

**INTERESTED PERSON TRANSACTIONS – SALE OF PROPERTY, PLANT AND EQUIPMENT**

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The Board of Directors of China Jishan Holdings Limited (the “Company”) wishes to announce that its wholly owned subsidiary, Jishan (Shanghai) Apparel Co., Ltd (“JA”) has agreed to sell its property, plant and equipment to Shanghai Recently Green Weaving Co.,Ltd (“SRGW”) and Shaoxing Jishan Garment Co., Ltd (“SJG”) respectively (collectively the “Sale”).

SRGW is 49% owned by SJG and 51% owned by Zhejiang Jishan Holdings Group Co., Ltd (“Zhejiang Jishan”) which are associates of the Executive Chairman and Controlling Shareholder, Jin Guan Liang whilst SJG is 90% owned by Zhejiang Jishan. As such, the Sale constitutes an interested person transaction under Chapter 9 of the SGX Listing Rules.

The aggregate consideration value for the Sale amounts to RMB5,941,074 or 3.76% of the Company’s Net Tangible Assets of RMB158.14 million as at 31 December 2007. The sales consideration is determined based on the higher of carrying amount or the fair values of the related property, plant and equipment as at 31 December 2007.

The rationale for the sale of property, plant and equipment is that JA has ceased its lease agreement with its lessee and therefore the related property, plant and equipment are disposed accordingly.

The audit committee of the Company is of the view that the Sale is carried out on normal commercial terms and is not prejudicial to the interest of the Company and its minority shareholders.

As at the date hereof, (i) the total value of all transactions with the above interested persons for FY2008 is RMB9.7 million, and (ii) the total value of all interested person transactions for FY2008 is RMB9.7 million.

Save as disclosed above, none of the other directors or controlling shareholders of the Company has any interest, direct or indirect, in the Sale.

By Order of the Board  
China Jishan Holdings Limited

Chen Gang  
General Manager/Executive Director  
30 June 2008