



**ERATAT LIFESTYLE LIMITED
(UNDER JUDICIAL MANAGEMENT)
("COMPANY")
(Company Registration No: 200705552D)**

EXTENSION OF TIME AND UPDATES ON MATERIAL DEVELOPMENTS

The Company refers to its announcements made on 26 April 2016 and 6 May 2016 ("Announcements"). Capitalised terms defined in the Announcements have the same meaning in this announcement.

On 30 June 2016, the Company made an application to SGX-ST for an extension of time until 31 December 2016:

1. to comply with Rule 705(1) to release its FY2013, FY2014 and FY2015 financial statements;
2. to comply with Rule 705(2) to release its 1Q2014, 2Q2014, 3Q2014, 1Q2015, 2Q2015, 3Q2015 and 1Q2016 financial results; and
3. to comply with Rule 707(1) to hold its AGMs for FY2013, FY2014 and FY2015.

(together "Listing Requirements")

On 6 July 2016, the Company made an application to ACRA seeking their approval for an extension of time until 31 December 2016 to comply with the statutory requirements of convening the 2013, 2014 and 2015 AGMs.

The JM will inform investors of its outcome in due course.

Set out below is a summary update in respect of the current status of the Listing Transfer and the work undertaken by the JM since the Announcements.

Listing Transfer

The Implementation Agreement entered into between the Company and MCH dated 3 June 2015 provides that, the completion of the Listing Transfer is subject to certain Scheme Conditions being fulfilled on or before the Long-Stop Date (2 June 2016), including the provision of the Information Memorandum and Valuation Report by MCH. Until the Long-Stop Date and as of the date of this announcement, the JM has not received the Information Memorandum and the Valuation Report from MCH. Accordingly, the Implementation Agreement has ceased and determined since the Long-Stop Date.

Since February 2016, the JM has received two enquiries in relation to the listing status of the Company. One target company operates in the money remittance business. The other target company is in the business of sourcing and supplying grains. To date, the JM has not yet been able to secure any offer from any of the target companies.

The JM and its arranger continue to seek potential parties who are interested in the Company's listing status.

PRC Court Applications

As described in the announcement made by the Company on 26 April 2016, the Company was finalising the PRC Court Applications with the PRC Legal Advisor.

On 24 June 2016, HMW made an application to the Jinjiang AIC seeking to cancel the existing business licence of HMW and to issue an updated business licence of HMW to the JM ("HMW 2016 Application"). As of the date of this announcement, the Jinjiang AIC has not yet responded to the HMW 2016 Application. The Company will inform investors of its outcome in due course.

On 5 May 2016, the JM in the name of HMW filed an application to the People's Court of the Beijing Dongcheng District ("Beijing Court") seeking ABC to confirm and provide details and information of all the accounts maintained in the name of HMW ("ABC Account Application"). On 5 May 2016, the Beijing Court accepted to consider the ABC Account Application and a hearing of the ABC Account Application was held on 28 June 2016.

In light of the ongoing legal proceeding, the JM must exercise caution in disclosing information at this stage. The JM is not currently in a position to disclose further information in respect of the above legal proceeding. The JM will inform investors of its outcome in due course.

Books and Records

On 31 May 2016 and 10 June 2016, the JM received approximately 40 lever arch files of documents in respect of the Company and its subsidiaries from Moore Stephens LLP, the auditor of the Company ("Auditor"), including information and documents obtained by the Auditor during or in relation to their audit of the Company and its PRC subsidiaries for the financial years 2007 to 2013.

The JM is continuing with their investigation in order to:

1. establish the financial position of the Company; and
2. investigate the affairs of the Company and the event transpired in relation to the bank accounts of HMW and the HMW Cash Discrepancies.

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
7 July 2016