

STRATEGIC FINANCIAL RELATIONS LIMITED 縱橫財經公關顧問有限公司

[For Immediate Release]



## **Xtep Announces Comprehensive Football Strategy**

On 22 April 2016, Fuzhou– Leading PRC-based professional sportswear enterprise **Xtep International Holdings Limited** (the "Company," together with its subsidiaries, the "Group") (Stock code: 1368) announced our comprehensive football strategy-"Blade Project" ("鋒芒 計劃"), to provide the public with a clear picture of our plans and strengths in the football category in China. Our goal is to serve 5 million Chinese youth football population in 5 years.

The Blade Project focuses on developing wide exposure for the Xtep brand in the football field, resounding on the Chinese government's push on football becoming a required sport in schools. "We believe in giving every student in China the chance to have their own professional football shoes and apparel by providing value for money football products," said **Xtep Chairman and CEO Mr. Ding Shui Po**, "our products have been tested by tens of thousands of professional and university football players over the past 5 years, assuring safety and the highest quality. We strive to become the leading brand in football in China".

The Group will launch the first Xtep professional football shoe available in stores in the third quarter of 2016, coinciding with the start of the EuroCup. "Blade I" (刀鋒 1 代) tailors European football shoe designs to Chinese football players' feet and Chinese football facilities, to help them improve their performance on the field. We have sampled hundreds of thousands of Chinese player's feet thanks for our sponsorship of Chinese university level football leagues, to find the perfect fit for the Chinese player. We also modified the usual long cleats of professional European football shoes to mid-height cleats with increased surface area for better traction on the prevailing man-made grass fields Chinese players compete on.

To increase the exposure of Xtep football products in our targeted student population, we not only continue to title sponsor Xtep China University Football League ("CUFL",特步中國大學生足球聯賽) for the 5<sup>th</sup> year and Xtep China College Futsal League ("CCFL",特步中國大學生五人制足球聯賽) for the 4<sup>th</sup> year, the Group has also added the sponsorship of China High School Football League (中國高中足球聯賽), total reach every year is nearly 20,000 participants. As celebrities within their own schools, their leadership effect permeates through the entire population of over 1,200 schools. Xtep is one of the first sports brands to establish our brand name in soccer within the student population with proven strong quality; this will play to our advantage.

To further the reach of Xtep brand football products into the general student population beyond school teams, the Group will become the sportswear partner of Sport 8 International (動吧斯博體育文化(北京)有限公司). Sport 8 is China's largest football enterprise and youth football service platform. Together, we will establish Xtep Football Training Camps and promote Xtep products through all of Sport 8's events and club teams. Training camps are aimed at extracurricular participation in football outside of schools,

giving students a chance to enrich their social life in sports, and echoing the government's push for more student participation in sports. Training camps will feature national team level coaches, and provide training for three different levels of players, namely those who have professional aspirations, those who play in school teams, and those who simply want to participate in football. Our aim is to attract as many students as possible to football and making our football products their top choice on quality and price.

Finally, the Group has signed former European Footballer of the Year- Andriy Shevchenko (安徳列•舍普琴科) as Xtep Football Ambassador to promote both Xtep brand football products and the development of Chinese youth football segment overall. He also crosses over to design our "Blade I" and gives his opinions to make it more professional. He is now the coach of the Ukraine national team. More importantly, we see him as a legend and leader who has remained close to football on and off the field, who continues to exert his influence as a former player and as a coach to motivate more of the young population to enjoy football in their lives.

The Group will also continue to sponsor a number of foreign and celebrity football clubs to increase media exposure of Xtep brand football products. These include: China All Star Football Team (中國明星足球隊), China Football Press United (中國足球記者聯隊) and Hong Kong All Star Sports Association (香港明星足球隊) and La Liga, Villarreal C.F. (Spanish National League).

The Blade Project shows our belief in the future potential of China's youth football market, and structures a concrete plan to solidify our early advantage in category among the student population. Consistent with the overall position of Xtep brand, we aim to continue to provide value-for-money high quality professional sportswear to consumers. While we believe in the growth of football products in the future, we will not deviate from our core focus on running, to which we dedicate the majority of our resources and attention.

Pictures from Xtep Football Strategic Press Conference and Promotion



*Xtep Chairman and CEO Mr. Ding Shui Po announces Xtep football strategy* 



Our goal is to serve 5 million Chinese youth football population in 5 years



We strive to become the leading brand in football in China



Xtep Football Ambassador- Andriy Shevchenko



China All Star Football Team shows on Xtep Football Strategic Press Conference



Group photo of Xtep Chairman and CEO Mr. Ding Shui Po (fourth from left), vice chair person of Federation of University Sports of China Mr. Wang Xiaoyi (left most), co-founder of Sport 8 International Mr. Bai Qiang (third from left), Mr. Andriy Shevchenko and China All Star Football Team

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Xtep sponsored footwear wear for CUFL, La Liga, Villarreal C.F. and CCFL



Xtep Football Strategy-"Blade Project"



Xtep first professional football shoes-"Blade I"

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### About Xtep International Holdings Limited (Stock code: 1368)

Listed on 3 June 2008 on the Main Board of the Hong Kong Stock Exchange, XTEP is a leading PRC-based professional sports brand providing stylish and functional products. It is principally engaged in the design, development, manufacturing, sales and marketing, and brand management of sportswear products, including footwear, apparel and accessories. During the past several years, the Group has been actively implementing its sports marketing strategy with a focus on running and football. It boasts an extensive distribution network of approximately 7,000 stores nationwide covering 31 provinces, autonomous regions and municipalities across the PRC.

For more information, please visit Xtep's corporate website: <u>www.xtep.com.hk</u> or scan the Group's Wechat QR code below (or search by : xtepholdings or 特步控股)



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