Stock code：600299　　Abbr.：Adisseo　　S/N：2016- Temp 010

Bluestar Adisseo Company

Special Announcement on No Distribution of Profits in 2015

I. Dividends available for distribution and Plan of Dividend Distribution in 2015

According to the auditing conducted by KPMG Huazhen LLP, the Company saw a net profit of 1,922,795,622 RMB in 2015, of which 1,448,651,062 RMB belongs to shareholders. As of 31, December, 2015, the Company has an accrued profit for distribution of 6,386,803,025 RMB. Nevertheless, as of 31, December, 2015, the holding company of the Company has an accrued booked loss of 585,630,735.

In consideration of the circumstances above, as approved by the 6th board’ 4th meeting, the Company’s annual plan of dividends distribution is not to distribute the dividends. Upon receipt of profits distributed by Bluestar Adisseo Nutrition Group Co., Ltd, the Company’s offshore subsidiary, and the accrued undistributed profits turning positive, i.e. the Company meets the condition to distribution, the Company will propose a dividend distribution plan at a proper point of time.

II. Reasons for No Dividend Distribution in 2015

1. Dividend Distribution Policy in the Articles of Association of the Company (“AOA”)

According to Article 154 in the AOA, the specific policy for dividend distribution of the Company is as follows:

“Specific conditions for and proportion of cash dividends of the Company: except under special circumstances, the Company allocates dividends in cash if the Company makes profits and the accumulative undistributed profit is positive in the very year; and the profit distributed in cash is no less than 30% of the distributable profit in the consolidated statement annually. Special circumstances refers to the Company will make major investments (major investments indicate the invested amount exceeds RMB500 million) in the current year, the Company's asset-liability ratio is more than 80% and other circumstances under which the Company's Board of Directors and shareholders' general meeting approve not to allocate profit through special resolution."

"Conditions for the Company to grant stock dividends: when the Company enjoys sound operations, and the Board of Directors considers the Company's stock prices do not correspond to the Company's capital stock scale and the granting of stock dividends is beneficial for the overall benefits of the Company's shareholders, then the Company may bring forward the preplan for the distribution of stock dividends under the circumstance of meeting the abovementioned conditions for cash dividends."

2. Reasons for No Distribution

According to the auditing results issued by KPMG Huazhen (LLP), as of 31, December, 2015, in despite of the profit on the consolidated basis, the Company's holding company has an accrued booked loss and does not meet the condition to distribution as prescribed in Article 154 in the AOA.

In consideration of the circumstances above, the board of the company proposes not to distribute dividends in the year of 2015 and no to adopt other forms of distribution including converting capital reserves into share capital and any other form.

III. Usage and Plan of the Company's Undistributed Profits

The Company is concerned about proper investment return to investors. The Company completed reorganization of major assets in 28, October, 2015. As of the reporting date, internal systems (including dividend distribution system) are in the active progress of construction and completion. Meanwhile, Bluestar Adisseo Nutrition Group Co., Ltd, the Company's offshore subsidiary, has decided to distribute dividends of 2015 amounting to 185,000,000 Euro to its ordinary shareholders, China National Bluestar (Group) Co., Ltd and Bluestar Adisseo Company, which has been approved by its board resolution and shareholders' general meeting resolution. The amount thereof belonging to the Company is 157,250,000 Euro. So far, as of 31, March, 2016, the accrued undistributed loss in the holding company level, has been entirely offset. Hereby, the board of the Company will propose to the shareholders' general meeting the plan of distribution at a proper point of time.

IV. Independent Directors Opinion

The Company's board proposes not to distribute dividends in the year of 2015. As independent directors, we think, in despite of the profit on the Company's consolidated basis, the holding company of the Company has an accrued booked loss and does not meet the condition to distribution as prescribed in Article 154 in the AOA; The Company completed reorganization of major assets in 28, October, 2015, and internal systems (including dividend distribution system) are in the active progress of construction and completion; in consideration of undistributed profits on the Company's consolidated basis, the Company will propose a plan of distribution upon receipt of dividends distributed by Bluestar Adisseo Nutrition Group Co., Ltd. and the accrued undistributed profit turning positive, i.e., the Company meets the condition to distribution. Therefore, we agree the plan of dividend distribution proposed by the Company board and agree not to distribution in the year of 2015.

It is hereby announced.

Bluestar Adisseo Company

Board of Directors

13, April, 2016