



## China Sky Chemical Fibre Co., Ltd.

(Registration No: CT-146759)

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### MISCELLANEOUS: SALE OF SHARES BY A SUBSTANTIAL SHAREHOLDER

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The Board wishes to inform shareholders that Mr Huang ZhongXuan (“Mr Huang”), a substantial shareholder of the Company through his 49.87% interest in Rock Mart Equities Ltd (“Rock Mart”), and previous Chief Executive Officer and Executive Director of the Company, has entered into a sale and purchase agreement to dispose all his interest in Rock Mart to a strategic investor, Mr Zheng Kai Su (“Mr Zheng”) on 8 October 2012 (“Proposed Disposal”). This agreement has been varied by a supplemental agreement dated 10 February 2015 to extend the deadline for completion. The Proposed Disposal is conditional upon the confirmation by the Securities Industry Council (“SIC”) that the acquisition of shares by Mr Zheng will not trigger the mandatory offer pursuant to the Singapore Code on Take-overs and Mergers.

Rock Mart currently holds 307,516,000 shares in the Company. Following the civil penalty settlement reached between the Monetary Authority of Singapore and Mr Huang, if the offer to surrender the 15,336,121 shares held by Mr Huang through Rock Mart is accepted, Rock Mart will end up holding 292,179,879 shares in the Company. As such, Mr Zheng would be deemed to hold 292,179,879 shares in the Company, upon completion of the sale and purchase agreement.

The completion of the sale and purchase agreement will take place upon the resumption of trading of the Company’s shares and the aforementioned confirmation by the SIC being obtained.

Mr Zheng has years of experience in the chemical fibre industry in China. As this will be Mr Zheng’s major investment, he will actively participate in the management of the Company.

The Company will make necessary announcements as and when there are material developments on the above matter.

By order of the Board

Ling Yew Kong  
Chief Executive Officer and Executive Director  
12 February 2015