



CHINA ERATAT SPORTS FASHION LIMITED

(Company Registration No: 200705552D)

PROPOSED BONUS WARRANTS ISSUE

The Board of Directors (“**Directors**”) of China Eratat Sports Fashion Limited (“**Company**”) refers to the announcement of 11 November 2009 and is pleased to further announce that approval-in-principle has been granted on 20 November 2009 by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) for the listing and quotation of the Warrants and the New Shares on the official list of the SGX-ST, subject to the following conditions:

- a. Compliance with the SGX-ST’s listing requirements;
- b. Availability of a valid share issue mandate at the time of the issue of the Warrants and the New Shares arising from the exercise of the Warrants;
- c. A written confirmation that the Bonus Issue is in compliance with the Companies Act (Cap. 50);
- d. A written confirmation from the Company that there is a satisfactory spread of Warrant holders to provide an orderly market for the warrants in compliance with Rule 826 of the Listing Manual;
- e. Prominent disclosure via an SGXNET announcement before the listing of the Warrants of:
 - (i) the rationale for issuing of European-style Warrants;
 - (ii) the Warrants being exercisable only on a future single date, and
 - (iii) the series of notices to be made and issued to Warrants holders of impending Exercise Date;
- f. The Company and its share registrar working with the Exchange’s Clearing and Depository Operations Group and Market Control, Operations Group to resolve any operational issues in good time prior to the Exercise Date.

Shareholders are to note that the SGX-ST’s in-principle approval above is not to be taken as an indication of the merits of the Bonus Issue, the Warrants, the New Shares, the Company and/or its subsidiaries.

Further announcements will be made in connection with the Bonus Warrants Issue as and when appropriate, in particular, upon the determination by the Directors of the Books Closure Date and the execution of the Deed Poll constituting the Warrants.

By Order of The Board

Lin Jiancheng (林建程)
Executive Chairman and CEO
23 November 2009

The initial public offering of the Company’s shares was sponsored by Kim Eng Capital Pte. Ltd. who assumes no responsibility of the content of this announcement.