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## **Easyknit Enterprises Holdings Limited**

**永義實業集團有限公司\***

*(Incorporated in Bermuda with limited liability)*

**(Stock code: 616)**

**DELAY IN DESPATCH OF CIRCULAR IN RELATION TO  
THE PROPOSED RIGHTS ISSUE  
OF 667,499,000 RIGHTS SHARES  
OF HK\$0.01 EACH AT HK\$0.15 PER RIGHTS SHARE  
ON THE BASIS OF TEN RIGHTS SHARES  
FOR EVERY EXISTING SHARE HELD  
AND  
REVISED TIMETABLE**

**Underwriter of the Rights Issue**



**Independent Financial Adviser to the Independent Board Committee**



**Menlo Capital Limited**

As additional time is required to finalise the Circular to include the 2008 Interim Results, the despatch of the Circular, containing, among other things, (i) further details on the Proposed Rights Issue; (ii) a letter of recommendation from the Independent Board Committee to the Independent Shareholders in respect of the Rights Issue; (iii) a letter of advice from the Independent Financial Adviser to the Independent Board Committee and the Independent Shareholders on the Rights Issue; and (iv) the notice convening the SGM, is expected to be delayed to no later than 8 December 2008.

The original period for the closure of register of members was from Wednesday, 17 December 2008 to Friday, 19 December 2008 (both dates inclusive). Due to the delay in despatch of the Circular, the period for the closure of register of members will be from Monday, 22 December 2008 to Wednesday, 24 December 2008 (both dates inclusive). Other relevant dates in the indicative timetable for the implementation of the Rights Issue have also been revised accordingly.

**The Rights Issue is conditional and may or may not proceed. Shareholders and prospective investors are advised to exercise caution when dealing in the Shares.**

Reference is made to the announcement dated 12 November 2008 made by the Company (the “Announcement”) in relation to the proposed rights issue of 667,499,000 Rights Shares at a subscription price of HK\$0.15 per Rights Share on the basis of 10 Rights Shares for every existing Share held by the Shareholders on the Record Date. Terms used herein have the same meanings as defined in the Announcement, unless the context otherwise requires.

The unaudited interim results of the Company for the six months ended 30 September 2008 (“2008 Interim Results”) were published on 1 December 2008. As additional time is required to finalise the Circular to include the 2008 Interim Results, the despatch of the Circular, containing, among other things, (i) further details on the Proposed Rights Issue; (ii) a letter of recommendation from the Independent Board Committee to the Independent Shareholders in respect of the Rights Issue; (iii) a letter of advice from the Independent Financial Adviser to the Independent Board Committee and the Independent Shareholders on the Rights Issue; and (iv) the notice convening the SGM, is therefore expected to be delayed to no later than 8 December 2008.

As set out in the Announcement, the original period for the closure of register of members was from Wednesday, 17 December 2008 to Friday, 19 December 2008 (both dates inclusive). Due to the delay in despatch of the Circular, the period for the closure of register of members will be from Monday, 22 December 2008 to Wednesday, 24 December 2008 (both dates inclusive).

Other relevant dates in the indicative timetable for the implementation of the Rights Issue have also been revised accordingly. The table below sets out the revised timetable of the Rights Issue, with a column setting out the original timetable for reference purposes.

	<b>Original timetable</b>	<b>Revised timetable</b>
Last day of dealings in Shares on a cum-rights basis	Friday, 12 December 2008	Wednesday, 17 December 2008
First day of dealings in Shares on an ex-rights basis	Monday, 15 December 2008	Thursday, 18 December 2008
Latest time for lodging transfers of Shares in order to qualify for Rights Issue	4:00 p.m., Tuesday, 16 December 2008	4:00 p.m., Friday, 19 December 2008
Register of members closes	Wednesday, 17 December 2008 to Friday, 19 December 2008 (both dates inclusive)	Monday, 22 December 2008 to Wednesday, 24 December 2008 (both dates inclusive)
SGM	Friday, 19 December 2008	Wednesday, 24 December 2008
Record Date	Friday, 19 December 2008	Wednesday, 24 December 2008
Register of members re-opens	Monday, 22 December 2008	Monday, 29 December 2008
Despatch of Prospectus Documents	Monday, 22 December 2008	Monday, 29 December 2008

	<b>Original timetable</b>	<b>Revised timetable</b>
First day of dealings in nil-paid Rights Shares	Wednesday, 24 December 2008	Wednesday, 31 December 2008
Latest time for splitting of nil-paid Rights Shares	4:00 p.m. on Wednesday, 31 December 2008	4:00 p.m. on Wednesday, 7 January 2009
Last day of dealings in nil-paid Rights Shares	Tuesday, 6 January 2009	Monday, 12 January 2009
Latest time for acceptance of the Rights Issue as well as application for excess Rights Shares and payment of consideration thereof	4:00 p.m. on Friday, 9 January 2009	4:00 p.m. on Thursday, 15 January 2009
Latest time for Rights Issue and Underwriting Agreement to become unconditional	after 4:00 p.m. on Tuesday, 13 January 2009	after 4:00 p.m. on Monday, 19 January 2009
Announcement of results of acceptance and excess applications of the Rights Issue	Wednesday, 14 January 2009	Tuesday, 20 January 2009
Despatch of refund cheques for wholly and partially unsuccessful excess applications	Thursday, 15 January 2009	Wednesday, 21 January 2009
Despatch of certificates for fully-paid Rights Shares	Thursday, 15 January 2009	Wednesday, 21 January 2009
First day of dealings in fully-paid Rights Shares	Friday, 16 January 2009	Friday, 23 January 2009

Dates or deadlines specified for events above refer to Hong Kong local time and are indicative only and may be varied by agreement between the Company and the Underwriter. The Company will notify the Shareholders on any changes to the expected timetable as and when appropriate.

**The Rights Issue is conditional and may or may not proceed. Shareholders and prospective investors are advised to exercise caution when dealing in the Shares.**

By order of the Board of  
**Easyknit Enterprises Holdings Limited**  
**Kwong Jimmy Cheung Tim**  
*Chairman and Chief Executive Officer*

Hong Kong, 3 December 2008

*As at the date of this announcement, the Board comprises Mr. Kwong Jimmy Cheung Tim and Ms. Lui Yuk Chu as executive directors, Mr. Tse Wing Chiu, Ricky as non-executive director and Mr. Kan Ka Hon, Mr. Lau Sin Ming and Mr. Foo Tak Ching as independent non-executive directors.*

*\* For identification only*