CHINA HONGXING SPORTS LIMITED
Company Registration No. 36746
Incorporated in Bermuda

PROPOSED DISPOSAL OF THE ENTIRE SHARE CAPITAL OF PROFITSTART GROUP LIMITED
APPOINTMENT OF INDEPENDENT FINANCIAL ADVISER

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1. INTRODUCTION

The Board of Directors (the "**Board**") of China Hongxing Sports Limited (the "**Company**") refers to the Company's announcement dated 21 September 2017 in relation to the proposed disposal of 10,000 ordinary shares, representing the entire issued and paid-up capital of Profitstart Group Limited, a wholly-owned subsidiary of the Company, for an aggregate consideration of RMB100,000,000 (the "**Proposed Disposal**").

2. APPOINTMENT OF INDEPENDENT FINANCIAL ADVISER

The Company wishes to announce that it has appointed Provenance Capital Pte. Ltd. as the independent financial adviser (the "**IFA**") to advise the Directors of the Company who are considered independent for the purpose of the Proposed Disposal, on whether the Proposed Disposal is on normal commercial terms, and whether the Proposed Disposal is prejudicial to the interests of the Company and its minority shareholders.

The opinion of the IFA will be included in the Circular to be despatched to the shareholders in connection with the Proposed Disposal in due course.

By Order of the Board

Madelyn Kwang Yeit Lam
Company Secretary
2 October 2017