



ETIKA INTERNATIONAL HOLDINGS LIMITED

Company Registration No. 200313131Z

PROPOSED BONUS ISSUE OF UP TO 267,290,764 NEW ORDINARY SHARES IN THE CAPITAL OF ETIKA INTERNATIONAL HOLDINGS LIMITED (THE "COMPANY") (THE "BONUS SHARES") ON THE BASIS OF ONE (1) BONUS SHARE FOR EVERY ONE (1) ORDINARY SHARE IN THE CAPITAL OF THE COMPANY HELD BY SHAREHOLDERS (THE "BONUS ISSUE") – IN-PRINCIPLE APPROVAL

Further to the announcement dated 19 July 2010 in relation to the Bonus Issue, the board of directors (the "**Board**") of the Company is pleased to announce that the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") has today granted in-principle approval for the listing and quotation of the Bonus Shares to be allotted and issued pursuant to the Bonus Issue.

The approval of the SGX-ST is subject to:

- (1) Compliance with the SGX-ST's listing requirements; and
- (2) Specific approval by shareholders of the Company ("**Shareholders**") in a general meeting for the Bonus Issue.

The in-principle approval of the SGX-ST is not to be taken as an indication of the merits of the Bonus Issue, the Bonus Shares, the Company and/or its subsidiaries.

A circular setting out, *inter alia*, the details of the Bonus Issue and the notice convening the extraordinary general meeting will be despatched to Shareholders in due course.

By order of the Board

ETIKA INTERNATIONAL HOLDINGS LIMITED

DATO' KAMAL Y P TAN

Group Chief Executive Officer

17 August 2010