



ERATAT LIFESTYLE LIMITED
(UNDER JUDICIAL MANAGEMENT)
(“COMPANY”)
(Company Registration No: 200705552D)

APPLICATION FOR JUDICIAL MANAGEMENT ORDER GRANTED

The Company refers to its announcement made on 29 July 2014. Capitalised terms defined in the announcement dated 29 July 2014 have the same meaning in this announcement.

Further to the announcement, on 22 August 2014 the High Court has, inter alia, made the order (“Order”) upon the Bondholder’s application that:

1. the Company be placed under judicial management to achieve one or more of the purposes stated in Section 227B of the Act, pursuant to this Order under the provisions of Part VIIIA of the Act, namely:
 - 1.1. the survival of the Company, or the whole or part of its undertaking as a going concern; and
 - 1.2. a more advantageous realisation of the Company’s assets would be effected than on a winding up;
2. Mr Hamish Alexander Christie be appointed as the judicial manager of the Company (“JM”);
3. the affairs, business and property of the Company be managed by the JM in order to rehabilitate the Company or preserve all or part of its business as a going concern, and/or to achieve a more advantageous realisation of the Company’s assets than would be effected on winding-up; and
4. the JM be authorised to exercise all or any of the following powers, without prejudice to the generality of the JM’s powers set out in Section 227G, Section 227H and the Eleventh Schedule of the Act:
 - 4.1. power to take control of and exercise all rights which the Company may have in relation to any of its joint-ventures, subsidiaries or associated companies, or other entities in which the Company holds an interest (“Subsidiaries”) (to the extent permissible under the Subsidiaries’ constitutional or related documentation and the applicable laws), or the shares of such Subsidiaries as are owned by the Company, as may be necessary to obtain control or management of the Subsidiaries, including the power to appoint or remove all or any director, officer or agent of the Subsidiaries as well as the legal representative of those Subsidiaries incorporated in the People's Republic of China (to the extent permissible under the Subsidiaries’ constitutional or related documentation and the applicable laws);

- 4.2. all such powers, authorities and things, in relation to the Company's assets or any part thereof, that would be conferred on a director of the Company by the Act, or by the memorandum or articles of association of the Company or its Subsidiaries, including but not limited to the right to attend meetings and to exercise any votes, and to direct nominees of the Company or its Subsidiaries, in whose names shares or other securities beneficially owned by the Company are registered, to exercise all or any such rights as the JM sees fit;
- 4.3. power to demand, review, secure, receive from previous and current auditors, accountants, company secretaries, customers, suppliers, advisors and/or any other agents of the Company, all books and records in their possession, custody or control belonging to the Company;
- 4.4. power to ascertain and conduct all investigations into the assets, business, affairs and dealings of the Company as the JM sees fit;
- 4.5. power to take such measures to safeguard and preserve the assets of the Company, and carry on and manage the business, assets and affairs of the Company as the JM sees fit;
- 4.6. power to close or cease to operate all or any part of the Company's business operations, as the JM sees fit; and
- 4.7. power to terminate, complete, or perfect any contract or transaction relating to the business of the Company including, without prejudice to the generality of this power, to novate or assign any such contracts or transactions.

The Company will make further announcement to keep the Company's shareholders updated on any material development on a timely basis.

Submitted by the Judicial Manager
For and On Behalf of the Company

Hamish Alexander Christie
Borrelli Walsh Pte Limited

28 August 2014