



**EASYKNIT INTERNATIONAL HOLDINGS LIMITED**

**永義國際集團有限公司\***

*(incorporated in Bermuda with limited liability)*

**(Stock Code: 1218)**

**VERY SUBSTANTIAL ACQUISITION ABANDONED**

The Company's bid at the Auction for the Property was unsuccessful, and the Possible Acquisition will not proceed.

The Company refers to its circular to shareholders dated 15 November 2007 concerning a possible very substantial acquisition. Terms defined in it are used in this announcement.

The Company's bid at the Auction for the Property was unsuccessful and the Possible Acquisition will not proceed.

This announcement is made in compliance with Rule 13.09 of the Listing Rules.

At the date of this announcement, the Board comprises Mr. Tse Wing Chiu, Ricky, Ms. Lui Yuk Chu and Mr. Kwong Jimmy Cheung Tim as executive Directors and Mr. Wong Sui Wah, Michael, Mr. Tsui Chun Kong and Mr. Jong Koon Sang as independent non-executive Directors.

For and on behalf of  
**Easyknit International Holdings Limited**  
**Tse Wing Chiu, Ricky**  
*President and Chief Executive Officer*

Hong Kong, 3 December 2007

*\* For identification only*