

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

**CLARIFICATION ON UPDATE ON RECEIPT OF LETTERS OF DEMAND BY THE
COMPANY'S WHOLLY-OWNED SUBSIDIARIES IN RELATION TO CORPORATE
GUARANTEES PROVIDED TO UNRELATED PARTIES**

*Unless otherwise expressly specified, capitalised terms herein shall bear the same meanings as defined in (1) the Company's announcement dated 10 January 2019 titled "Receipt of Letters of Demand by the Company's Wholly-Owned Subsidiaries in relation to Corporate Guarantees provided to Unrelated Parties", (2) the Company's announcement dated 18 January 2019 titled "Response to SGX Queries on Announcement of Receipt of Letters of Demand by the Company's Wholly-Owned Subsidiaries in relation to Corporate Guarantees provided to Unrelated Parties", (3) the Company's announcement dated 19 February 2019 titled "Response to SGX Further Queries on Announcement of Receipt of Letters of Demand by the Company's Wholly-Owned Subsidiaries in relation to Corporate Guarantees provided to Unrelated Parties", and (4) the Company's announcement dated 15 April 2019 titled "Update on Receipt of Letters of Demand by the Company's Wholly-Owned Subsidiaries in relation to Corporate Guarantees provided to Unrelated Parties" ("**15 April 2019 Announcement**").*

The Board of Directors (the "**Board**") of Sunvic Chemical Holdings Limited (the "**Company**") refers to the 15 April 2019 Announcement.

As stated in the 15 April 2019 Announcement, on 2 April 2019, the Company has engaged EY Advisory as the external auditor to form part of a special investigative committee to conduct an independent assessment and investigation into the circumstances leading to and surrounding the BOC Corporate Guarantee and the YFC Corporate Guarantee (the "**EY Advisory Engagement**").

The Company would like to clarify that, under the EY Advisory Engagement, apart from the Company's Audit Committee, EY Advisory will also concurrently report directly and provide regular updates to the SGX Exchange Regulation Pte Ltd (the "**SGX Regco**") during the course of their assessment and investigation.

Further, if there are any significant transactions and/or events that arise during the course of EY Advisory's assessment and investigation which warrant the attention of the

Company's Audit Committee and the SGX Regco, EY Advisory will advise the Company's Audit Committee and the SGX Regco at the very earliest possible.

The Board will provide further updates to the shareholders on the developments of matters in relation to the BOC Corporate Guarantee and the YFC Corporate Guarantee in due course.

BY ORDER OF THE BOARD

Sun Xiao
Executive Director and Chief Executive Officer
16 April 2019