

SUNVIC CHEMICAL HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200406502E)

IMPACT OF THE CHEMICAL PLANT EXPLOSION IN YANCHENG CITY, JIANGSU PROVINCE, THE PEOPLE'S REPUBLIC OF CHINA ON THE COMPANY'S WHOLLY-OWNED SUBSIDIARY

The Board of Directors (the “**Board**”) of Sunvic Chemical Holdings Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) wishes to announce that, on 21 March 2019, a severe explosion occurred in Yancheng City, Jiangsu Province, the People's Republic of China (the “**Explosion**”).

The Explosion took place in the same chemical zone (Chenjiagang Chemical Zone in Xiangshui County, Yancheng City) in which the Company's wholly-owned subsidiary, Jiangsu Jurong Chemical Co., Ltd (“**Jiangsu Jurong**”), is operating in. The Explosion occurred at a chemical plant owned by Jiangsu Tianjiayi Chemical Co., Ltd, a company unrelated to the Group.

Impact

As mentioned in the Company's announcement dated 15 May 2018 on the Group's first quarter results for the financial year of 2018, Jiangsu Jurong's Xiangshui plant remains in shutdown pursuant to the directive from the local government since April 2018. The Explosion had caused certain damages to the office building as well as the plant and equipment of Jiangsu Jurong. Currently, the local government has restricted public access to the chemical zone in which the Explosion took place. The Management is assessing the impact of these damages and the Company will make further announcement once such impact can be ascertained.

Some of the employees of Jiangsu Jurong suffered minor injuries due to the Explosion. There is no casualty to any of the employees of Jiangsu Jurong due to the Explosion.

Future Updates

The Board will keep the shareholders updated on any material developments (if any), and the Company will make further announcement as and when there is any subsequent development.

BY ORDER OF THE BOARD

Sun Xiao
Executive Director and Chief Executive Officer
27 March 2019