

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



# China Flavors and Fragrances Company Limited 中國香精香料有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3318)

## SCRIP DIVIDEND SCHEME

On 23 August 2010, the Company announced that the Board had resolved to recommend the payment of an interim dividend wholly in scrip form equivalent to HK\$0.01 per Share to the Shareholders.

## SCRIP DIVIDEND SCHEME

On 23 August 2010, China Flavors and Fragrances Company Limited (the “**Company**”) announced that its board of directors (the “**Board**”) had resolved to recommend the payment of an interim dividend equivalent to HK\$0.01 per share (the “**Interim Dividend**”) to shareholders whose names appear on the register of members of the Company on 6 September 2010 (the “**Scrip Dividend Scheme**”) for the six months ended 30 June 2010 wholly in scrip form (“**Scrip Shares**”).

For the purpose of calculating the number of Scrip Shares to be allotted pursuant to the Scrip Dividend Scheme, the market value of the Scrip Share has been fixed at HK\$1.94 per Share (the “**Average Closing Price**”), which is the average value of the closing prices per Share as quoted on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) for the five consecutive trading days commencing from Monday, 13 September 2010. Accordingly, the number of Scrip Shares which the Eligible Shareholders are entitled to receive in respect of the Shares registered in their names on the Record Date will be calculated as follows:

$$\begin{array}{l} \text{Number of} \\ \text{Scrip Shares} \\ \text{to be received} \end{array} = \begin{array}{l} \text{Number of Shares held on} \\ \text{Record Date} \end{array} \times \frac{\text{HK\$0.01 (Interim Dividend per Share)}}{\text{HK\$1.94 (Average Closing Price)}}$$

The Scrip Shares to be allotted and issued pursuant to the Scrip Dividend Scheme will rank pari passu in all respects with the Shares in issue on the date of allotment and issue of the Scrip Shares save that they will not be entitled to the Interim Dividend.

The number of Scrip Shares to be allotted and issued will be rounded down to the nearest whole number of Scrip Shares and no Eligible Shareholder is entitled to be allotted and issued any fraction of a Share under the Scrip Dividend Scheme. Fractional entitlements to Scrip Shares will be aggregated and sold for the benefit of the Company.

Application will be made to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Scrip Shares to be allotted and issued pursuant to the Scrip Dividend Scheme. Subject to the Scrip Shares being admitted to listing, it is expected that certificates for the Scrip Shares will be posted to the shareholders of the Company at their own risk on or about Friday, 29 October 2010. On this basis, dealings in the Scrip Shares are expected to commence on Tuesday, 2 November 2010.

A circular containing further details of the Scrip Dividend Scheme will be despatched to the Shareholders shortly.

By Order of the Board  
**China Flavors and Fragrances Company Limited**  
中國香精香料有限公司  
**Wong Ming Bun**  
*Chairman*

Hong Kong, 20 September 2010

*As at the date of this announcement, the executive directors of the Company are Mr. Wong Ming Bun, Mr. Wang Ming Fan, Mr. Li Qing Long, Mr. Wang Ming You and Mr. Qian Wu; and the independent non-executive directors of the Company are Mr. Leung Wai Man, Roger, Mr. Ng Kwun Wan and Mr. Zhou Xiao Xiong*