



(Incorporated in the Cayman Islands)
Company Registration No. CT-140095

UPDATE ON BREACH OF FINANCIAL COVENANTS

The Board of Directors of Sunshine Holdings Limited (the "Company") wishes to provide an update in connection with the breach of financial covenants under the Facility Agreement entered into with its syndicate lenders (the "Lenders") as follows:

The Company continue to be in discussions with the Lenders with respect to a potential restructuring of loan granted under the Facility Agreement. A meeting was held in Hong Kong between the Company and certain Lenders in late May to discuss the terms of the restructuring. In the meantime, Ernst & Young, the financial advisor appointed to conduct a special limited scope financial review, is continuing its analysis of the financial information provided by the Company and should be issuing its report and recommendations shortly.

BY ORDER OF THE BOARD

Guo Yinghui (Mr)
Chairman
3 June 2009