Bluestar Adisseo Company

2021 Annual Report by the Audit, Risk and Compliance Committee

In accordance of *Code of Corporate Governance for Listed Companies*, the *Shanghai Stock Exchange Listing Rules*, the *Articles of Association of Bluestar Adisseo Company* and the *Implementation Rules of the Audit, Risk and Compliance Committee*, the Audit, Risk and Compliance Committee of the Board of Directors (hereinafter referred to as "the Audit, Risk and Compliance Committee") of Bluestar Adisseo Company (hereinafter referred to as "the Company") fulfilled their duties in a diligent and conscientious manner in 2021; and played an important role in the supervision of the Company's external control and the internal control guidance. The 2021 annual work report of the Audit, Risk and Compliance Committee is as follows:

1. Basic information of the Audit, Risk and Compliance Committee

Members of the 7th session of Audit, Risk and Compliance Committee are Ding Yuan (the chairman), Wu Jingwan and Jean Falgoux. Elected by the first meeting of the 8th session, members of the 8th session of Audit, Risk and Compliance Committee are Ding Yuan (the chairman), Wu Jingwan and Caroline Grégoire Sainte-Marie. The Audit, Risk and Compliance Committee meets the requirements of the *Articles of Association of Bluestar Adisseo Company*, the *Implementation Rules of the Audit, Risk and Compliance Committee* and other related regulations by SSE.

2. The Audit, Risk and Compliance Committee Meetings in 2021

In 2021, the Audit, Risk and Compliance Committee convened six meetings and the detailed contents of the meetings are as follows:

Date	Audit, Risk and Compliance Committee meeting	Proposals of Audit, Risk and Compliance Committee meeting
9th February 2021	15th meeting of 7th Audit, Risk and Compliance Committee	Discussed the proposal on: 1. Quick report of FY 2020
29th March 2021	16th meeting of 7th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2020 Annual Report and the Executive Summary 2. 2020 Annual Final Accounts 3. 2020 and 2021 Day-to-day Connected Transactions

		4. Audit, Risk and Compliance Committee's Report for FY2020 5. The Special Report on Occupancy of Non-Operation Funds and Other Fund Transactions with Connected Parties for FY2020 6. Self-Assessment Report on Internal Control for FY2020 and Audit Report on Internal Control for FY2020 7. Appointment of Auditor and Internal Control Auditor for the year 2021 8. Auditing Fees for FY2020 9. The Approval of Renewal of the Finance Service between ChemChina Finance Co., Ltd. & Bluestar Adisseo Company and the Change of Accounting Policy
28th April 2021	17th meeting of 7th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2021 Q1 Report
29th July 2021	18th meeting of 7th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. H1 2021 Report and the Executive Summary
28th October 2021	1st meeting of 8th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2021 Q3 Report
15th December 2021	2nd meeting of 8th Audit, Risk and Compliance Committee	Deliberated and passed the proposal on: 1. 2021 KPMG Huazhen Audit Plan Listen to the proposal on: 1. Financing Plan

3. Performance of the audit, risk and compliance committee in 2021

3.1. Supervise and evaluate the work of external audit institutions

(1) Evaluate the independence and professionalism of external audit institutions

KPMG Huazhen LLP. meets the qualifications specified in the securities law, can abide by the independent, objective and fair ethics and professional ethics, has completed all the work entrusted by the company, has reasonable auditors, and has maintained professional ability and due attention.

(2) Propose to the board of directors to hire an audit institution

KPMG Huazhen LLP. was able to fulfill its duties in the audit business in 2020, follow the independent, objective and fair practice standards, cooperate well with the company, and complete the annual audit entrusted by the company on time. Therefore, it is suggested to renew the appointment of KPMG as the company's financial and internal control audit institution in 2021 and submit the proposal to the board of directors for deliberation.

(3) Monitor and evaluate the diligence of external audit institutions

Through the communication and discussion with the accountant on the work related to the company's 2020 annual report and the results of the audit provided by the accountant for the company, we believe that KPMG Huazhen LLP. was diligent and responsible during the audit of the company and followed the professional standards of independence, objectivity and impartiality.

3.2. Review the financial reports of listed companies and express opinions on them

After reviewing the financial report prepared by the Finance Department of the company, we believe that the preparation process of the company's 2020 financial statements complies with the company's internal control system, and the data is true and complete. We agree to submit it to the external audit institution hired by the company for audit.

3.3. Evaluate the effectiveness of internal control

The company has established a relatively sound and perfect internal control management system, which meets the requirements of relevant laws and regulations, conforms to the actual situation of the company, can meet the current development needs of the company, and various internal control management systems have been effectively implemented.

3.4. Coordinate the communication between management, internal audit department and relevant departments and external audit institutions

At the beginning of 2021, the company negotiated with the accountant to determine the 2020 annual financial report audit work plan. The audit committee of the board of directors actively urged and coordinated the communication between the management, internal audit department and relevant departments and external audit institutions to ensure the timely delivery of the audit report.

4. General evaluation

The Audit, Risk and Compliance Committee fulfilled their duties with their profound expertise and experience in a diligent and conscientious manner in compliance with the *Code of Corporate Governance for Listed Companies*, the *Shanghai Stock Exchange Listing Rules*, the *Articles of Association of Bluestar Adisseo Company* and *the Implementation Rules of the Audit, Risk and Compliance Committee* in 2021; focused on key issues including periodic reports, related-party transaction, C-SOX as well as major events etc.; contributed to the continuous improvement of the corporate governance; and protected the interests of the Company and shareholders, especially minority shareholders.

(In case of discrepancies between the English version and the Chinese version of this announcement, the Chinese version, officially published and disclosed, shall prevail.)