

EU YAN SANG INTERNATIONAL LTD.

(Co. Reg. No.: 199302179H)

(Incorporated in Singapore)

**PROPOSED MERGER OF A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY
IN AUSTRALIA**

The board of directors (the “Board”) of Eu Yan Sang International Ltd (the “Company”) wishes to announce that Healthy Life Group (HLG), a wholly-owned subsidiary of the Company has signed a Memorandum of Understanding (MOU) with Venture Integrity Health (VIH) in Australia (collectively, the “Parties”), whereby the Parties contemplate HLG taking an option to acquire seven of VIH’s health food retail stores in the Greater Sydney area. The proposed merger will be made by way of a combination of cash and shares of HLG and scheduled to be finalized in 2016-2017.

By Order of the Board

Tang Yock Miin
Company Secretary

5 November 2015