

EU YAN SANG INTERNATIONAL LTD

(UEN/Company Registration No. 199302179H)
(Incorporated in the Republic of Singapore)

CHANGE OF SHAREHOLDING EVENT IN CONNECTION WITH THE S\$75,000,000 4.10 PER CENT. FIXED RATE NOTES DUE 2018 COMPRISED IN SERIES 001 (ISIN: SG5610993536) (THE “NOTES”) ISSUED PURSUANT TO THE S\$300,000,000 MULTICURRENCY MEDIUM TERM NOTE PROGRAMME OF EU YAN SANG INTERNATIONAL LTD (“EYS”)

Reference is made to the announcement dated 16 May 2016 made by Credit Suisse (Singapore) Limited, for and on behalf of Righteous Crane Holding Pte. Ltd. (the “**Offeror**”), in respect of a voluntary conditional cash offer (the “**Offer**”) for all the issued and paid-up ordinary shares (the “**Shares**”) in the capital of EYS, other than those Shares owned, controlled or agreed to be acquired by the Offeror as at the date of the Offer and the announcement by Credit Suisse (Singapore) Limited, for and on behalf of the Offeror dated 29 June 2016 announcing that the Offer has become unconditional in all respects on 29 June 2016.

A Change of Shareholding Event (as defined in the Conditions of the Notes) has occurred. Pursuant to Condition 5(e)(ii), EYS shall, at the option of the holder of any Note, redeem such Note at its Redemption Amount, together with interest accrued to the date fixed for redemption, on 12 December 2016. To exercise such option, the holder must deposit such Note (together with all unmatured Coupons) with the Issuing and Paying Agent at its specified office, together with a duly completed option exercise notice in the form obtainable from the Issuing and Paying Agent or the Issuer (as applicable), no later than 12 November 2016.

As EYS has an option (the “**Call Option**”) to redeem the Notes on or before 13 October 2016 (being the 120th day after the date on which the Supplemental Trust Deed (as defined below) was entered into) at 101.75 per cent. of the principal amount of the Notes (comprising 100 per cent. of the principal amount of the Notes and a prepayment fee of 1.75 per cent. of the principal amount of the Notes) regardless of whether a Change of Shareholding Event has occurred, Condition 5(e)(ii) of the Notes (being the put option given to Noteholders to require EYS to redeem their Notes if a Change of Shareholding Event occurs (the “**Change of Shareholding Event Put Option**”)) has been amended to provide for an orderly redemption process. When a Change of Shareholding Event occurs before the Notes are redeemed pursuant to the Call Option, any exercise by Noteholders of the Change of Shareholding Event Put Option (which will require EYS to redeem the Notes at par) remains subject to EYS exercising its right to redeem the Notes pursuant to the Call Option at a premium. If EYS does not exercise the Call Option to redeem the Notes by 13 October 2016, Noteholders will continue to have the right to exercise the Change of Shareholding Event Put Option up to 12 November 2016. **EYS fully intends to exercise the Call Option so that the Notes will be redeemed on or before 13 October 2016.**

Capitalised or other terms used but not defined herein shall, unless the context otherwise requires, have the meanings set out in the Trust Deed dated 22 May 2013 entered into between (1) EYS, as issuer, and (2) DBS Trustee Limited, as trustee for the holders of the Notes, as amended and supplemented by a Supplemental Trust Deed dated 15 June 2016 made between the same parties (the “**Supplemental Trust Deed**”) or the Conditions of the Notes.

BY ORDER OF THE BOARD
Eu Yan Sang International Ltd

5 July 2016