

CHINA SPORTS INTERNATIONAL LIMITED
(UNDER JUDICIAL MANAGEMENT)
(the "Company")
(Incorporated in Bermuda)
(Company Registration Number: 39798)

UPDATE ON APPLICATION FOR TIME EXTENSIONS

The Company refers to its announcements dated 10 July 2020, 30 July 2020, 2 September 2020, 24 September 2020, 25 September 2020 and 31 October 2020 (collectively, the "Announcements"). Unless defined otherwise, all capitalised terms used but not defined in this announcement shall have the meanings ascribed to them in the Announcements.

Reference is made to the Company's announcement of 24 September 2020, wherein it was provided that *inter alia* the following conditions would apply for a final time extension of up till 31 January 2021 to complete the resumption proposal (involving the proposed transfer of listing status to the Transferee, Shiya Group Pte. Ltd. or "Shiya"):

"... (d) the submission of the RTO circular and other relevant documents to IPO Admissions by 15 November 2020; and

(e) completion of the RTO by 31 January 2021...."

The Judicial Managers would like to provide the following updates.

The Transferee updated the Company on 12 November 2020, and expressed that it is unlikely that conditions (d) and (e) above can be met, in view of delays and the reasons as set forth below:

1. Changes to the transaction structure: The Transferee's understanding when entering into the implementation agreement with the Company is that the proposed transaction would be by way of a transfer listing instead of a reverse takeover. However, following engagements with the Exchange, in particular after being informed that Listing Rule 1015 would be applicable to the proposed transfer of listing status and a valuation of the business of the Shiya group of companies would be required to be disclosed in the listing document, the Transferee would require additional time to comply with such requirements.
2. Reinstatement of the Conditional Movement Control Order ("CMCO") in Malaysia from 9 November 2020 to 6 December 2020: The CMCO has been reinstated in certain states of Malaysia, including Johor Bahru, where entities in the Shiya group of companies operate and in Melaka where Shiya's Malaysian auditors are located. One of the CMCO measures is the restriction on interstate travel, and this has seriously hampered audit work to be performed at Shiya's Johar Bahru office. The imposition of the CMCO may also affect the progress of consents sought from certain government agencies for the Transferee group's reorganisation for the proposed transfer listing.
3. Listing Preparations: There may be a need to conduct another 3 months interim financials for the period from HY2020 up to 3Q2020 if the submission of the listing document and other relevant documents to SGX is postponed beyond the 15 November 2020 deadline. The Transferee is also fine-tuning the contents of the listing document.

In view of the above, the Transferee has requested that the Company seek an extension of time of up to 31 January 2021 for the submission of the listing documentation (information memorandum and other relevant documents), highlighting that the Company has invested significant time and resources for the proposed transaction and seeks to continue with the transaction, and also highlighting the considerable progress made thus far, in particular that the Sponsor had earlier confirmed to the Exchange of the viability of the Transferee's business for listing purposes.

In terms of the progress of the transaction, the Judicial Managers are given to understand that (1) customary due diligence site visits will only be able to be performed when travel policies of Singapore and Malaysia permit; (2) interviews with key customers and suppliers are completed, and those with management are expected to be completed within this month; (3) audit work is expected to be completed by end November for FY2017 to FY2019 (31 December as the financial year-end); (4) internal audit work has been completed; and (5) legal due diligence is being finalised.

The Judicial Managers had, through its legal advisers, updated the Exchange and is in the process of engaging with the Exchange for the consideration of the further time extension requested.

Further updates will be announced periodically and as and where there are other material developments.

**Submitted by the Judicial Managers
For and On Behalf of the Company**

Andrew Grimmett and Lim Loo Khoon
Deloitte & Touche LLP
15 November 2020