

[For Immediate Release]

Yip's Chemical's New Solvent Production Base with 600,000 tons Capacity in Guangdong Zhuhai Commences Operation

Strengthening its Leading Position in the Industry

(Hong Kong, 24 January 2022) — **Yip's Chemical Holdings Limited** (Stock code: 00408) ("Yip's Chemical" or the "Group") announced that its new solvents production base in the economic development zone of Gaolan Port, Zhuhai has been completed and commenced operation at the end of December 2021. The plant's production capacity reaches 600,000 tons annually, including 300,000 tons of ethyl acetate, 150,000 tons of butyl acetate, 100,000 tons of propyl acetate, and 50,000 tons of mixed butyl acetate, becoming the Group's major solvents production base in southern China.

The new solvents production base is located in Gaolan Port in southwest Zhuhai which is a petrochemical zone situated at the heart of the Greater Bay Area. The port possesses the largest tonnage of liquefied chemicals and bulk cargo berths in the Pearl River Delta, providing the production base with comprehensive power supply and ancillary transport facilities.

The new solvents plant adopts advanced production techniques and technologies, such as optimized equipment which improves energy efficiency and productivity. The new plant also implements various energy-saving measures to cut down gas emissions while it also enhances the recycling system of cooling water to reduce wastewater discharge and industrial water usage.

Mr. Yip Tsz Hin, Chief Executive Officer of Yip's Chemical, said, "The Group is pleased that the new solvents production base in Gaolan Port of Zhuhai has completed construction and commenced production as scheduled. The Group leveraged its experiences gained from the establishment of Taixing solvents plant of Jiangsu earlier in the design and construction of this new plant. We took advantage of the land resources and chemical zone's favorable conditions, and concurrently put safety, environmentally friendly, and energy saving as our priorities, to build the Group's brand new production facilities in southern China. The commissioning of the new plant marks an important milestone of the Group's solvent business development, bolstering our leading position in the global acetate market, which further enhanced our competitiveness in both Mainland China and global markets, contributing to the Group's long-term sustainable development."

Photo 1: Yip's Chemical's new solvents plant in Gaolan Port of Zhuhai completed construction and commenced operation at the end of December 2021 with an annual production capacity of 600,000 tons, becoming the Group's major solvents production base in southern China.



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About Yip's Chemical Holdings Limited (Incorporated in the Cayman Islands with limited liability) (SEHK: 00408)

Yip's Chemical Holdings Limited ("Yip's Chemical" or the "Group") was established in 1971 and listed on the Hong Kong Stock Exchange in 1991. The Group focuses on the production and sales of petrochemical products, including solvents, coatings, inks and lubricants, with its nationwide sales network covering all major provinces and cities across China. It is the largest producer of acetate solvents in the world, China's largest manufacturer of inks and one of the top 20 ink manufacturers globally*, as well as one of the top 10 coatings manufacturers in China#. On top of products, the Group has strived to provide value-added services to consumers in recent years, such as automobile lubricant changing and maintenance as well as personal and household sanitizing.

Coating brands operated under the Group are "Bauhinia", "Camel", "Aquapro", "Hang Cheung" for industrial paints and "Da Chang" for resins. The Group also owns brands including "Bauhinia Variegata" for inks, "Hercules" for automotive lubricants and "PACOIL" for industrial and specialty lubricants. The automotive maintenance brand "Damai" and sanitizing brand "EUCA" are also brands under Yip's Chemical.

To achieve long-term sustainable development, the Group will continue to move in the direction supportive of green living, embracing development that is "environmentally friendly", "end-user oriented" and "service oriented".

* According to China Inks Association (中國油墨協會), Bauhinia Ink is the largest ink manufacturer in the PRC in terms of both production volume and sales revenue in 2020. It ranked 16th in the "2021 Top International Ink Companies" released by the US inks magazine *Ink World* in terms of sales revenue.

Bauhinia Paints ranked 65th in the "2021 Global Ranking of the Top Manufacturers of Paints and Coatings" released by the US coatings magazine *Coatings World* and is among the top 10 in the PRC in terms of sales revenue.

Learn more about Yip's Chemical on:



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