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**Easyknit International
Holdings Limited**

永義國際集團有限公司*
(Incorporated in Bermuda with limited liability)
(Stock code: 1218)



**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

Easyknit International and Easyknit Enterprises have applied to the Stock Exchange for a waiver from strict compliance with Rules 14.48 and 14A.49 of the Listing Rules. The despatch of (i) the EI Circular in respect of the very substantial disposal in relation to the disposal of garment trading business and the proposed Share Consolidation for Easyknit International; and (ii) the EE Circular in respect of the very substantial acquisition and connected transaction in relation to the acquisition of garment trading business and the proposed refreshment of General Mandates for Easyknit Enterprises as detailed in the Joint Announcement dated 8 December 2009 will be postponed from 29 December 2009 to on or before 29 January 2010. The expected timetable for the Share Consolidation of Easyknit International contained in the Joint Announcement will also be revised.

Reference is made to the joint announcement of Easyknit International and Easyknit Enterprises dated 8 December 2009 in respect of (i) the proposed Transaction in relation to the acquisition and disposal of garment trading business; (ii) the proposed Share Consolidation for Easyknit International; and (iii) the proposed refreshment of the General Mandates for Easyknit Enterprises (the “Joint Announcement”). Terms used herein shall have the same meanings as those defined in the Joint Announcement unless otherwise specified.

Pursuant to Rule 14.48 of the Listing Rules, Easyknit International is required to despatch a circular in relation to (i) the disposal of the garment trading business; and (ii) the proposed share consolidation (the “EI Circular”) to the EI Shareholders within 21 days after the publication of the Joint Announcement, that is, on or before 29 December 2009. Pursuant to Rules 14.48 and 14A.49 of the Listing Rules, Easyknit

Enterprises is required to despatch a circular in relation to (i) the acquisition of the garment trading business; and (ii) the proposed refreshment of General Mandates (the “EE Circular”) to the EE Shareholders within 21 days after the publication of the Joint Announcement, that is, on or before 29 December 2009.

For Easyknit International, as additional time is required to finalise certain information for the inclusion in the EI Circular, including but not limited to, (i) the accountants’ report of the EI Group; and (ii) the unaudited pro forma financial information of the remaining EI Group, Easyknit International has applied to the Stock Exchange for a waiver from strict compliance with Rule 14.48 of the Listing Rules.

For Easyknit Enterprises, as additional time is required to obtain all relevant information on the Target Companies and the garment trading business for the purposes of compiling the EE Circular and to finalise certain information for inclusion in the EE Circular, including but not limited to, (i) the accountants’ report of the EE Group; (ii) the accountants’ reports of the Target Companies; and (iii) the unaudited pro forma financial information of the enlarged EE Group, Easyknit Enterprises has applied to the Stock Exchange for a waiver from strict compliance with Rules 14.48 and 14A.49 of the Listing Rules.

The despatch of the EI Circular and the EE Circular will be postponed from 29 December 2009 to on or before 29 January 2010. The expected timetable for the Share Consolidation of Easyknit International will also be revised.

By order of the Board of Easyknit International Holdings Limited Kwong Jimmy Cheung Tim <i>President and Chief Executive Officer</i>	By order of the Board of Easyknit Enterprises Holdings Limited Kwong Jimmy Cheung Tim <i>Chairman and Chief Executive Officer</i>
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Hong Kong, 24 December, 2009

As at the date hereof, the Board of Easyknit International Holdings Limited 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. Tsui Chun Kong, Mr. Jong Koon Sang and Mr. Hon Tam Chun as independent non-executive Directors.

As at the date hereof, the Board of Easyknit Enterprises Holdings Limited 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