

Company Registration No. CT-140095

REPLY TO THE QUERY FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”) IN CONNECTION WITH THE ANNOUNCEMENT MADE BY THE SUNSHINE HOLDINGS LIMITED (THE “COMPANY”) ON 13 JANUARY 2012 CONCERNING INVESTMENT MADE IN AN QUOTED SECURITY (THE “ANNOUNCEMENT”)

Unless otherwise stated, all capitalized terms herein shall have the same meanings as that ascribed in the Announcement.

We append below our reply to the following query raised by the SGX-ST on 19 January 2012 concerning the Announcement.

The SGX-ST’s query

With regards to Sunshine Holdings Limited’s announcement of 13 January 2012 entitled “Investment in quoted security”. The announcement stated that the Company had invested RMB49.24 million in a quoted security listed on the Shenzhen Stock Exchange “as part of the Group’s working capital management”. Please provide further information on this working capital management activity in an announcement via SGXNet by 20 January 2012

The Company’s reply

The Investment was intended to be of a short-term nature. It was made with a view to yield a return better than that generated from fixed deposits in respect of the present excess cash held by the Group.

BY ORDER OF THE BOARD

**Mr Guo Yinghui
Chairman & CEO**

19 January 2012