



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

APPROVAL FROM SGX FOR EXTENSION OF TIME TO COMPLY WITH RULE 705(1), 705(2) and 707(1) OF THE LISTING MANUAL AND THE FIRST MEETING OF CREDITORS

The Company refers to its announcements made on 14 May 2015, 22 May 2015, 28 May 2015 and 3 June 2015.

Capitalised terms defined in the abovementioned announcements have the same meaning in this announcement.

On 29 June 2015, the Company made an application to SGX-ST for extension of time until 31 December 2015:

1. to comply with Rule 705(1) to release its FY2013 and FY2014 financial statements;
2. to comply with Rule 705(2) to release its 1Q2014, 2Q2014 and 3Q2014 financial results; and
3. to comply with Rule 707(1) to hold its AGM for FY2013 and FY2014.

(together “Listing Requirements”)

On 3 July 2015, SGX-ST replied that it has no objection to the Company’s application for extension of time subject to the following:

1. the Company providing updates via SGXNET on material developments in the Company, the JM’s effort to ascertain and establish the financial position of the Group and prepare the accounts of the Company, and plans of the JM to obtain necessary financial resources to comply with the Listing Requirements;
2. the Company announcing period of extension granted, the reasons for seeking the extension of time and the conditions as required under Listing Rule 107;
3. submission of a written confirmation from the Company that the extension of time does not contravene any laws and regulations governing the Company and the articles of association of the Company;
4. submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors’ decision which has yet to be announced by the Company; and

5. the Company convening the AGM of the Company by 31 December 2015 subject to approval of the same from the ACRA.

Updates on Material Developments

The Company's announcement made on 28 May 2015 described that the Creditors Meeting would be held on 3 July 2015.

On 3 July 2015, the Creditors Meeting was held and all creditors who attended the Creditors Meeting were provided with the statement of proposal in respect of the Company which was prepared by the JM pursuant to Section 227M of the Act ("SOP"). At the Creditors Meeting, the chairman of the Creditors Meeting ("Chairman") referred to the SOP and explained the work undertaken by the JM since his appointment, the current status of the judicial management of the Company, the proposed transfer of the listing status of the Company and the next steps in the judicial management of the Company.

The Chairman explained that in order to complete the transfer of the listing status of the Company, the JM would need, inter alia, the following resolutions be passed by the creditors of the Company:

Resolution No. 1:

"To approve and ratify the Judicial Manager's entry on behalf of Eratat Lifestyle Limited (Under Judicial Management) into the Implementation Agreement with Mogul Coal Holdings Pte Ltd dated 3 June 2015."

Resolution No. 2:

"To approve the Judicial Manager's implementation of a scheme of arrangement ("Scheme") under Section 210 read with Section 227X of the Singapore Companies Act (Cap. 50, Rev. Ed. 2006) to effect the transfer of the listing status of Eratat Lifestyle Limited (Under Judicial Management) ("ELL") to Mogul Coal Holdings Pte Ltd ("MCH") in accordance with the terms of the Implementation Agreement entered into with MCH dated 3 June 2015 (the "Implementation Agreement"), and all other steps to be taken by the Judicial Manager necessary to carry out ELL's obligations under the Implementation Agreement and/or to implement the Scheme."

The Chairman advised that MCH would prepare the information memorandum ("Information Memorandum") which would be dispatched to the shareholders of the Company together with the Scheme Document and the Valuation Report. These documents would include details and information in relation to the business, operation and financial information of MCH group of companies and other information necessary to be disclosed to investors of MCH. Accordingly, creditors of the Company would need these documents in order to properly consider and, if they consider appropriate, approve the resolutions described above.

The Chairman also advised that the JM would circulate the Information Memorandum, the Valuation Report and the Scheme Documents to the creditors of the Company once they become available (likely in December 2015) and thereafter seek the above resolutions to be passed by the creditors of the Company (likely in January 2016).

The Creditors Meeting was adjourned until further notice of the JM.

Time Extension granted and Reasons for Seeking the Extension of Time

On 29 June 2015, the Company sought the extension of time until 31 December 2015 to comply with the Listing Requirements for the following reasons:

1. the Company has not yet obtained the necessary bank statements and records in order to ascertain and establish the financial position of the Group and prepare the accounts of the Company;
2. the Company has not yet obtained the necessary financial resources to comply with the Listing Requirements; and
3. the JM requires more time to complete the listing transfer in accordance with the Implementation Agreement.

In this light, the JM estimates that it will take at least until 31 December 2015 to:

1. complete the listing transfer and obtain the necessary financial resources;
2. make PRC court application and obtain bank statements and records in relation to the discrepancies in the HMW Cash Balance and the inconsistencies in the ABC bank statements;
3. ascertain and establish the financial position of the Group; and
4. comply with the Listing Requirements.

Time Extension being sought from ARCA to convene AGM

The Company's announcement made on 14 May 2015 described that the Company obtained the approval from ACRA for an extension of time until 30 June 2015 to comply with Sections 175 and 201 of the Act.

On 30 June 2015, the Company made an application to ACRA seeking their approval for an extension of time until 31 December 2015 to comply with, inter alia, the statutory requirements of convening the 2013 and 2014 AGM. The Company will inform investors of its outcome in due course.

Written Confirmation from the Company

Articles 66 and 152 of the Articles require that the AGM be held and its profit and loss account and balance sheet be laid at the AGM by not more than 15 months after the last AGM. In addition, Article 153 of the Articles requires that the AGM be held by no later than 4 months after the close of the financial year.

While the delay in holding the AGM and presenting its accounting by 31 December 2015 will constitute a breach of the Company's Articles, the Company has no option but to delay the holding of the AGM given its current circumstances. The JM will propose passing a ratification resolution to ratify the delay when the AGM is eventually held.

Save for the above, the Company has provided written confirmation to SGX-ST that:

1. the extension of time for the Company to comply with the Listing Requirements does not contravene any laws and regulations governing the Company and the other Articles; and
2. the Company is not aware of any information that will have a material bearing on investors' decision which has yet to be announced by the Company.

The Company will make further announcement to keep its shareholders updated on any material development as and when appropriate.

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

Hamish Alexander Christie
Borrelli Walsh Pte Limited

8 July 2015