

## Bluestar Adisseo Company

### 2018 Annual Report by the Audit Committee

In accordance of “Code of Corporate Governance for Listed Companies”, the “C-SOX”, the “Shanghai Stock Exchange Listing Rules”, the “Shanghai Stock Exchange Operation Guide for the Audit Committee of the Board of Directors of Listed Companies”, the “Articles of Association of Bluestar Adisseo Company” and the “Detailed Rules for the Implementation of the Audit Committee”, the Audit Committee of the Board of Directors (hereinafter referred to as “the Audit Committee”) of Bluestar Adisseo Company (hereinafter referred to as “the Company”) fulfilled their duties in a diligent and conscientious manner in 2018; and played an important role in the supervision of the Company’s external control and the internal control guidance. The 2018 annual work report of the Audit Committee is as follows:

#### 1. Basic information of the Audit Committee

Member of 6<sup>th</sup> session of Audit Committee: Cliff Zhou (the chairman), Jean Falgoux and Michael Koenig.

Member of 7<sup>th</sup> session of Audit Committee: Ding Yuan (the chairman), Hao Zhigang and Jean Falgoux.

Due to the expiration of the term of the 6<sup>th</sup> board of directors in October 2018, the Company held the first interim shareholders meeting for FY2018, deliberated and elected the 7<sup>th</sup> board of directors (2018-027). In the first meeting of the 7<sup>th</sup> board of directors, the new board confirmed the members of the 7<sup>th</sup> Audit Committee (2018-028), and elected the independent director Mr. Ding Yuan as the chairman. The Audit Committee meets the requirements of the “Articles of Association of Bluestar Adisseo Company”, the “Detailed Rules of for the Implementation of the Audit Committee” and other related regulations by SSE.

#### 2. The Audit Committee Meetings in 2018

In 2018, the Audit Committee convened 6 meetings and all members were present at each meeting. The detailed contents of the meetings are as follows:

Audit Committee meeting	Proposals of Audit Committee meeting
11 <sup>th</sup> meeting of 6 <sup>th</sup> Audit Committee	Deliberated and passed the proposal on: 1. 2017 KPMG Audit Plan; 2. 2017 C-Sox Status.
12 <sup>th</sup> meeting of 6 <sup>th</sup> Audit Committee	Deliberated and passed the proposal on:

	<ol style="list-style-type: none"> <li>1. 2017 Annual Report and the Executive Summary;</li> <li>2. 2017 Annual Final Accounts;</li> <li>3. 2017 and 2018 day-to-day Connected Transactions;</li> <li>4. Audit Committee's Report for FY2017;</li> <li>5. the Special Report on Occupancy of Non-operation Funds and Other Fund Transactions with Connected Parties for FY2017;</li> <li>6. the Special Report on the Difference between the Actual Profit and the Profit Forecast for FY2017 of Bluestar Adisseo Nutrition Group Ltd.;</li> <li>7. Self-assessment Report on Internal Control for FY2017 and Audit Report on Internal Control for FY2017;</li> <li>8. Appointment of Auditor and Internal Control Auditor for the year 2018;</li> <li>9. Auditing Fees for FY2017;</li> <li>10. the Approval of Renewal of Finance Service Agreement between ChemChina Finance Co., Ltd. &amp; Bluestar Adisseo Company.</li> </ol>
13 <sup>th</sup> meeting of 6 <sup>th</sup> Audit Committee	<p>Deliberated and passed the proposal on:</p> <ol style="list-style-type: none"> <li>1. 2018 Q1 Report.</li> </ol>
14 <sup>th</sup> meeting of 6 <sup>th</sup> Audit Committee	<p>Deliberated and passed the proposal on:</p> <ol style="list-style-type: none"> <li>1. 2018 H1 report and the executive summary.</li> </ol>
1 <sup>st</sup> meeting of 7 <sup>th</sup> Audit Committee	<p>Deliberated and passed the proposal on:</p> <ol style="list-style-type: none"> <li>1. 2018 Q3 Report.</li> </ol>
2 <sup>nd</sup> meeting of 7 <sup>th</sup> Audit Committee	<p>Deliberated and passed the proposal on:</p> <ol style="list-style-type: none"> <li>1. Related-party Acquisition of 15% Common Shares in Bluestar Adisseo Nutrition Group Limited;</li> <li>2. 2018 KPMG Huazhen Audit Plan;</li> <li>3. 2019 Financing Plan.</li> </ol>

### 3. General evaluation

The Audit 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 “C-SOX”, the “*Shanghai Stock Exchange Listing Rules*”, the “*Shanghai Stock Exchange Operation Guide for the Audit Committee of the Board of Directors of Listed Companies*”, the “*Articles of Association of Bluestar Adisseo Company*” and “*the Detailed Rules for the Implementation of the Audit Committee*” in 2018; 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.