Eu Yan Sang International Ltd
(Company Registration No. 199302179H)
(Incorporated in the Republic of Singapore)

CLARIFICATION OF THE DETAILS EXTRACTED FROM THE RESEARCH REPORT ISSUED BY CIMB AS SET OUT IN THE IFA LETTER APPENDED AS APPENDIX A TO THE CIRCULAR

The board of directors (the "**Board**") of Eu Yan Sang International Ltd (the "**Company**") wishes to refer the shareholders (the "**Shareholders**") and the optionholders of the Company to the announcement (the "**Announcement**") dated 21 June 2016 made by PrimePartners Corporate Finance Pte. Ltd. (the "**IFA**"), the independent financial adviser to the directors of the Company (the "**Independent Directors**") who are considered to be independent for the purposes of the voluntary conditional cash offer (the "**Offer**") by Credit Suisse (Singapore) Limited, for and on behalf of Righteous Crane Holding Pte. Ltd. (the "**Offeror**"), to acquire all the issued and paid-up ordinary shares (the "**Shares**") in the capital of the Company, other than those Shares owned, controlled or agreed to be acquired by the Offeror as at the date of the Offer.

The Announcement states that there was an inadvertent reference error in paragraph 7.7 of the letter (the "**IFA Letter**") dated 20 June 2016 issued by the IFA to the Independent Directors in relation to the Offer, in respect of the details extracted from the research report which had been previously issued by CIMB Research Pte Ltd ("**CIMB**").

The relevant date of the research report should be 15 February 2016 instead of 6 May 2016 and the target price estimated by CIMB should have been stated as S$0.30 instead of S$0.51. A copy of the revised circular to Shareholders in respect of the Offer with the relevant corrections made (the "**Circular**") is available on the website of the SGX-ST at www.sgx.com.

Notwithstanding the errors highlighted above, the recommendation of the IFA to the Independent Directors as set out in paragraph 9 of the IFA Letter and the recommendation of the Independent Directors as set out in paragraph 13 of the Circular, in each case with regard to the Offer and the Options Proposal (as defined in the Circular), are unaffected and remain unchanged.

The directors of the Company (including any director of the Company who may have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated in this announcement are fair and accurate and that no material facts have been omitted from this announcement, and they jointly and severally accept responsibility accordingly.

Where any information has been extracted or reproduced from published or otherwise publicly available sources (including, without limitation, the Announcement), the sole responsibility of the directors of the Company has been to ensure, through reasonable enquiries, that such information is accurately extracted from such sources or, as the case may be, reflected or reproduced in this announcement.

BY ORDER OF THE BOARD

Lam Chee Weng
Chief Financial Officer & Company Secretary
21 June 2016