



ELEGANCE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 907)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

The Board wishes to inform the Shareholders and potential investors that the profit of the Group for the six months ended 30 September 2008 is expected to decrease by about 55% to 65% as compared to that of the corresponding period in 2007.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made by Elegance International Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company (the “Shareholders”) and potential investors that the profit of the Group for the six months ended 30 September 2008 is expected to decrease by about 55% to 65% as compared to that of the corresponding period in 2007 as a result of, inter alia, (i) a significant increase in labour costs due to the implementation of the new labour law at the beginning of this year and the increase of minimum wages in People’s Republic of China (“PRC”); (ii) an increase in production costs due to high inflation rate in PRC and the appreciation of Renminbi; (iii) a decrease in sales due to the slow global economy.

As the Company is still in the process of finalizing the results of the Group for the six months ended 30 September 2008, the information contained in this announcement is a preliminary estimate given by the management of the Company and is not based on any figures nor information that has been audited or reviewed by the Company’s auditors.

Shareholders and potential investors should exercise caution when dealing in the shares of the Company.

By order of the Board
ELEGANCE INTERNATIONAL HOLDINGS LIMITED
Hui Leung Wah
Chairman

Hong Kong, 1 December 2008

As at the date of this announcement, the Executive Directors of the Company are Hui Leung Wah, Poon Sui Hong, and Leung Shu Sum, the Non-executive Directors are Barbara Lissi and Paola Marchisio and the Independent Non-executive Directors are Poon Kwok Fai, Ronald, Tam Hok Lam, Tommy and Wong Chung Mat, Ben.