

DYNAMIC COLOURS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 199304233Z)

SUZHOU HUIYE CHEMICAL & LIGHT INDUSTRY CO. LTD., AND SUZHOU HUIYE PLASTIC INDUSTRY CO. LTD.

*Unless otherwise defined herein, all capitalised terms used in this announcement shall have the same meanings as defined in the announcements dated 3 December 2013 and 3 January 2014 (“**Term Sheet Announcements**”).*

The board of directors (the “**Board**”) of Dynamic Colours Limited (the “**Company**”) refers to the Term Sheet Announcements. As the Exclusivity Period has ended in February 2014 and the parties have not been able to successfully conclude their negotiations relating to a propose sale and purchase agreement, the parties have agreed not to proceed any further.

The Company will continue to build its businesses in Suzhou Huiye Chemical & Light Industry Co. Ltd. and Suzhou Huiye Plastic Industry Co. Ltd.

ON BEHALF OF THE BOARD

Yeo Hock Leng

Executive Chairman and Group Managing Director

19 May 2014