



BEAUTY CHINA HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Company Registration No. 118384)

CLARIFICATION ON THE MAJOR SHAREHOLDER'S CHANGE IN INTERESTS

The Board of Directors of Beauty China Holdings Limited (the "Company") wishes to refer to the Notices of Substantial Shareholder's and Director's Changes in Interests released by the Company on 4 March 2009 and today (the "Announcements"), relating to the forced sale of the Company's shares held by the major shareholder, Lucky Gain International Limited ("Lucky Gain"). Lucky Gain is wholly beneficially owned by the Chairman of the Company, Mr Wong Hon Wai ("Mr Wong").

The Board has been informed by Mr Wong that Lucky Gain has pledged all his shares in the Company to obtain credit facilities. Since the forced sale of 22,405,000 shares during 3 March 2009 to 4 March 2009 through open market, the outstanding sum owed to a financier as of today amounted to approximately S\$800,000 and Mr Wong's interest in the Company has reduced to 32.28%. Should Lucky Gain fail in fulfilling any of its obligations to the financier, the financier may further dispose of the mortgaged shares. The balance pledged shares of Lucky Gain would be released from all encumbrance after the amount outstanding has been repaid or satisfied through forced sale.

The Company is mindful to monitor its share price and trading volume and will release further announcements and update if necessary.

ON BEHALF OF THE DIRECTORS

Wong Hon Wai

Chairman

5 March 2009