

UPDATE ON SUSPENSION OF TRADING

The board of directors (the “**Board**”) of Sinopipe Holdings Limited (the “**Company**”) refers to the Company’s announcements released on 18 December 2012, 22 January 2013, 7 March 2013, 28 March 2013, 30 April 2013, 30 May 2013, 31 July 2013, 4 September 2013, 1 October 2013, 1 November 2013, 29 November 2013, 31 December 2013, 31 January 2014, 28 February 2014, 31 March 2014, 1 April 2014, 8 April 2014, 17 April 2014, 30 April 2014, 2 May 2014, 14 May 2014, 31 May 2014, 13 June 2014, 14 June 2014, 30 June 2014, 16 July 2014, 31 July 2014, 19 August 2014, 29 August 2014, 30 September 2014, 31 October 2014, 28 November 2014, 31 December 2014 and 31 January 2015. The Board wishes to inform the shareholders that:

1. The Company announced on 16 July 2014 that it had made a report to the Commercial Affairs Department against Mr Chen Li Hui, the former chief executive officer and a former director of the Company, based on the Findings issued by its special auditors, PriceWaterHouseCoopers CM Services Pte Ltd and on certain financial improprieties involving Mr Chen Li Hui in relation to the Company’s principal subsidiary, Fujian Aton Advanced Material Science and Technology Co., Ltd, that the Company had discovered. The Company had also taken necessary steps in respect of this matter in China. The relevant local authorities are still in the process of reviewing the case and there has been no significant development thus far.
2. With regard to the lawsuit between the Company’s subsidiary, Fujian Aton Advanced Material Science and Technology Co., Ltd (“**Fujian Atontech**”) and a former customer, Wujiang Water Supply Co., Ltd, (“**Wujiang Water Supply**”) that was under retrial by The People’s High Court of Fujian Province (“**Fujian People’s High Court**”). After retrial, the Fujian People’s High Court had passed the court judgment that Fujian Atontech is liable to refund the invoiced amount of RMB 1,336,750 and to pay a compensation amount of RMB 6,552,000 to Wujiang Water Supply. Fujian Atontech disagreed to the judgment and will submit appeal to the Supreme People’s Court of the People’s Republic of China to retry the case.
3. With regard to the lawsuit between the Company’s subsidiary, Xinjiang Aton Advanced Materials Science and Technology Co., Ltd and its former construction contractor, Beilong Construction Group Co., Ltd, The Xinjiang Weiwuer High Court is still in the process of reviewing the appeal filed by both parties.
4. The Company announced on 19 August 2014 that it had submitted an application to resume trading in the securities of the Company (“**Share Trading Resumption Application**”) to the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). SGX-ST is in the process of reviewing the Company’s Share Trading Resumption Application. The Company will provide further updates on the outcome of the application in due course.

The Board shall continue to make announcements as and when appropriate and keep shareholders updated on a monthly basis.

By Order of the Board

Dr Pu Weidong
Chief Executive Officer and Executive Director

28 February 2015