

Company Registration No.: 200609470N

RESPONSE TO SGX-ST QUERY ON RESULTS ANNOUNCEMENT FOR 3Q2016

The Board of Directors (the "**Board**") of China Sunsine Chemical Holdings Ltd. (the "**Company**", and together with its subsidiaries, collectively the "**Group**") wishes to provide the following information in response to query from Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 22 November 2016 with regards to our financial statements announcement dated 8 November 2016 ("**Results Announcement**") for the third quarter ended 30 September 2016 ("**3Q2016**").

Query 1:

We note on page 3 of the Results Announcement that 'Trade receivables' has increased from RMB413.5 million to RMB570 million. Please elaborate on the aging schedule of 'Trade receivables'.

Company's response:

The aging report of our trade receivables as at 30 September 2016 is as follow:-

	1 – 3 months	3 – 6 months	6 – 12 months	> 12 months	Total
	RMB' million	RMB' million	RMB' million	RMB' million	RMB' million
Notes receivables	189.2	-	-	-	189.2
Trade receivables	359.4	22.6	3.5	7.8	393.3
Allowance for impairment	(0.9)	(0.3)	(3.5)	(7.8)	(12.5)
Total trade receivables	547.7	22.3	-	-	570.0

BY ORDER OF THE BOARD

Xu Chengqiu Executive Chairman 23 November 2016