



ERATAT LIFESTYLE LIMITED

(Company Registration No: 200705552D)

3rd HIGHEST SCORE FOR PRC COMPANIES LISTED ON SGX-ST FOR THE GOVERNANCE AND TRANSPARENCY INDEX 2011

The Board of Directors is pleased to highlight that **Eratat Lifestyle Limited** (the “**Company**”) has achieved the 3rd highest score for the Governance and Transparency Index (“GTI”) 2011 amongst the PRC companies listed on SGX-ST. The GTI scores were published by The Business Times on 12 July 2011. Our Company’s overall GTI score was ranked at joint 52nd position amongst a total of 657 SGX-ST listed companies being assessed.

The Governance and Transparency Index is jointly launched by The Business Times (“**BT**”) and the Centre for Governance, Institutions and Organizations (“**CGIO**”, formerly known as Corporate Governance & Financial Reporting Centre or “**CGFRC**”). The GTI, which is sponsored by CPA Australia and supported by the Investment Management Association of Singapore, had replaced the Corporate Transparency Index (CTI) which assessed financial transparency of companies based on their annual announcements that had been published by BT since 2000.

According to the CGIO (website: www.bschool.nus.edu/CGIO), the GTI is divided into two broad sections: governance and transparency (including investor relations) with the maximum points for each section being 75 and 25 respectively.

The governance section covers the following items:

- Board Matters
- Remuneration Matters
- Accountability and Audit

The transparency section focuses on how companies communicate with their shareholders.

In addition, the GTI includes a "bonus and penalty" system where companies which go beyond the requirements of the code will be awarded additional points while negative events will lead to a deduction in their overall GTI scores.

We are encouraged by our overall GTI score and ranking amongst the listed companies this year and will continue our efforts to improve our corporate governance standards within our Company, so as to enhance shareholder value.

By order of the Board

Lin Jiancheng (林建程)
Executive Chairman and CEO

18 July 2011