

## **Combine Will International Holdings Limited**

(Incorporated in Cayman Islands)

(Co. Reg. No: MC-196613)

### **ADDITIONAL INFORMATION ON THE GROUP**

In a recent briefing given to analysts following the publication of our Group's full year results announcement for financial year ended 31 December 2010 ("**FY2010 Results Announcement**"), the following additional information and comments were made by representatives of our Company, the same of which are set out below for the information of the Shareholders:

1. As indicated in paragraph 10 of our FY2010 Results Announcement, our Group is likely to see more orders this year as our key customers have been doing well. If our key customers ramp up their orders, our Group will look into setting up another production line for them and as well as increase our workforce. One such key customer is in the ODM/OEM segment, where our Group manufactures premiums (mainly, toys given away by a global fast food chain to its customers). Another sells household products (including a liquid soap dispenser co-developed with our Group which has been selling very well since last year).
2. Our Group, like other manufacturing companies in China, is facing pressure from the appreciation of the RMB and labour cost. While part of this increase can be passed on to customers, our Group would have to mitigate the balance through an increase in productivity. Our Group expects its gross margin for this year to be comparable to that of last year.
3. Our Company's dual-listing plan (as previously announced) is on track and Our Company is stepping up its investor relations efforts in South Korea. Our shares will be fungible – i.e., tradable on the Singapore Exchange or the Korean Securities Dealers Automated Quotations system ("**KOSDAQ**") following completion of the dual listing. In response to the questions raised, our management has expressed hope that our Company's shares would trade at higher than the current 5X price earnings ratio (based on 2010 earnings)("PE") on KOSDAQ. Based on current information available with respect to KOSDAQ, a PE of 10 to 15 times appears to be possible in the case of a manufacturing business. However, the Company wishes to caution that these views are based solely on the current market outlook and sentiments. There is no assurance that there will be trading liquidity or the PE on which our Company's shares trade on KOSDAQ would be in line with those of other businesses in similar industry sector. Shareholders should be cautious when dealing in our Company's shares and not take any action that may prejudice their rights and interests. When in doubt, Shareholders should seek the appropriate advice from their bankers, investment advisers, counsels or other professional advisers.

### **BY ORDER OF THE BOARD**

**Tam Jo Tak, Dominic**  
**Executive Chairman**

2 March 2011