



**CEFC INTERNATIONAL LIMITED**  
(Incorporated in Bermuda)  
(Company Registration No. 35733)  
(the “**Company**”)

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## **INCREASE IN BANKING FACILITIES EXTENDED BY DBS BANK LTD.**

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Further to the announcement released by the Company on 19 June 2013, the Board of Directors of the Company (the “**Board**”) would like to announce that DBS Bank Ltd. (the “**Bank**”) has agreed to increase the amount of uncommitted banking facility made available to the Company’s wholly owned subsidiary, Singapore CEFC Petrochemical & Energy Pte. Ltd., (“**Singapore CEFC Petrochemical**”) from US\$70,000,000.00 to US\$91,000,000.00 and extend additional trade facilities of US\$30,000,000.00 to the Company (the “**Revised Facilities**”) subject to the terms and conditions as set out in the Bank’s letter of offer dated 8 July 2014.

The Revised Facilities will be secured by, *inter alia*, a corporate guarantee granted by the Company and the proceeds from the Revised Facilities will be used for, amongst others, facilitating and financing the procurement of goods (i.e. crude oil, fuel oil, gasoil, gasoline, naphtha, bunker fuel, petrochemicals (including Mono Ethylene Glycol, Benzene, Paraxylene, Toulene and Mixed Aromatics) and other petroleum products as agreed by the Bank on a case-by-case basis by Singapore CEFC Petrochemical in the course of Singapore CEFC Petrochemical’s normal trading activities.

Pursuant to Rule 704(31) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”), the Board wishes to inform that the Revised Facilities contain a covenant (the “**Loan Covenant**”) whereby Singapore CEFC Petrochemical is to ensure and procure that Mr Ye Jianming is to remain the majority shareholder and hold more than 50% of the issued and paid-up share capital of the Company’s ultimate holding company, Singapore Petrochemical & Energy Development Pte. Ltd. at all times.

As at the date of this announcement, Mr Ye Jianming holds 66.67% of the shares in Singapore Petrochemical & Energy Development Pte. Ltd. which in turn hold approximately 76.58% of the Company’s issued shares. Accordingly, Mr Ye Jianming is deemed to be interested in the shares of the Company held by Singapore Petrochemical & Energy Development Pte. Ltd.

In the event that the Loan Covenant is not met, it may cause a default in the Letter of Offer and the Bank will have the right to, *inter alia*, demand an immediate repayment of all monies and liabilities owing to them under the Revised Facilities (whether actual or contingent) and may also trigger cross defaults of other borrowings of the Company and its subsidiaries (collectively, the “**Group**”). Accordingly, the aggregate level of facilities that may be affected is expected to be, as of the date of this announcement, equal to the aggregate of the principal amount outstanding, all interest accrued thereon and all other amounts accrued or outstanding under the Group’s facilities.

In compliance with Rule 728(1) of the Listing Manual of the SGX-ST, the Company will obtain an undertaking from its controlling shareholder Mr Ye Jianming for him to notify the Company, as soon as he becomes aware, of any share pledging arrangements relating to his shares in the Company and/or Singapore Petrochemical & Energy Development Pte. Ltd. and of any event, which may result in a breach of the Loan Covenant.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Revised Facilities.

### **BY ORDER OF THE BOARD**

Zang Jianjun  
Executive Chairman  
15 July 2014