

<p style="text-align: center;">WAIVERS FROM COMPLIANCE WITH THE LISTING RULES AND THE HONG KONG COMPANIES ORDINANCE</p>
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In relation to the Listing, we have sought the following waivers from strict compliance with the relevant provisions of the Listing Rules and exemption from the relevant provisions of the Hong Kong Companies Ordinance:

Waiver in Respect of the Pre-IPO Share Option Scheme

According to paragraph 27 of Appendix 1A to the Listing Rules and paragraph 10 of Part I of the Third Schedule to the Hong Kong Companies Ordinance, this prospectus is required to include details of the number, description and amount of Shares which a person has, or is entitled to be given, an option to subscribe for, together with certain particulars of each option, namely the period during which it is exercisable, the price to be paid for Shares subscribed for under it, the consideration (if any) given or to be given for it or for the right to it, and the names and addresses of the persons to whom it or the right to it was given. Under paragraph 27 of Appendix 1A to the Listing Rules, where options have been granted to employees under a share scheme, it is not necessary to disclose the names and addresses of the grantees of the options.

Rule 17.02(1)(b) of the Listing Rules requires that full details of all outstanding options and their potential dilution effect on the shareholdings upon listing as well as the impact on the earnings per Share arising from the exercise of such outstanding options be disclosed in this prospectus.

As at the date of this prospectus, the outstanding options granted under the Pre-IPO Share Option Scheme involve 3,231,543 Shares (pre-Capitalization Issue and the Global Offering) or 32,315,430 Shares (post-Capitalization Issue and the Global Offering) and such options are held by 100 grantees. Except for those grantees who are connected persons of our Company and members of the senior management of our Group as disclosed in the paragraph headed “Appendix IX — Statutory and General Information — Share Option Schemes — Pre-IPO Share Option Scheme” in this prospectus, no options have been granted to any connected person of our Company or member of senior management of our Group.

We have applied to the SFC for an exemption from strict compliance with the disclosure requirements under paragraph 10(d) of Part I of the Third Schedule to the Hong Kong Companies Ordinance, and to the Hong Kong Stock Exchange for a waiver from strict compliance with the disclosure requirements under Rule 17.02(1)(b) of the Listing Rules in connection with the information of the options granted under the Pre-IPO Share Option Scheme on the ground that full compliance with such disclosure requirements in setting out the names and addresses of, and the number of Shares represented by options granted under the Pre-IPO Share Option Scheme to, the employees of our Group and who are neither directors, former directors, members of senior management of our Group, connected persons of our Company nor employees of our Group with options to subscribe for 250,000 Shares (post-Capitalization Issue and the Global Offering) each or more, would be unduly burdensome for our Company and would be of little significance or relevance to potential investors for the following reasons:

- (a) the options granted under the Pre-IPO Share Option Scheme are considered as part of each grantee’s remuneration package, and therefore information on options granted to each individual grantee is highly sensitive and confidential among the grantees.

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Disclosing such highly sensitive and confidential information in this prospectus would prejudice the interests of our Company and therefore unduly burdensome on our Company;

- (b) the grant and exercise in full of the options granted under the Pre-IPO Share Option Scheme will not cause any material adverse impact in the financial position of our Company and in any event the total number of Shares to be issued upon exercise of the options granted under the Pre-IPO Share Option Scheme and the potential dilution effect will be set out in this prospectus;
- (c) non-compliance with the disclosure requirements does not prevent our Company from providing an informed assessment of our Company's activities, assets and liabilities, financial position, management and prospects to its potential investors;
- (d) the important information, that is, the aggregate number of options outstanding, exercise price, vesting period, exercise period and the potential dilution effect on the shareholdings of our Company upon Listing and the impact on the earnings per Share upon full exercise of the options granted under the Pre-IPO Share Option Scheme, is disclosed in this prospectus and such information, together with other information contained in this prospectus regarding the Pre-IPO Share Option Scheme, provides potential investors with sufficient information to make a relevant assessment of our Company in their investment decision-making process; and
- (e) setting out the names, addresses and numbers of Shares represented by options for all 100 grantees on an individual basis would increase the number of pages in the prospectus by about 30 pages (English and Chinese versions included) and therefore would be costly and unduly burdensome on our Company in light of the increase in cost for prospectus printing.

The Hong Kong Stock Exchange has agreed to grant a waiver from strict compliance with the relevant disclosure requirements in connection with the information of the options granted under the Pre-IPO Share Option Scheme on the following conditions:

- (a) the grant of a certificate of exemption from strict compliance with the relevant Hong Kong Companies Ordinance requirements by the SFC;
- (b) disclosure in this prospectus, on an individual basis, the full details of all options granted by our Company under the Pre-IPO Share Option Scheme to director, former director, senior management of our Company and our subsidiaries, and those grantees who have been granted options to subscribe for 250,000 Shares (post-Capitalization Issue and the Global Offering) each or more, such details to include all the particulars required under Rule 17.02(1)(b) of and paragraph 27 of Appendix 1A to the Listing Rules and paragraph 10 of Part I of the Third Schedule to the Hong Kong Companies Ordinance;
- (c) in respect of the options granted by our Company under the Pre-IPO Share Option Scheme other than those referred to in (b) above, the following details are disclosed in this prospectus:
 - (i) the aggregate number of grantees and the aggregate number of Shares underlying such options;

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- (ii) the consideration paid for such options;
- (iii) the exercise period of such options; and
- (iv) the exercise price of such options;
- (d) an aggregate number of Shares subject to the options granted by our Company under the Pre-IPO Share Option Scheme and the percentage to our Company's total issued share capital represented by them;
- (e) the potential dilution effect on the shareholdings of our Company upon Listing and the impact on the earnings per Share upon full exercise of the options granted under the Pre-IPO Share Option Scheme; and
- (f) a full list of all the grantees who have been granted options to subscribe for Shares under the Pre-IPO Share Option Scheme, containing all the details as required under Rule 17.02(1)(b) of and paragraph 27 of Appendix 1A to the Listing Rules and paragraph 10 of Part I of the Third Schedule to the Hong Kong Companies Ordinance, will be made available for inspection by the public as one of the documents available for inspection in accordance with the paragraph headed "Appendix X — Documents Delivered to the Registrar of Companies and Available for Inspection — Documents Available for Inspection" in this prospectus.

The SFC has agreed to grant an exemption (pursuant to section 342A(1) of the Hong Kong Companies Ordinance) from strict compliance with the disclosure requirements under paragraph 10(d) of Part I of the Third Schedule to the Hong Kong Companies Ordinance on the following conditions:

- (aa) full details of the options granted by our Company under the Pre-IPO Share Option Scheme to director, former director and members of the senior management of our Company and any of its subsidiaries, connected persons of our Company, and those grantees who have been granted options to subscribe for 250,000 Shares (post-Capitalization Issue and the Global Offering) each or more, including all requirements required under paragraph 10 of Part I of the Third Schedule to the Hong Kong Companies Ordinance, will be disclosed in the prospectus;
- (bb) in respect of the options granted by our Company under the Pre-IPO Share Option Scheme other than those referred to in sub-paragraph (aa) above, the following details be disclosed in this prospectus:
 - (i) the aggregate number of grantees;
 - (ii) the aggregate number of Shares subject to the options granted by our Company under the Pre-IPO Share Option Scheme and the percentage to our Company's total issued share capital represented by them;
 - (ii) the consideration paid for the grant of the options; and
 - (iii) the vesting period, the exercise period and the exercise price for the options;
- (cc) a full list of all the grantees (including the persons referred to in sub-paragraph (aa) above) who have been granted options to subscribe for Shares under the Pre-IPO Share Option Scheme, containing all the details as required under paragraph 10 of Part I of the Third Schedule to the Hong Kong Companies Ordinance be made available for public

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inspection in accordance with the paragraph headed “Appendix X — Documents Delivered to the Registrar of Companies and Available for Inspection — Documents Available for Inspection” in this prospectus; and

- (dd) the particulars of this exemption are set out in this prospectus.

For further details of the Pre-IPO Share Option Scheme, please refer to the section headed “Appendix IX — Statutory and General Information — Share Option Schemes — Pre-IPO Share Option Scheme” in this prospectus.

The Directors believe that, in considering the above conditions undertaken by our Company, the granting of waiver and exemption by the Hong Kong Stock Exchange and the SFC will not prejudice the interest of public investors.

Waiver in Respect of Management Presence in Hong Kong

According to Rule 8.12 of the Listing Rules, a new applicant applying for a primary listing on the Hong Kong Stock Exchange must have a sufficient management presence in Hong Kong. This normally means that at least two of the applicant’s executive directors must be ordinarily resident in Hong Kong.

The headquarters of our Group is located in Shunde, PRC. Our factories are located in the PRC and our branded flooring products are sold principally in the PRC. All of the executive Directors currently reside in Macau. Apart from Mr. Teoh Chun Ming, our Chief Financial Officer and Company Secretary, who is a Hong Kong resident, the other members of the senior management of our Group reside in the PRC. The management functions of our Group are principally carried out in Macau but the executive Directors also travel regularly to the PRC to attend to our manufacturing and other business operations in the PRC. Mr. Teoh Chun Ming also travels to the PRC from time to time to attend to our operations.

We do not and, for the foreseeable future, will not have a significant management presence in Hong Kong for the purpose of satisfying the requirements under Rule 8.12 of the Listing Rules. Therefore, we have applied to the Hong Kong Stock Exchange for, and the Hong Kong Stock Exchange has agreed to grant us, a waiver from strict compliance with Rule 8.12 of the Listing Rules subject to the condition that the following measures and arrangements be made for maintaining regular and effective communication between the Stock Exchange and us:

- (a) we appoint two authorized representatives pursuant to Rule 3.05 of the Listing Rules who will act as the principal communication channel between the Hong Kong Stock Exchange and our Company. The two authorized representatives are Mr. Se Hok Pan, an executive Director who is a resident in Macau, and Mr. Teoh Chun Ming, our Chief Financial Officer and Company Secretary who is a Hong Kong resident. Both authorized representatives will be available to meet with the Hong Kong Stock Exchange in Hong Kong within a reasonable period of time upon request and will be readily contactable by the Hong Kong Stock Exchange by phone, facsimile and/or e-mail. Each of the authorized representatives are authorized to communicate on behalf

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of our Company with the Hong Kong Stock Exchange. We shall inform the Hong Kong Stock Exchange promptly in respect of any change in our authorized representatives;

- (b) in compliance with Rule 3A.19 of the Listing Rules, we shall retain a compliance advisor who will act as an additional channel of communication between the Hong Kong Stock Exchange and our Company for the period commencing from the Listing Date and ending on the date that we publish our first full financial year results after the Listing Date;
- (c) each of the authorized representatives has access to all Directors (including the non-executive Directors and the independent non-executive Directors) promptly at all times as and when the Hong Kong Stock Exchange wishes to contact the Directors on any matters. We will implement a policy whereby (i) each Director will provide his or her mobile phone number, office phone number, residential phone number, e-mail address and facsimile number to the authorized representatives; (ii) each Director will provide valid phone numbers or means of communication to the authorized representatives when he or she is travelling; and (iii) each Director will provide his or her mobile phone number, office phone number, residential phone number, office phone number, e-mail address and facsimile number to the Hong Kong Stock Exchange; and
- (d) save for Mr. She Jian Bin and Mr. Zhang Sen Lin, all Directors are holders of Hong Kong identity cards and Mr. She Jian Bin and Mr. Zhang Sen Lin have confirmed that they possess valid travel documents to visit Hong Kong and can meet with the Hong Kong Stock Exchange within a reasonable period of time, when required and any meetings between the Hong Kong Stock Exchange and our Directors may be arranged through our authorized representatives within a reasonable time frame.

Waiver in Respect of Dealings in Shares Prior to Listing

Under Rule 9.09(b) of the Listing Rules, from four clear business days before the expected hearing date until listing is granted, there must be no dealing in the securities for which listing is sought by any connected person of our Company. Under the terms of the Shareholders' Agreement, MS Flooring and IFC are required to transfer to Freewings a total of 3,298,212 Shares and 1,319,285 Shares, respectively, after the issue of our latest audited consolidated financial statements on May 16, 2011. The provisions governing the Share Adjustments, including the formula for calculation of Shares to be transferred, are contained in the Shareholders' Agreement. Once the performance targets are met, as evidenced by the audited consolidated financial statements for the year ended December 31, 2010, the Share Adjustments can be completed. For further details of the investment by MS Flooring and IFC in our Company, please refer to the section headed "History and Development" in this prospectus.

The number of Shares to be transferred under the Share Adjustments does not depend upon completion of the Global Offering. MS Flooring, IFC and Freewings intend to complete the transfer of the above Shares after the date of this prospectus, but prior to completion of the Global Offering. Such transfer would not be in compliance with Rule 9.09 of the Listing Rules. Therefore, we have applied to the Hong Kong Stock Exchange for, and the Hong Kong Stock Exchange has agreed to grant us, a waiver from strict compliance with Rule 9.09(b) of the Listing Rules in order to permit the transfer of Shares from MS Flooring and IFC to Freewings to take place after the date of this prospectus and prior to completion of the Global Offering.