

COLLECTION/DESPATCH OF SHARE CERTIFICATES AND/OR REFUND APPLICATION MONIES

Applicants applying for and are successfully or partially successful allocated 500,000 or more Hong Kong Offer Shares using **WHITE** Application Forms who have elected to collect their Share certificates and/or refund cheques (if any) in person and have provided all information required by the **WHITE** Application Forms may collect their Share certificates in person from Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong from 9:00 a.m. to 1:00 p.m. on Monday, 2 June 2008. Applicants being individuals who have opted for personal collection must not authorize any other person to make collection on their behalf. Applicants must show their identification documents (which must be acceptable to Computershare Hong Kong Investor Services Limited) to collect their Share certificates and/or refund cheques (if any). Applicants being corporations which have opted for personal collection must attend by their authorized representatives bearing letters of authorization from their corporations stamped with the corporations' chops. Both individuals and the authorized representatives (if applicable) must produce, at the time of collection, evidence of identity acceptable to Computershare Hong Kong Investor Services Limited. Uncollected Share certificates and/or refund cheques (if any) within the time specified for collection will be dispatched in the afternoon of Monday, 2 June 2008 by ordinary post at the applicants' own risk to the addresses specified in the relevant Application Forms.

In relation to applicants applying on **WHITE** Application Forms for (i) less than 500,000 Hong Kong Offer Shares or (ii) 500,000 or more Hong Kong Offer Shares, but have not indicated on their Application Forms that they will collect their Share certificates and/or refund cheques (if any) in person, their Share Certificates and/or refund cheques (if any) will be dispatched by ordinary post at the applicants' own risk to the addresses specified in the relevant Application Forms in the afternoon of Monday, 2 June 2008.

Applicants applying for 500,000 or more Hong Kong Offer Shares through the **WHITE Form eIPO** service by submitting an electronic application to the designated **WHITE Form eIPO** Service Provider through the designated website at www.eipo.com.hk and their applications are wholly or partially successful may collect their Share certificate(s) and/or refund cheque(s) (if any) in person from Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Monday, 2 June 2008.

Uncollected Share certificate(s) and/or refund cheque(s) (if any) will be dispatched to the address specified by the applicants in their application instructions to the designated **WHITE Form eIPO** Service Provider promptly thereafter by ordinary post at the applicants' own risk.

In relation to applicants applying for less than 500,000 Hong Kong Offer Shares, the relevant Share certificate(s) and/or refund cheque(s) (if any) will be dispatched to the address specified by the applicants in the relevant application instructions to the designated **WHITE Form eIPO** Service Provider through the designated website at www.eipo.com.hk on Monday, 2 June 2008 by ordinary post at the applicants' own risk.

For applicants whose payment of application monies is insufficient, or in excess of the required amount, having regard to the number of Offer Shares for which they have applied, or if their application is otherwise rejected by the designated WHITE Form eIPO Service Provider, the designated WHITE Form eIPO Service Provider may adopt alternative arrangements for the refund of monies to such applicants. Please refer to the additional information provided by the designated WHITE Form eIPO Service Provider on the designated website at www.eipo.com.hk.

In relation to applicants applying for Hong Kong Offer Shares on **YELLOW** Application Forms or by giving **electronic application instructions** to HKSCC via CCASS and their applications are wholly or partially successful, their Share certificate(s) will be issued in the name of HKSCC Nominees and deposited into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants as instructed by them (on their **YELLOW** Application Forms or via CCASS electronically, as the case may be), at the close of business on Monday, 2 June 2008 or under contingent situation, on any other date as shall be determined by HKSCC or HKSCC Nominees. Applicants applying through a designated CCASS Participant (other than a CCASS Investor Participant) on **YELLOW** Application Forms should check the number of Hong Kong Offer Shares allocated to them with their CCASS Participants.

Applicants applying as CCASS Investor Participants on **YELLOW** Application Forms or by giving **electronic application instructions** through HKSCC via CCASS should check the announcement published by the Company and report any discrepancies to HKSCC before 5:00 p.m. on Monday, 2 June 2008 or such other date as shall be determined by HKSCC or HKSCC Nominees. Immediately after the credit of the Hong Kong Offer Shares to applicants' CCASS Investor Participant stock accounts, applicants can check their new account balance via the CCASS Phone System and CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC will also make available to them activity statements showing the number of Hong Kong Offer Shares credited to their stock accounts, and the amount of refund monies (if any) credited to their designated bank accounts. In respect of applicants applying by giving **electronic application instructions** to HKSCC via CCASS, refunds of the application monies (including the related brokerage, the SFC transaction levy and the Stock Exchange trading fee) (if any) will be credited to their designated bank accounts or the designated bank accounts of their brokers or custodians on Monday, 2 June 2008. Applicants who have applied on **YELLOW** Application Forms for 500,000 or more Hong Kong Offer Shares and have indicated on their Application Forms that they wish to collect their refund cheques (if any) in person may do so from Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong from 9:00 a.m. to 1:00 p.m. on Monday, 2 June 2008.

OVER-ALLOTMENT OPTION

In connection with the Global Offering, the Company has granted the Over-allotment Option to the International Underwriters, exercisable by the Joint Global Coordinators on behalf of the International Underwriters. Pursuant to the Over-allotment Option, the Joint Global Coordinators have the right, exercisable at any time from the Listing Date until 30 days after the last day for lodging applications under the Hong Kong Public Offer, to require the

Company to allot and issue up to 82,500,000 additional new Shares, representing 15% of the Offer Shares initially available under the Global Offering. These Shares will be sold or issued, at the Offer Price, to, among other things, cover over-allocations in the International Placing, if any. In the event that the Over-allotment Option is exercised, a press announcement will be made. As of the date of this announcement, the Over-allotment Option has not been exercised.

PUBLIC FLOAT

Immediately after the completion of the Global Offering and Capitalisation Issue (assuming no exercise of the Over-allotment Option and no exercise of the options granted under the Pre-IPO Share Option Scheme or contemplated under the Share Option Scheme), 25% of the Company's issued share capital will be held by the public.

COMMENCEMENT OF DEALINGS

Assuming that the Global Offering becomes unconditional in all aspects at 8:00 a.m. on Tuesday, 3 June 2008, dealings in the Shares on the Stock Exchange are expected to commence at 9:30 a.m. on Tuesday, 3 June 2008. Shares will be traded in board lots of 500 Shares.

By order of the Board of
Xtep International Holdings Limited
Ding Shui Po
Chairman

Hong Kong, 2 June 2008

As at the date of this announcement, the executive Directors of the Company are Mr. Ding Shui Po, Ms. Ding Mei Qing, Mr. Lin Zhang Li, Mr. Ding Ming Zhong and Mr. Ye Qi; the non-executive Director is Mr. Xiao Feng and the independent non-executive Directors are Mr. Sin Ka Man, Mr. Xu Peng Xiang and Mr. Gao Xian Feng.

*Please also refer to the published version of this announcement in the **South China Morning Post**.*