

**SDL public offering of Convertible Bond was approved by China Securities  
Regulatory Commission**

On Dec. 5, 2017, SDL received the approval of public offering of Convertible Bond by China Securities Regulatory Commission (CSRC, Approval No. [2017]2206). The main contents of the approval is shown as follows,

1. The total par value of Convertible Bond is 520 Million RMB, the duration is 6 years.
2. The public offering of Convertible Bond shall be in accordance with the bond prospectus submitted to CSRC and the notices issued by the company.
3. The period of validity of this approval is 6 months.
4. From the date of this approval to the end date of public offering of Convertible Bond, the company should report to CSRC and process according to related regulations if there are any significant matters.

Board of Directors

06/12/2017