NEWS RELEASE

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Fuxing China's IPO 3.2 times subscribed

- *Attracted a number of institutional investors such as UOB Asset Management Limited, Asia Fountain Investment Holding Company Limited, NewSmith Capital Partners LLP, Apollo Asia Opportunity Master Fund LP and 2G Capital Pte Ltd.*
- *Shares to commence trading on 24 September 2007*

SINGAPORE – 21 September 2007 – Fuxing China Group Limited *("Fuxing China" or "the Group")*, a manufacturer of zipper sliders and zipper chains in the PRC, today announced that response to its initial public offering ("IPO") was well received, attracting strong interest for both the public offer and placement tranches.

As at the close of the IPO at 12 noon on 20 September 2007, there were 6,437 valid applications from the public applying for a total of 394.6 million offer shares, compared to the available 5 million offer shares.

Of the applications for Fuxing China's placement tranche of 170 million shares, applications for 6,000 placement shares were invalid and these shares were therefore made available for the public subscription of the offer shares. In response to the strong demand for the placement shares, UOB Kay Hian Private Limited (the Stabilising Manager of Fuxing China's IPO) has allotted 25 million shares (representing not more than 14.3% of the Invitation Shares) pursuant to the over-allotment option granted to UOB Kay Hian Private Limited.

Fuxing China's investors include a number of institutional investors such as UOB Asset Management Limited, Asia Fountain Investment Holding Company Limited, NewSmith Capital Partners LLP, Apollo Asia Opportunity Master Fund LP and 2G Capital Pte Ltd.

Based on the total invitation size of 175 million shares, the IPO was approximately 3.2 times subscribed.

Trading of Fuxing China's shares is expected to commence on 24 September 2007.

Said Mr Hong Qing Liang (洪清凉), the Group's Chief Executive Officer: "We are very pleased with the response from such a wide base of institutional and retail investors. Their confidence in the growth prospects of the Group, as well as in China – the world's largest producer of zippers – is indeed heart-warming.

"Moving ahead, we intend to expand our focus to the production of finished zippers and premium finished zippers which are believed to generate better margins. In fact, we have commenced trial production for premium finished zippers at our existing premises, and commercial production will begin shortly. We are also building a new factory in our existing premises in Jinjiang City which will be fully operational in the second quarter of FY2008, whilst our new production facilities for premium finished zippers in Qingdao and Shanghai will commence production in the fourth quarter of FY2007 and first quarter of FY2008 respectively. These initiatives will collectively increase our production capacity by 33%."

Use of Proceeds

From the estimated net IPO proceeds of S$75.2 million,

- approximately S$18 million will be used to set up new production lines for premium finished zippers in their current premises;
- approximately S$25 million to expand production capacity for the production of finished zippers and premium finished zippers in Shanghai and Qingdao;
- approximately S$15 million to establish its headquarters in Jinjiang City as well as set up new sales offices in Hong Kong, Xiamen and Shanghai;
- approximately S$8 million to reduce bank borrowings; and
- the balance to be used for general working capital requirements.

About Fuxing China

Based in Jinjiang City, Fujian Province, Fuxing China is one of few vertically-integrated zipper producers in the PRC with the ability to manufacture the entire zipper product from mould-making for the production of zipper sliders to manufacturing of fabric tape for zipper chains.

The Group's zipper products are sold mainly to PRC manufacturers of apparel and footwear products, camping equipment, bags, upholstery furnishings, trading companies as well as other zipper manufacturers in the PRC which further process or assemble zipper products to customise to their customers' needs.

Fuxing China has a diversified customer base of over 900 customers which are located in the PRC. Fuxing China's end products are also used by renowned brands such as Anta, Septwolves, CBA Leisu, Fujian Peak and Northpole China, in their products such as apparels, shoes, bags and camping equipment.

Since its establishment in 1993, Fuxing China has built up a credible track record and market reputation, having garnered 10 awards in the past 10 years. More notably, its proprietary "3F" brand has been named the "Symbolic Brand of China" (中国标志性品牌) by First Chinese Well-Known Mark Conference in 2006 and "PRC Top 10 Famous Zipper Brands" (中国拉链十大知名品牌) by The Hardware Association of the PRC in 2005.

In April 2005, some of Fuxing China's products entered the European Union ("EU") market after the Group was granted authorisation to use the Oeko-Tex mark, which is a mandatory mark required for certain products to be sold in the EU markets. More recently in January 2007, Fuxing China's products were awarded the Intertek Eco-Certification, which allows the Group's products to be sold in the international markets. Today, through trading companies, the Group's zipper products are exported to Australia, the EU, Russia, Turkey, Korea, Thailand, Vietnam and Indonesia.

To ensure continued innovation in product quality and improved efficiency, Fuxing China places strong emphasis on product and technical R&D. As a testimony of its strength in R&D, Fuxing China's R&D facility was certified as a "Fujian Provincial Level Enterprise Technology Center" in December 2006. The Group has been granted 5 design patents for its zipper sliders, while 2 utility patents are pending registration. The Group also has established a research partnership with the Software Institute of Xiamen University with the aim of enhancing production efficiencies in the manufacturing of zipper products.

Financial Highlights

Between FY2004 and FY2006, Fuxing China's net profit grew at a compounded annual growth rate (CAGR) of 64.6% from RMB57.4 million in FY2004 to RMB155.6 million in FY2006 on the back of strong revenue growth from RMB394.3 million in FY2004 to RMB716.4 million in FY2006, representing a CAGR of 34.8%.

For the first quarter of FY2007 ended 30 March, the Group's net profit grew 131.3% to RMB30.3 million while turnover rose 22.0% to RMB195.1 million, as compared to the first quarter of FY2006.

SAC Capital Private Limited is the issue manager while UOB Kay Hian Private Limited is the underwriter and placement agent for the IPO.

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