

Company Registration No.: 196200046K

SIGNING OF NON-BINDING MEMORANDUM OF UNDERSTANDING BETWEEN CHEMICAL INDUSTRIES (FAR EAST) LIMITED. AND TOPAN LLP FOR THE ESTABLISHEMENT OF A CHLOR-ALKALI MANUFACTURING FACILITY IN KAZAKHSTAN

The Board of Directors of Chemical Industries (Far East) Limited ("CIL") wishes to announce that the Company has on 27 June 2018 signed a non-binding Memorandum of Understanding ("MOU") with Topan LLP ("TOPAN"), a company incorporated in Kazakhstan, to explore the establishment of a chloralkali manufacturing facility.

Under the MOU, CIL and TOPAN will work closely as strategic partners in the proposed chlor-alkali manufacturing facility in Akatu City, Kazakhstan. The MOU sets out the roles and responsibilities of both parties and forms the basis of further collaboration in the form of definitive agreements, if any.

TOPAN is a Kazakhstani oilfield service company providing a wide range of products and services for industrial companies operating in various industries including, petroleum, mining, chemical, pharmaceutical and food industry, scientific research and education.

The Company will make further announcement as appropriate, as and when there are updates to the MOU.

BY ORDER OF THE BOARD

FOO SOON SOO Company Secretary

28 June 2018