 as of 31 December 2025.

Profit before income tax ("**PBT**") fell 38%, from RMB 317.0 million in 2H2024 to RMB 197.1 million. Net profit decreased by 31%, from RMB 235.1 million in 2H2024 to RMB 162.2 million.

FY2025

In FY2025, the Group recorded revenue of RMB 3,277.4 million, a 7% decrease as compared to FY2024, as ASP decreased by 10% to RMB 14,545 per tonne, mainly due to the decrease in the price of raw materials and intensified competition..

In response to the intensified competition, the Group adopted a more flexible pricing strategy, thus achieving continued volume growth. Sales volume increased by 4% compared to FY2024 to a record high of 222,243 tonnes, underpinned by expanded production capacity and sustained customer demand.

Due to lower ASP and revenue, the Group's gross profit decreased by 9% to RMB 770.3 from RMB 850.0 million in FY2024, while gross profit margin decreased to 23.5% from 24.2% a year earlier.

Other income amounted to RMB 106.1 million, mainly comprising interest income and proceeds from sales of scrap materials. Other losses amounted to RMB 31.3 million, primarily attributable to foreign exchange losses and fair value losses on non-current receivables classified as financial assets at fair value through profit or loss.

Distribution and marketing expenses increased by 7% to RMB 119.0 million, in line with higher sales volume and related logistics costs.

Research and development ("**R&D**") expenses decreased to RMB 5.2 million from RMB 86.2 million in FY2024 due to reduced R&D activities during the financial year.

PBT decreased by 14% to RMB 503.6 million in FY2025, from RMB 585.1 million in FY2024, mainly due to lower revenue.

Income tax expense decreased by 39% to RMB 98.7 million from RMB 161.2 million in FY2024, mainly due to the reversal of over-provision in the prior financial years.

As a result of the above, net profit for FY2025 decreased by 4% to RMB 404.9 million, compared to RMB 423.9 million in FY2024.

Analysis of Sales and Volume

	Sales Volume (Tonnes)				**Sales** (RMB'million)			
	2H2025	**2H2024**	**FY2025**	**FY2024**	**2H2025**	**2H2024**	**FY2025**	**FY2024**
Rubber Chemical								
Accelerators	55,825	54,790	108,773	107,426	986.4	1,098.3	1,997.7	2,141.7
Insoluble Sulphur	24,106	21,336	46,371	40,583	162.4	131.3	305.7	252.1
Anti-oxidant	31,305	31,530	64,689	64,285	395.3	499.1	890.6	1,050.5
Others	1,312	974	2,410	1,800	21.6	16.3	38.5	29.6
Total	**112,548**	**108,630**	**222,243**	**214,094**	**1,565.7**	**1,745.0**	**3,232.5**	**3,473.9**
Local Sales	*68,403*	*66,794*	*133,207*	*129,177*	*897.9*	*999.7*	*1,808.9*	*1,970.1*
International Sales	*44,145*	*41,836*	*89,036*	*84,917*	*667.8*	*745.3*	*1,423.6*	*1,503.8*
Heating Power	**29,368**	**34,161**	**58,336**	**68,359**	**8.2**	**9.3**	**16.2**	**18.4**
Waste treatment	**7,460**	**6,746**	**15,373**	**12,897**	**13.3**	**12.1**	**28.7**	**23.2**

In FY2025, sales volume for Accelerators and Insoluble Sulphur ("**IS**") increased by 1% and 14%, respectively, while sales volume for Anti-oxidant products remained at a similar level as FY2024. The utilisation rates for these three product categories remained at satisfactory levels during the financial year.

Domestic sales volume increased by 3%, reflecting the Group's active participation in market competition. International sales volume rose by 5%, mainly driven by increased orders from Southeast Asia as several Chinese tyre manufacturers have established their production facilities in the region.

In terms of revenue contribution, Accelerators, IS and Anti-oxidants accounted for approximately 61%, 9% and 27% of the Group's total revenue, respectively.

Based on the FY2025 results, earnings per share stood at RMB 42.47 cents. The Group's financial position remained strong. As at 31 December 2025, total cash and bank balances amounted to RMB 2,328.9 million, with cash per share of SGD 0.45 and no debt. Net assets per share were RMB 465.46 cents (equivalent to SGD 0.85).

Commenting on the Group's FY2025 performance and outlook, Executive Chairman Mr Xu Cheng Qiu (徐承秋) said, "***China's economy continued to demonstrate resilience in FY2025, with GDP growth of 5.0% for the year and 4.5% in the fourth quarter. The automotive sector reached a new milestone, with total vehicle sales hitting a record 34.4 million units, up 9.4% from the previous year. Sales of New Energy Vehicles ('NEVs') surged by 28.2% to 16.49 million units, accounting for 47.9% of total new vehicle sales. The sustained growth of the automotive and NEVs segments provides strong structural support for long-term demand in the rubber chemicals industry.***

While the global economic environment remains uncertain amid geopolitical tensions and rising trade protectionism, we are confident in the underlying fundamentals of our core markets. Domestically, although oversupply and intensified competition continue to place pressure on selling prices, the Group's advantages in scale, cost efficiency and well-established customer relationships position us well to navigate these challenges."

"***Looking ahead, we will continue to execute our 'sales-production equilibrium' strategy and adopt a flexible pricing approach to drive sales volume growth and reinforce our market leadership. With our strong balance sheet, healthy cash position and disciplined operational management, we are confident of sustaining the Group's profitability and delivering stable performance over the next 12 months."*** Mr Xu added.

Expansion Project Update

1. Phase 2 30,000-tonne per annum IS project (located in Hengshun plant)

The commercial production has commenced.

2. Phase 2 40,000-tonne per annum Continuous Production of High Quality Solvent MBT project (located in Hengshun plant)

The trial run is in progress. Commercial production is expected to commence in 1Q2026

3. 20,000-tonne per annum Continuous Production of High-Quality Solvent MBT project (located in Weifang plant)

The Weifang MBT project is at the construction phase. Management expects that the project will be ready for trial run by 1H2026.

4. Transform TBBS2 workshop to CBS workshop (located in Shandong Sunsine plant)

The CBS project is at the construction phase. Management expects that the project will be ready for trial run by 1H2026.

MBT is an intermediate product used in the production of accelerator products. With the completion of the two MBT projects, the Group's total MBT production capacity has increased to 125,000 tonnes per annum (which is not included in the Group's reported production capacity). This capacity is sufficient to fully meet the Group's internal requirements. Production is primarily for internal consumption. Any surplus may be sold to the external market depending on demand.

Through its ongoing capacity expansion initiatives, which enhance cost efficiency and minimise wastage, China Sunsine has further strengthened its leadership position in the rubber chemicals industry. The Group remains the world's largest producer of rubber accelerators, China's leading producer of insoluble sulphur, and a major player in the anti-oxidants market.

Our updated Annual Capacity[3] is set out below:

Tonnes	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026e
Accelerators	117,000	117,000	117,000	117,000	117,000	117,000	135,000
Insoluble Sulphur	30,000	30,000	60,000	60,000	60,000	60,000	60,000
Anti-oxidant	45,000	45,000	77,000	77,000	77,000	77,000	77,000
Total	***192,000***	***192,000***	***254,000***	***254,000***	***254,000***	***254,000***	***272,000***

Dividend

In appreciation of the continued support from our shareholders and taking into account the Group's earnings performance and strategic expansion plans, the Board of Directors is pleased to propose a final one-tier tax-exempt dividend of SGD 0.027 per share for FY2025, comprising an ordinary dividend of SGD 0.02 per share and a special dividend of SGD 0.007 per share.

Together with the interim special dividend of SGD 0.005 per share paid in September 2025, the total dividend for FY2025 amounts to SGD 0.032 per share, representing a payout ratio of approximately 41% of the Group's net profit for the financial year, in line with the Group's dividend policy. With this dividend payment, if approved in the forthcoming AGM to be held in April 2026, the Group would have paid out approximately RMB1.2 billion in total (vs IPO raised of RMB264 million in 2007).

\- End -

[3] Annual Capacity excludes capacity of intermediary materials such as 4ADPA and MBT

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 rubber accelerators, insoluble sulphur and anti-oxidants and other vulcanising agents. It is the largest rubber accelerator producer in the world and one of largest insoluble sulphur producer in the PRC. It continues to serve more than 75% of Global Top 75 tyre makers, such as Bridgestone, Michelin, Goodyear, Pirelli, Sumitomo, Yokohama, Hankook, Cooper, Kumho Tyre as well as PRC Tyre giants such as Hangzhou Zhongce, Giti Tyres 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". In January 2017, China Sunsine's main subsidiary, Shandong Sunsine Chemical Co., Ltd was listed in the First Batch of National Champion Manufacturing Enterprise by the Ministry of Industry and Information Technology of the PRC.

Riding on the robust growth of the auto and tyre industries in the PRC, China Sunsine has been able to expand its production capacity, deliver superior products and services, and implement stringent environmental protection measures to stay ahead of the competition. It has achieved ISO9001:2008 standard for quality, ISO14001:2004 standard for environment, and GB/T28001-2011 standard for occupational health and safety management system.

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