

Company Registration No. CT-140095

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## UPDATE OF BREACH OF FINANCIAL COVENANTS

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The Board of Directors of Sunshine Holdings Limited (the “Company”) wishes to provide an update of breach of financial covenants as follows:

Ernst & Young (“E&Y”) has completed the analysis phase of their financial review and a preliminary report has been submitted to the Company’s creditors for their consideration.

The Company is currently in discussions with its creditors to agree on a plan for the restructuring of its financial indebtedness. The Company would also like to advise that it has not paid any interest due in June to its creditors. The intention of the Company is to deal with this issue in the proposed restructuring plan.

By Order of the Board

Mr. Guo Yinghui  
Chairman  
6 July 2009