

SUNVIC CHEMICAL HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200406502E)

APPLICATION FOR FURTHER EXTENSION OF TIME TO COMPLY WITH RULE 705(1) OF THE LISTING MANUAL AND EXTENSION OF TIME TO COMPLY WITH RULE 707(1) OF THE LISTING MANUAL

The Board of Directors (the “**Board**”) of Sunvic Chemical Holdings Limited (the “**Company**”) wishes to announce that on 28 March 2019, the Company made an application to the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) for the following:

- (a) in respect of the Rule 705(1) Requirement (as defined below), a further extension of time of two months in respect of the FS 2018 Extended Deadline (as defined below) from 1 April 2019 to 31 May 2019 (the “**Rule 705(1) Further Extension**”); and
- (b) in respect of the Rule 707(1) Requirement, a time extension of two months in respect of the AGM 2018 Deadline (as defined below) from 30 April 2019 to 30 June 2019 (the “**Rule 707(1) Extension**”).

Pursuant to Rule 705(1) of the Listing Manual, the Company is required to announce its financial statements for the full financial year ended 31 December 2018 (the “**FY2018 Financial Statements**”) immediately after the figures are available, but in any event not later than 60 days after the end of the Company’s financial year for 2018 on 31 December 2018 (“**FY2018**”) (the “**Rule 705(1) Requirement**”). The Company was hence initially expected to announce its FY2018 Financial Statements by 1 March 2019. In this regard, referring to the Company’s announcement dated 28 February 2019 (the “**28 February 2019 Announcement**”), the Company had previously made an application to the SGX-ST by way of a letter dated 21 February 2019 (the “**Rule 705(1) Extension Request Letter**”) for a time extension of 30 days from 1 March 2019 to 1 April 2019 to comply with the Rule 705(1) Requirement (the “**Rule 705(1) Extension**”), and the SGX-ST had replied on 22 February 2019 that it had no objection to the Company’s application for the Rule 705(1) Extension subject to certain conditions which the Company had satisfied as mentioned in the 28 February 2019 Announcement. Accordingly, the Company is required to announce its FY2018 Financial Statements by 1 April 2019 (the “**FS 2018 Extended Deadline**”).

Pursuant to Rule 707(1) of the Listing Manual, the time between the end of the Company's financial year and the date of its annual general meeting (if any) must not exceed four months (the “**Rule 707(1) Requirement**”). As such, for FY2018, the Company is required to hold its annual general meeting by 30 April 2019 (the “**AGM 2018 Deadline**”).

The reasons for the Company's application for the Rule 705(1) Further Extension and the Rule 707(1) Extension are as follows:

- (a) further to the Rule 705(1) Extension Request Letter, the Company had paid the outstanding fees of the Company's external auditors on 6 March 2019;
- (b) notwithstanding the payment by the Company of the outstanding fees, the Company's external auditors informed that they will only have the resources to commence the audit for FY2018 on the last week of March 2019 and the said audit process will take at least six weeks to complete, on the condition that the Company makes upfront payment of 70% of its fees for the said audit process;
- (c) the Company is currently negotiating with its external auditors as regards the audit for FY2018 and hopes to achieve a resolution such that the said audit process can commence as soon as possible; and
- (d) on the assumption that the external auditors will be able to complete the audit around mid-May 2019, the Company will endeavour to convene its annual general meeting as soon as practicable thereafter but nonetheless the Company anticipates that it will require four to six weeks to finalise the audit report with the external auditors and to arrange the logistics involved for the annual general meeting including complying with the requisite notice period.

Since the submission of the Company's application for the Rule 705(1) Further Extension and the Rule 707(1) Extension on 28 March 2019, the Company has reached a consensus with its external auditors of their fees for the said audit process. The audit process, however, has yet to commence as it has been held up due to the severe explosion in Yancheng City, Jiangsu Province, the People's Republic of China (the “**Explosion**”). The Explosion took place in the same chemical zone in which the Company's wholly-owned subsidiary, Jiangsu Jurong Chemical Co., Ltd (“**Jiangsu Jurong**”), is operating in. The Explosion had caused certain damages to the office building and the plant of Jiangsu Jurong. Further, due to the Explosion, the local government has restricted public access to the chemical zone in which the Explosion took place. Please refer to the Company's announcement dated 27 March 2019 for more information in relation to the Explosion. The Company is now awaiting clarification

from the local government for access to the chemical zone so as to relocate the office of Jiangsu Jurong and to retrieve the documents to an unaffected location so that the Company's external auditors may commence the audit process.

The Company is currently awaiting the response from the SGX-ST on the Company's application for the Rule 705(1) Further Extension and the Rule 707(1) Extension. Concurrently, the Company is applying to the Accounting and Corporate Regulatory Authority for an extension of time of the holding of its annual general meeting for FY2018.

The Board will keep the shareholders updated on any material developments in due course, and the Company will make further announcement as and when there is any subsequent development.

BY ORDER OF THE BOARD

Sun Xiao
Executive Director and Chief Executive Officer
4 April 2019