

**UPDATE ON SUSPENSION OF TRADING**

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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, 31 January 2015, 28 February 2015, 31 March 2015, 13 April 2015, 29 April 2015, 30 April 2015, 12 May 2015, 21 May 2015, 23 May 2015, 30 May 2015, 9 June 2015, 30 June 2015, 31 July 2015, 31 August 2015, 30 September 2015, 5 October 2015, 30 October 2015 and 30 November 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 (“**Fujian Atontech**”) 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 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 RMB1,336,750 and to pay a compensation amount of RMB6,552,000 to Wujiang Water Supply. Fujian Atontech had lodged protest against the judgment with the Supreme People’s Court of the People’s Republic of China (“**PRC Supreme People’s Court**”) on 26 May 2015. The PRC Supreme People’s Court is still in the process of reviewing the appeal and there has been no significant development thus far.
3. With regard to the lawsuit between the Company’s subsidiary, Xinjiang Aton Advanced Materials Science and Technology Co., Ltd (“**Xinjiang Aton**”) and its former construction contractor, Beilong Construction Group Co., Ltd, the Xinjiang Weiwuer High Court had given the court order to retrial the case. Xinjiang Changji Hui Autonomous Prefecture Intermediate People’s Court is still in the process of reviewing the case.
4. Wei Sheng (Hong Kong) Co., Ltd (“**Wei Sheng (HK)**”) which holds equity interest of 25% in the Company’s subsidiary, Jiamusi Auton Advanced Materials Technology Co., Ltd (“**Jiamusi Auton**”) filed a lawsuit with Harbin People’s Intermediate Court of Heilongjiang Province against Jiamusi City New Era of Urban Infrastructure Investments (Group) Co., Ltd (“**Jiamusi City New Era**”) for

the payment of the outstanding contract receivables under a Build-Transfer contract project carried out and completed by Jiamusi Auton. Fujian Atontech and Jiamusi Auton are regarded as a third person under this lawsuit filed by Wei Sheng (HK).

As Fujian Atontech is the principal party to the Build-Transfer contract project, it had filed a separate lawsuit against Jiamusi City New Era for the payment of the outstanding contract receivables.

The above lawsuits are being reviewed by the courts and there is no significant development thus far.

5. A supplier of Fujian Atontech, Fujian Zhixin Trading Co., Ltd ("**Fujian Zhixin**"), factored its accounts receivables from Fujian Atontech for a factor financing arrangement with Xingye Bank Co., Ltd, Fuzhou Branch (the "**Bank**") amounting to RMB 20 million ("**Factor Financing**"). Fujian Zhixin defaulted its repayment of the Factor Financing to the Bank. The Bank filed a lawsuit with Fuzhou People's Intermediate Court against Fujian Zhixin and Fujian Atontech as a joint defendant for recovery of the factor advances made to Fujian Zhixin. Fuzhou People's Intermediate Court is currently in the process of reviewing the case.
6. Concerning the Company's application to resume trading in the securities of the Company ("**Share Trading Resumption Application**") to the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Company has been working on the resumption requirements informed by the SGX-ST. The Company will provide further updates on the development and outcome of the Share Trading Resumption 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

30 December 2015