

EU YAN SANG INTERNATIONAL LTD
(Company Registration No.199302179H)
(Incorporated in Singapore)

CLARIFICATION STATEMENT

With reference to the article in The Straits Times, headlined "Higher lead levels allowed in food, supplements here", published on 8 October 2014, Eu Yan Sang Group ("Group") would like to point out that the statement in the article, "US regulators had found 2.5 parts per million (ppm) of lead in a retail sample of Bo Ying compound, and 16 ppm in a sample provided by Eu Yan Sang" is erroneous.

According to the information presently available to the Group, the US health authorities tested two samples of Bo Ying Compound for lead. One sample was provided by the family of the child who had allegedly consumed the Bo Ying Compound, and it was tested to contain lead content of 16 ppm. Another sample was purchased by the US health authorities at a retail store randomly, and it was tested to contain lead content of 2.5 ppm.

The Group has appointed US lawyers to liaise with the US health authorities to obtain more information.

The Group has never exported any "Hong Kong Bo Ying Compound" to the U.S. Bo Ying Compound of Eu Yan Sang in the U.S. is produced locally in Good Manufacturing Practices (GMP) facilities to ensure that our product fully complies with the quality assurance standards.

The Group would like to reiterate that all Eu Yan Sang products manufactured and retailed at our stores and authorised distributors in our core markets (namely, Hong Kong, Malaysia and Singapore) have been cleared by the health authorities in the respective countries and are safe for consumption.

BY ORDER OF THE BOARD

Submitted by Tang Yock Miin, Company Secretary, on 8 October 2014 to the SGX.