China Sunsine Chemical Holdings Ltd.

Condensed Interim Financial Statements
For the six months ended 30 June 2026

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A. Condensed Interim Consolidated Statement of Comprehensive Income

	Note	Group 6 months ended 30/06/2026 RMB' million	Group 6 months ended 30/06/2025 RMB' million	Change %
Revenue	4	**2,007.8**	1,690.2	19%
Cost of sales		**(1,501.8)**	(1,274.4)	18%
Gross profit		**506.0**	415.8	22%
Other income		**60.5**	52.1	16%
Other (losses)/gains, net		**(47.8)**	4.4	(1186%)
Expenses:				
- Selling and distribution		**(63.7)**	(60.5)	5%
- Administrative		**(123.6)**	(100.7)	23%
- Research and development		**(12.1)**	(4.6)	163%
Profit before income tax	5	**319.3**	306.5	4%
Income tax expense	6	**(65.0)**	(63.8)	2%
Net profit		**254.3**	242.7	5%
Other comprehensive income:				
Items that may be reclassified subsequently to profit or loss:				
Currency translation differences arising from consolidation, net of tax		**(4.6)**	9.6	(148%)
Total comprehensive income for the financial period		**249.7**	252.3	(1%)
Net profit attributable to:				
Equity holders of the Company		**254.3**	242.7	5%
Total comprehensive income attributable to:				
Equity holders of the Company		**249.7**	252.3	(1%)
Earnings per share for net profit attributable to equity holders of the Company (RMB cents per share)				
Basic and diluted earnings per share	7	**26.67**	25.45	5%

B. Condensed Interim Statements of Financial Position

	Note	Group		Company	
		30/6/2026	31/12/2025	30/6/2026	31/12/2025
		RMB' million	RMB' million	RMB' million	RMB' million
ASSETS					
NON-CURRENT ASSETS					
Investments in subsidiary corporations	10	**-**	-	**350.0**	350.0
Property, plant and equipment	11	**918.9**	940.8	**-**	0.1
Intangible assets	12	**193.8**	194.7	**-**	-
Other receivables, at fair value through profit or loss ("FVPL")	13	**62.0**	62.0	**-**	-
		1,174.7	1,197.5	**350.0**	350.1
CURRENT ASSETS					
Inventories	14	**431.9**	360.2	**-**	-
Trade and other receivables	15	**1,190.6**	995.6	**13.0**	181.2
Cash and bank balances		**2,216.4**	2,328.9	**31.7**	24.7
		3,838.9	3,684.7	**44.7**	205.9
TOTAL ASSETS		**5,013.6**	4,882.2	**394.7**	556.0
EQUITY					
Share capital	16	**313.5**	313.5	**313.5**	313.5
Treasury shares	16	**(67.1)**	(67.1)	**(67.1)**	(67.1)
Other reserves		**903.8**	908.4	**54.9**	59.5
Retained earnings		**3,399.9**	3,282.8	**76.1**	231.2
TOTAL EQUITY		**4,550.1**	4,437.6	**377.4**	537.1
LIABILITIES					
CURRENT LIABILITIES					
Trade and other payables	17	**367.8**	341.0	**12.7**	14.1
Current income tax liabilities		**95.7**	103.6	**4.6**	4.8
		463.5	444.6	**17.3**	18.9
TOTAL LIABILITIES		**463.5**	444.6	**17.3**	18.9
TOTAL EQUITY AND LIABILITIES		**5,013.6**	4,882.2	**394.7**	556.0

C. Condensed Interim Consolidated Statement of Changes in Equity

Group	Share Capital	Treasury Shares	Other Reserves	Retained Earnings	Total Equity
	RMB'million	RMB'million	RMB'million	RMB'million	RMB'million
Balance as at 1 January 2026	**313.5**	**(67.1)**	**908.4**	**3,282.8**	**4,437.6**
Total Comprehensive Income					
Net profit for the financial period	**-**	**-**	**-**	**254.3**	**254.3**
Currency translation differences arising from consolidation, net of tax	**-**	**-**	**(4.6)**	**-**	**(4.6)**
Total comprehensive income, net of tax, for the financial period	**-**	**-**	**(4.6)**	**254.3**	**249.7**
Transactions with owners, recorded directly in equity					
Dividends paid	**-**	**-**	**-**	**(137.2)**	**(137.2)**
Total distributions to owners	**-**	**-**	**-**	**(137.2)**	**(137.2)**
Balance as at 30 June 2026	**313.5**	**(67.1)**	**903.8**	**3,399.9**	**4,550.1**
Balance as at 1 January 2025	313.5	(67.1)	885.2	3,077.1	4,208.7
Total Comprehensive Income					
Net profit for the financial period	-	-	-	242.7	242.7
Currency translation differences arising from consolidation, net of tax	-	-	9.6	-	9.6
Total comprehensive income, net of tax, for the financial period	-	-	9.6	242.7	252.3
Transactions with owners, recorded directly in equity					
Dividends paid	-	-	-	(158.4)	(158.4)
Total distributions to owners	-	-	-	(158.4)	(158.4)
Balance as at 30 June 2025	313.5	(67.1)	894.8	3,161.4	4,302.6

C. Condensed Interim Consolidated Statement of Changes in Equity (Cont'd)

Company

	Share Capital	Treasury Shares	Other Reserves	Retained Earnings	Total Equity
	RMB'million	RMB'million	RMB'million	RMB'million	RMB'million
Balance as at 1 January 2026	**313.5**	**(67.1)**	**59.5**	**231.2**	**537.1**
Total Comprehensive Income					
Net loss for the financial period	**-**	**-**	**-**	**(17.9)**	**(17.9)**
Exchange differences on translation, net of tax	**-**	**-**	**(4.6)**	**-**	**(4.6)**
Total comprehensive income, net of tax, for the financial period	**-**	**-**	**(4.6)**	**(17.9)**	**(22.5)**
Transactions with owners, recorded directly in equity					
Dividends paid	**-**	**-**	**-**	**(137.2)**	**(137.2)**
Total distributions to owners	**-**	**-**	**-**	**(137.2)**	**(137.2)**
Balance as at 30 June 2026	**313.5**	**(67.1)**	**54.9**	**76.1**	**377.4**
Balance as at 1 January 2025	313.5	(67.1)	50.7	285.1	582.2
Total Comprehensive Income					
Net loss for the financial period	-	-	-	(30.9)	(30.9)
Exchange differences on translation, net of tax	-	-	9.6	-	9.6
Total comprehensive income, net of tax, for the financial period	-	-	9.6	(30.9)	(21.3)
Transactions with owners, recorded directly in equity					
Dividends paid	-	-	-	(158.4)	(158.4)
Total distributions to owners	-	-	-	(158.4)	(158.4)
Balance as at 30 June 2025	313.5	(67.1)	60.3	95.8	402.5

D. Condensed Interim Consolidated Statement of Cash Flows

	Note	Group 6 months ended 30/06/2026	30/06/2025
		RMB' million	
Cash flows from operating activities			
Net profit		**254.3**	242.7
Adjustments for:			
Income tax expense	6	**65.0**	63.8
Depreciation of property, plant and equipment ("PPE")	5.1	**71.3**	64.5
Amortisation of intangible assets	5.1	**2.2**	2.2
Write-off of PPE	5.1	**0.9**	0.8
Interest income	5.1	**(32.8)**	(33.0)
Translation difference		**30.1**	5.1
Operating profit before working capital changes		**391.0**	346.1
Change in working capital:			
Inventories		**(71.7)**	19.6
Trade and other receivables		**(195.0)**	120.6
Trade and other payables		**26.8**	30.4
Cash generated from operations		**151.1**	516.7
Income tax paid		**(72.8)**	(85.2)
Net cash provided by operating activities		**78.3**	431.5
Cash flows from investing activities			
Additions to PPE	11	**(51.6)**	(151.0)
Additions to intangible assets		**(1.3)**	-
Proceeds from disposal of PPE		**1.3**	0.5
Interest received		**32.8**	33.0
Net cash used in investing activities		**(18.8)**	(117.5)
Cash flows from financing activities			
Dividends paid		**(137.2)**	(158.4)
Net cash used in financing activities		**(137.2)**	(158.4)
Net (decrease)/increase in cash and cash equivalents		**(77.7)**	155.6
Effect of currency translation on cash and cash equivalents		**(34.8)**	4.8
Cash and cash equivalents at beginning of the financial period		**2,328.9**	2,073.9
Cash and cash equivalents at end of the financial period		**2,216.4**	2,234.3

E. Selected Notes to the Condensed Interim Financial Statements

1. General information

China Sunsine Chemical Holdings Ltd. (the "**Company**") is listed on the Singapore Exchange and incorporated and domiciled in Singapore. The registered office and the principal place of business is located at 16 Raffles Quay, #15-08 Hong Leong Building, Singapore 048581.

The immediate and ultimate holding corporation of the Company is Success More Group Ltd ("**Success More**"), a company incorporated in the British Virgin Islands.

The principal activity of the Company is that of an investment holding company. The principal activities of its subsidiary corporations are set out in Note 10 to the condensed interim financial statements.

2. Basis of preparation

2.1 Statement of Compliance

The condensed interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with the Singapore Financial Reporting Standards (International) ("**SFRS(I)**") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee. The interim financial statements do not include all the information required for a complete set of financial statements and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and the performance of the Group since the last annual financial statements for the financial year ended 31 December 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, as the adoption of new and amended standards does not result in the material effect on the current financial period.

2.2 Basis of measurement

The condensed interim financial statements have been prepared on the historical cost basis, and they have been prepared on a going concern basis, since the directors have verified that there are no financial, operating or other types of indicators that might cast significant doubt upon the Group's ability to meet its obligations in the foreseeable future and particularly within the 12 months from the end of the reporting period.

The condensed interim financial statements are presented in Chinese Renminbi ("**RMB**") and have been rounded to the nearest million, unless otherwise stated.

2.3 New and amended standards adopted by the Group

The Group has applied the same accounting policies and methods of computation in the condensed interim financial statements for the current financial period compared with those used in the audited financial statements for the financial year ended 31 December 2025. A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.4 Use of judgements and estimates

The preparation of the condensed interim financial statements in conformity with SFRS(I)s requires management to exercise its judgement in the process of applying the Group's accounting policies. It also requires the use of certain critical accounting estimates and assumptions. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

Fair value measurement of non-current receivables, classified at FVPL

The valuation of non-current receivables at FVPL involves estimates, assumptions and judgement based upon available information and due to the inhererent uncertainty of valuation, the estimated fair values may differ significantly from the amounts that might ultimately be realised and the differences could be material.

The fair value of the non-current receivables, classified at FVPL, is determined using valuation technique, i.e. the discounted cash flows method. Inputs to this valuation technique are derived from observable market data where possible. However where this is not feasible, significant estimates are required to determine the fair value. The significant estimates include the expected timing of the repayment and the discount rate applied. Changes in these assumptions used in these estimates could affect the fair value of non-current receivables, classified at FVPL.

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

2 Basis of preparation (Cont'd)

2.4 Use of judgements and estimates (Cont'd)

Expected Credit loss allowance on trade receivables

Expected credit losses ("**ECL**") on trade receivables are probability-weighted estimates of credit losses which are determined by evaluating a range of possible outcomes and taking into account past events, current conditions and assessment of future economic conditions.

The Group has used relevant historical information and loss experience to determine the probability of default of the instruments and incorporated forward-looking information, including significant changes in external market indicators which involved significant estimates and judgements.

In determining the ECL of trade receivables, the Group has used historical loss data to determine the loss rate and applied an adjustment against the historical loss rate based on the default rate to reflect the current and forward-looking information. Notwithstanding the above, the Group evaluates the expected credit loss on customers in financial difficulties separately.

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Revenue

(a) The Group derives revenue from the transfer of goods and services at a point in time for the following operating segments and geographical regions. Revenue is attributed to countries by location of customers.

	Group	
	6 months ended	
	30/06/2026	30/06/2025
	RMB'million	RMB'million
Sale of rubber chemicals		
- People's Republic of China	**1,072.1**	911.0
- Rest of Asia	**685.9**	584.8
- America	**28.7**	37.3
- Europe	**126.5**	95.5
- Others	**76.4**	38.2
	1,989.6	1,666.8
Provision of heating power		
- People's Republic of China	**12.0**	8.0
Waste treatment		
- People's Republic of China	**6.2**	15.4
Total	**2,007.8**	1,690.2

(b) Segment information

The Board of Directors ("**BOD**") is the Group's chief operating decision-makers. Management has determined the operating segments based on the reports reviewed by the BOD that are used to make strategic decisions, allocate resources, and assess performance. The BOD assesses the Group's performance mainly from business segment perspective.

The Group has three primary reportable business segments, namely (1) the manufacturing and sale of rubber chemicals, (2) the production and supply of heating power, and (3) waste treatment.

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

4. Revenue (Cont'd)

(b) Segment information (Cont'd)

Other segments include investment holding in Singapore and hotel and restaurant (the "hospitality business") in People's Republic of China. These are not included within the reportable operating segments as the segments do not meet the quantitative thresholds required by SFRS(I) 8 for reportable segments. The results of these operations are included in the "Others" column.

Sales between segments are carried out at agreed terms. The revenue from external parties reported to the BOD is measured in a manner consistent with that in the statement of comprehensive income.

The BOD assesses the performance of the operating segments based on a measure of earnings before interest, tax, depreciation and amortisation ("**Adjusted EBITDA**"). This measurement basis excludes the effects of expenditure from the operating segments such as impairment loss that are not expected to recur regularly in every period which are separately analysed. Interest income is not allocated to segments, as this type of activity is driven by the BOD, which manages the cash position of the Group.

The segment information for the reportable business segments is as follows:

	Rubber Chemicals RMB'million	Heating Power RMB'million	Waste Treatment RMB'million	Others RMB'million	Total RMB'million
6 months ended 30 June 2026					
Sales					
Total segment sales	**2,479.4**	**97.0**	**10.5**	**0.3**	**2,587.2**
Inter-segment sales	**(489.8)**	**(85.0)**	**(4.3)**	**(0.3)**	**(579.4)**
Sales to external parties	**1,989.6**	**12.0**	**6.2**	**-**	**2,007.8**
Adjusted EBITDA	**350.2**	**19.9**	**(0.3)**	**(9.8)**	**360.0**
Depreciation	**(62.1)**	**(6.6)**	**(2.5)**	**(0.1)**	**(71.3)**
Amortisation	**(1.8)**	**(0.1)**	**(0.3)**	**-**	**(2.2)**
Segment assets	**4,737.6**	**166.1**	**72.6**	**37.3**	**5,013.6**
Segment assets include:					
Additions to property, plant and equipment	**49.7**	**1.9**	**-**	**-**	**51.6**
Additions to intangible assets	**1.3**	**-**	**-**	**-**	**1.3**
Segment liabilities	**361.6**	**24.2**	**36.9**	**40.8**	**463.5**
6 months ended 30 June 2025					
Sales					
Total segment sales	2,114.6	97.9	15.6	0.3	2,228.4
Inter-segment sales	(447.8)	(89.9)	(0.2)	(0.3)	(538.2)
Sales to external parties	1,666.8	8.0	15.4	-	1,690.2
Adjusted EBITDA	325.7	29.2	6.0	(20.8)	340.1
Depreciation	(55.0)	(6.9)	(2.5)	(0.1)	(64.5)
Amortisation	(1.8)	(0.1)	(0.3)	-	(2.2)
Segment assets	4,441.4	157.4	86.5	96.9	4,782.2
Segment assets include:					
Additions to property, plant and equipment	148.9	2.0	0.1	-	151.0
Segment liabilities	383.7	45.1	32.1	18.7	479.6

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

5. Profit before income tax

5.1. Profit before income tax is arrived at after charging/(crediting) the following:

	Group	
	6 months ended	
	30/06/2026	**30/06/2025**
	RMB'million	**RMB'million**
Interest income	**(32.8)**	(33.0)
Depreciation of PPE	**71.3**	64.5
Amortisation of intangible assets	**2.2**	2.2
Reversal of loss allowances on trade receivables	**(1.6)**	(2.0)
Foreign exchange loss/(gain), net	**48.6**	(3.2)
Write-off of PPE	**0.9**	0.8

5.2. Related party transaction

Key management personnel compensation (representing compensation to executive directors, non-executive directors and executive officers of the Group) is as follows:

	Group	
	6 months ended	
	30/06/2026	**30/06/2025**
	RMB'million	**RMB'million**
Wages and salaries	**12.5**	12.5
Employer's contribution to defined contribution plans including Central Provident Fund	**0.1**	0.1
	12.6	12.6

Included in the above is total compensation to directors of the Company amounting to RMB 11.0 million (1H2025: RMB 11.0 million).

6. Income tax expense

	Group	
	6 months ended	
	30/06/2026	**30/06/2025**
	RMB'million	**RMB'million**
Tax expense attributable to profit is made up of:		
Current income tax – People's Republic of China:		
- For the financial period	**85.0**	90.5
- Over-provision of current income tax in prior financial years	**(20.0)**	(26.7)
	65.0	63.8

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

7. Earnings per share

	Group	
	6 months ended	
	30/06/2026	30/06/2025
Net profit attributable to equity holders of the Company (RMB'mil)	**254.3**	242.7
Weighted average number of ordinary shares outstanding for basic and diluted earnings per share ('000)	**953,383**	953,383
Basic and diluted earnings per share (RMB cents)	**26.67**	25.45

There are no dilutive potential ordinary shares during the financial period.

8. Net assets per share

	Group		Company	
	30/06/2026	31/12/2025	30/06/2026	31/12/2025
Net asset attributable to shareholders (RMB' million)	**4,550.1**	4,437.6	**377.4**	537.1
Number of issued shares excluding treasury shares ('000)	**953,383**	953,383	**953,383**	953,383
Net asset value per ordinary share (RMB cents)	**477.26***	465.46	**39.59**	56.34

* Equivalent to SGD 90.73 cents at exchange rate of 5.2605 as at 30 June 2026

9. Dividends

Please refer to Section F, Dividend Information paragraph.

10. Investments in subsidiary corporations

	Company	
	30/06/2026	31/12/2025
	RMB'million	RMB'million
Equity investments at cost		
Beginning and end of the financial period/year	**350.0**	350.0

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

10. Investments in subsidiary corporations (Cont'd)

The Group had the following subsidiary corporations as at 30 June 2026 and 31 December 2025:

Name	Principal Activities	Country of business/ incorporation	Proportion of ordinary shares directly held by parent and the Group 30/06/2026	31/12/2025
			%	%
Held by the Company				
Shandong Sunsine Chemical Co.,Ltd	Manufacturing and sale of rubber chemicals, comprising rubber accelerators, anti-oxidant agents, anti-scorching agents and insoluble sulphur	People's Republic of China	**100**	100
Held by Shandong Sunsine Chemical Co.,Ltd				
Weifang Sunsine Chemical Co., Ltd	Manufacturing and sale of rubber chemicals, including rubber accelerators	People's Republic of China	**100**	100
Shandong Sheng Tao Chemical Co., Ltd	Manufacturing and sale of rubber chemicals, including insoluble sulphur (ceased operations)	People's Republic of China	**100**	100
Shanxian Sunsine Hotel Management Co., Ltd	Hotel investment and management (dormant)	People's Republic of China	**100**	100
Shanxian Guangshun Heating Co., Ltd	Production and supply of heating power, including preparation and implementation of the project	People's Republic of China	**100**	100
Shandong Hengshun New Materials Co., Ltd	Manufacturing and sales of chemical agents and rubber chemicals	People's Republic of China	**100**	100
Heze Yongshun Environmental Protection Technology Co., Ltd	Waste treatment	People's Republic of China	**100**	100
Held by Shanxian Sunsine Hotel Management Co., Ltd				
Shandong Fulong Villa Co., Ltd	Hotel and restaurant (ceased operations)	People's Republic of China	**100**	100

Significant restrictions

Cash and short-term deposits of the Group of RMB 2,184.7 million (31/12/2025: RMB 2,304.2 million) are held in the People's Republic of China and are subject to local exchange control regulations. These local exchange control regulations provide for restrictions on exporting capital from the country, other than through normal dividends.

11. Property, plant and equipment

During the six months ended 30 June 2026, the Group acquired property, plant and equipment with an aggregate cost of RMB 51.6 million (30/6/2025: RMB 151.0 million), and disposed of assets with an aggregate carrying amount of RMB 1.3 million (30/06/2025: RMB 0.5 million).

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

12. Intangible assets

	Group	
	30/06/2026	**31/12/2025**
	RMB'million	**RMB'million**
Land use rights		
Cost		
Beginning of the financial period/year	**226.4**	226.4
Additions	**1.3**	-
End of the financial period/year	**227.7**	226.4
Accumulated amortisation		
Beginning of the financial period/year	**31.7**	27.2
Amortisation charge	**2.2**	4.5
End of the financial period/year	**33.9**	31.7
Net book value	**193.8**	194.7

The amortisation charged is included in the statement of comprehensive income as part of the administrative expenses.

13. Other receivables, at FVPL – non-current assets

On 29 October 2024, the Group's subsidiary, Shandong Fulong Villa Co., Ltd ("**Fulong Villa**") disposed of its PPE and IA to Shanxian County Government ("**Shanxian Government"**) for a cash consideration of RMB 37.6 million ("**Consideration**") and ceased its operations. The rationales for this disposal are: (1) The Shanxian Government has plans to re-develop the entire Fulong Lake area into a tourist destination, and intends to take over Fulong Villa for easier management; and (2) the Group intends to focus on its core business activities of manufacturing and sale of rubber chemicals. The consideration was arrived at on a willing-buyer and wiling-seller basis, after taking into consideration the audited results of Fulong Villa by the Shan County Audit Bureau. The disposal resulted in a gain of RMB 5.0 milllion which has been recorded as "Other gains/(losses) - net" in the consolidated statement of comprehensive income for the financial year ended 31 December 2024. However, Management did not expect the consideration to be received from the Shanxian Government within the next 12 months period. Accordingly, the receivables has been classified as non-current other receivables in accordance with the relevant SFRS(I) requirements.

During the negotiation process for the above transactions with Shanxian Government, the Group managed to obtained an additional compensation of RMB 33.2 million in relation to the relocation of the old factory of the Group's main subsidiary, Shandong Sunsine Chemical Co., Ltd. ("**Shandong Sunsine**") to its current location in 2010. However, as with the above, Management did not expect the consideration to be received from Shanxian Government within the next 12 months period, and as such, this amount had also recorded as non-current other receivables in accordance with the relevant SFRS(I).

As the repayment dates of the above receivables are not specified and agreed clearly by Shanxian Government and there is a possibility that repayment may be made in forms other than cash, these receivables are classified as financial assets, at FVPL in accordance with SFRS(I) 9 Financial Instruments. Accordingly, the Group has assessed the fair values of these receivables using the discounted cash flows method. The estimates used in determining the fair values include the expected repayment period.

	Group	
	30/06/2026	**31/12/2025**
	RMB'million	**RMB'million**
Beginning of the financial period/year	**62.0**	70.8
Fair value loss recognised in profit or loss	**-**	(8.8)
End of the financial period/year	**62.0**	62.0

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

14. Inventories

	Group	
	30/06/2026	31/12/2025
	RMB'million	RMB'million
Raw materials	**212.4**	183.5
Finished/trading goods	**219.5**	176.7
	431.9	360.2

15. Trade and other receivables

	Group		Company	
	30/06/2026	31/12/2025	30/06/2026	31/12/2025
	RMB'million	RMB'million	RMB'million	RMB'million
Notes receivables	**220.9**	256.8	**-**	-
Trade receivables				
- Non-related parties	**900.4**	639.0	**-**	-
Less: Loss allowance	**(2.4)**	(4.0)	**-**	-
Trade receivables - net	**898.0**	635.0	**-**	-
Non-trade receivables				
- Subsidiary corporations*	**-**	-	**12.8**	181.0
- Non-related parties	**9.3**	18.9	**0.1**	0.1
	9.3	18.9	**12.9**	181.1
Advances to suppliers	**60.8**	81.1	**-**	-
Depsoits and prepayments	**1.6**	3.8	**0.1**	0.1
	1,190.6	995.6	**13.0**	181.2

*The non-trade receivables from subsidary corporations are unsecured, interest-free and are repayable on demand.

16. Share capital and treasury shares

(a) Share capital

Group and Company	No. of ordinary shares	← Amount SGD'million	→ RMB'million
As at 31 Dec 2025 and 30 Jun 2026	**983,388,000**	**62.6**	**313.5**

All issued ordinary shares are fully paid. There is no par value for these ordinary shares.

There is no movement in the share capital of the Company during the financial period.

There is no outstanding convertibles issued by the Company as at 30 June 2026 (30 June 2025: Nil).

E. Selected Notes to the Condensed Interim Financial Statements (Cont'd)

16. Share capital and treasury shares (Cont'd)

(b) Treasury shares

Group and Company	No. of ordinary shares	Amount SGD'million	Amount RMB'million
As at 31 Dec 2025 and 30 Jun 2026	**30,005,200**	**(13.1)**	**(67.1)**

Treasury shares held by the Company relates to ordinary shares of the Company.

(c) Number of ordinary shares excluding treasury shares

Group and Company	No. of ordinary shares excluding treasury shares	Amount SGD'million	Amount RMB'million
As at 31 Dec 2025 and 30 Jun 2026	**953,382,800**	**49.5**	**246.4**

17. Trade and other payables

	Group		Company	
	30/06/2026	**31/12/2025**	**30/06/2026**	**31/12/2025**
	RMB'million	**RMB'million**	**RMB'million**	**RMB'million**
Trade payables - Non-related parties	**65.9**	35.6	**-**	-
Non-trade payables - Non-related parties	**100.9**	116.3	**-**	-
Accruals for operating expenses	**172.5**	159.5	**12.7**	14.1
Deferred grants	**5.4**	6.8	**-**	-
Contract liabilities	**23.1**	22.8	**-**	-
	367.8	341.0	**12.7**	14.1

Contract liabilities relate to consideration received from customers in respect of unsatisfied obligations to provide waste treatment services.

18. Borrowings and debt securities

The Group and the Company do not have any outstanding borrowings as at 30 June 2026 and 31 December 2025.

F. Other information

Audit or Review

The consolidated condensed interim statements of financial position as at 30 June 2026 and the related interim consolidated statement of comprehensive income, statements of changes in equity and statement of cash flows for the six months period and the selected explanatory notes (the "**Consolidated Interim Financial Statements**") have not been audited or reviewed by the Company's independent auditor.

Review of Group's Performance

Condensed Interim Consolidated Statements of Comprehensive Income

Due to the increase in the overall Average Selling Price ("**ASP**") and sales volume, **revenue** increased by 19% to RMB 2,007.8 million in 1H2026 as compared to RMB 1,690.2 million in 1H2025.

ASP increased by 9% to RMB 16,586 per tonne in 1H2026 as compared to RMB 15,195 per tonne in 1H2025. The Iran war and the disruption to shipping in the Strait of Hormuz resulted in a surge in crude oil prices, leading to a significant increase in the prices of our raw materials. The Group reacted swiftly and adjusted upwards our ASP.

Analysis of Sales and Volume

	Sales Volume (Tonnes)		**Sales** (RMB'million)	
	1H2026	**1H2025**	**1H2026**	**1H2025**
Rubber Chemical				
Accelerators	59,148	52,948	1,233.6	1,011.3
Insoluble Sulphur	26,007	22,265	268.5	143.3
Anti-oxidant	32,845	33,384	448.1	495.3
Others	1,959	1,098	39.4	16.9
Total	**119,959**	**109,695**	**1,989.6**	**1,666.8**
Local Sales	*67,635*	*64,804*	*1,072.1*	*911.0*
International Sales	*52,324*	*44,891*	*917.5*	*755.8*
Heating Power	**43,720**	**28,968**	**12.0**	**8.0**
Waste treatment	**4,373**	**7,913**	**6.2**	**15.4**

The Group continued to adopt its flexible pricing strategy to obtain more orders from customers. The **sales volume** in 1H2026 for Accelerators and Insoluble Sulphur ("**IS**") increased year-on-year by 12% and 17%, respectively, while sales volume for Anti-oxidant products remained at about the same level. The overall sales volume in 1H2026 increased by 9% from 109,695 tonnes in 1H2025 to **119,959** tonnes, achieving another **record-high** half-yearly sales volume.

Domestic sales volume increased by 4% mainly due to the Group actively reacting to market competition, while the international sales volume increased by 17%, mainly due to more orders from some Chinese tire companies operating overseas, as well as from some renowned global tire manufacturing companies, such as Bridgestone, Pirelli, etc.

Gross profit increased by 22% from RMB 415.8 million in 1H2025 to RMB 506.0 million in 1H2026 mainly due to an increase in ASP, while gross profit margin ("**GPM**") increased 0.6 percentage points from 24.6% to 25.2%.

Other income increased by 16% from RMB 52.1 million in 1H2025 to RMB 60.5 million in 1H2026, mainly due to higher income from sales of scrap materials.

Other losses, net amounted to RMB 47.8 million in 1H2026 as compared to a gain of RMB 4.4 million in 1H2025, mainly due to exchange losses as RMB appreciated against USD.

Selling and distribution expenses increased by 5% from RMB 60.5 million in 1H2025 to RMB 63.7 million in 1H2026, mainly due to higher freight costs and port charges caused by higher sales volume.

Administrative expenses increased by 23% from RMB 100.7 million in 1H2025 to RMB 123.6 million in 1H2026, mainly due to higher depreciation charges allocated to administrative expenses as a result of more downtime during Chinese New Year 2026, as well as higher staff cost.

Research and development ("**R&D**") **expenses** increased by 163% from RMB 4.6 million in 1H2025 to RMB 12.1 million in 1H2026, mainly due to the Group carrying out more R&D activities in 1H2026.

F. Other information (Cont'd)

Review of Group's Performance (Cont'd)

Condensed Interim Consolidated Statements of Comprehensive Income (Cont'd)

For the above reasons, **profit before income tax** increased by 4% from RMB 306.5 million in 1H2025 to RMB 319.3 million in 1H2026, and **net profit** increased by 5% from RMB 242.7 million in 1H2025 to RMB 254.3 million in 1H2026.

Condensed Interim Statements of Financial Position

Property, plant and equipment decreased by RMB 21.9 million from RMB 940.8 million to RMB 918.9 million, mainly due to depreciation charged, offset by additions to PPE.

Inventories increased by RMB 71.7 million from RMB 360.2 million to RMB 431.9 million, mainly due to an increase in the prices of raw materials.

Trade and other receivables increased by RMB 195.0 million from RMB 995.6 million to RMB 1,190.6 million, mainly due to an increase in trade receivables as a result of higher sales to customers at the end of period.

The aging report of notes receivables and trade receivables as at 30 June 2026 are as follows:-

	1 – 3 months	**3 – 6 months**	**6 – 12 months**	**> 12 months**	**Total**
	RMB' million	RMB' million	RMB' million	RMB' million	RMB' million
Notes receivables	**67.9**	**153.0**	**-**	**-**	**220.9**
Trade receivables	798.2	99.8	2.4	-	900.4
Loss allowance	-	-	(2.4)	-	(2.4)
Net trade receivables	**798.2**	**99.8**	**-**	**-**	**898.0**

Trade and other payables increased by RMB 26.8 million from RMB 341.0 million to RMB 367.8 million mainly due to increase in trade payables as a result of higher raw material prices.

Condensed Interim Consolidated Statements of Cash Flows

Net cash provided by operating activities amounted to RMB 78.3 million, mainly contributed by the profit generated during the financial period, offset by more cash utilised in the purchase of inventories and trade receivables.

Net cash used in investing activities amounted to RMB 18.8 million, mainly due to additions to PPE offset by interest received.

Net cash used in financing activities amounted to RMB 137.2 million, due to the distribution of dividends in May 2026.

Variance from Prospect Statement

In Section F Prospects paragraph of our FY2025 results announcement dated 27 February 2026, the Company stated that "The global economy continues to face challenges and uncertainties. The rising geopolitical tensions, escalating international conflicts, and the ratcheting up of trade protectionism have heightened risks and uncertainties in the economic landscape. Locally, the oversupply situation and competition within the Chinese rubber chemicals industry continues to intensify.…The Group will continue with its strategy of "sales production equilibrium", adopt a more flexible pricing strategy to increase its sales volume, and strengthen its market leadership position." The Group also stated in its 1Q2026 Business Updates dated 30 April 2026 that "The Group expects an increase in Group's ASP in the next quarter due to the recent increase in raw materials prices." Therefore, the current results are in line with the Company's announcements.

F. Other information (Cont'd)

Prospects

China's GDP grew 4.7% in 1H2026[1], demonstrating the resilience of the Chinese economy amid a complex external environment and rising global uncertainties. As a result of the withdrawal of government incentive and expectation of industrial restructuring, automakers sold a total of 15.017 million units[2] in China in the first half of 2026, representing a decrease of 4.1% in auto sales year-on-year. The sales volume of New Energy Vehicles ("NEVs") rose 7.3% year-on-year to approximately 7.446 million units[3] in 1H2026, accounting for 49.6% of total new vehicle sales.

The global economy continues to face numerous challenges. Crude oil prices and prices of various chemical raw materials which our Group relies on for our production, continue to stay elevated due to the war in Iran and closure of the Strait of Hormuz. Locally, the oversupply situation and competition within China's rubber chemicals industry continue to persists.

The Group's comprehensive advantages have become more evident. Amidst intense price competition and supply chain constraints, the Group's standing among customers has strengthened further, winning deeper trust and higher ratings that bode well for future sales.

The Group will maintain its strategy of "Sales and Production Equilibrium" alongside a flexible approach to pricing. Beyond market expansion, we remain committed to high-quality growth, placing greater emphasis on environmental protection and green technologies, while focusing on the intensive cultivation of the rubber chemicals industry to sustain our market leadership position. We are confident in the Group's continued growth and success.

Updates on capacity expansion plans

1. *20,000-tonne per annum Continuous Production of High-Quality Solvent MBT project (located in Weifang plant)*

   The Weifang MBT project has commenced its trial run. Management expects commercial production to commence by end of 2026.

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

   This project has commenced its commercial production.

Below is a summary of our Annual Capacity[4] at the end of the following financial years:

Tonnes	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
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**

[1] Source: National Bureau of Statistics
[2] Source: China Association of Automobile Manufacturing ("CAAM")
[3] Source: China Association of Automobile Manufacturing ("CAAM")
[4] Annual Capacity excludes capacity of intermediary materials such as 4ADPA and MBT

F. Other information (Cont'd)

Dividend Information

a. Current period reported on

Any dividend recommended for the current financial period reported on?

- Yes

Name of dividend	Proposed Interim
Dividend Type	Cash
Special dividend amount per share	SGD0.01 per ordinary share
Tax Rate	One-tier Tax exempt

b. Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

- Yes. Speical one-tier tax exempt dividend of SGD0.005 per ordinary share declared and paid.

c. Date payable

24 September 2026

d. Books closure date

11 September 2026

Interested Person Transactions

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

Confirmation of Undertakings from Directors and Executive Officers

The Company has procured undertakings from all directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

Announcement of Acquisition and Realisation pursuant to Rule 706A

There is no acquisition or realisation incurred during the reporting period.

Confirmation by the Board pursuant to Rule 705(5) of the SGX Listing Manual

On behalf of the Board of Directors of the Company, we confirm, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited first half-year financial results for the period ended 30 June 2026 to be false or misleading in any material respect.

On behalf of the Board of Directors

____
Xu Cheng Qiu
Executive Chairman

____
Xu Jun
Executive Director

Dated: 12 August 2026

[End]