



ACQUISITIONS AND DISPOSALS :: DISCLOSEABLE TRANSACTION :: COMPLETION OF ACQUISITION OF SELECTED BUSINESS ASSETS AND UNDERTAKINGS OF HEALTHZONE LIMITED

* Asterisks denote mandatory information

Name of Announcer *	EU YAN SANG INTERNATIONAL LTD
Company Registration No.	199302179H
Announcement submitted on behalf of	EU YAN SANG INTERNATIONAL LTD
Announcement is submitted with respect to *	EU YAN SANG INTERNATIONAL LTD
Announcement is submitted by *	Ng Pei Shan
Designation *	Company Secretary
Date & Time of Broadcast	17-Feb-2012 14:12:46
Announcement No.	00027

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

Announcement Title *	COMPLETION OF ACQUISITION OF SELECTED BUSINESS ASSETS AND UNDERTAKINGS OF HEALTHZONE LIMITED
Description	Please see attached.
Attachments	 EYS_PressRelease_SG_FINAL.pdf  Completion_Announcement_17_Feb_2012.pdf Total size = 164K (2048K size limit recommended)

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

COMPLETION

**ACQUISITION OF SELECTED BUSINESS ASSETS AND UNDERTAKINGS
OF HEALTHZONE LIMITED (ADMINISTRATORS APPOINTED) (RECEIVERS AND
MANAGERS APPOINTED)**

Reference is made to the Company's announcement dated 3 February 2012 in relation to the Company's proposed acquisition of selected business assets and undertakings of Healthzone Limited (Administrators Appointed) (Receivers and Managers Appointed). All capitalized terms used herein, unless otherwise defined, shall have the meanings ascribed in the earlier announcement.

The Company is pleased to update shareholders that the Acquisition has been duly completed today, and the Business Assets and Undertakings are held by the Company's newly incorporated wholly-owned subsidiary in Australia, Healthy Life Group Pty Ltd.

BY ORDER OF THE BOARD

Submitted by Ng Pei Shan, Company Secretary, on 17 February 2012 to the SGX.



EU YAN SANG INTERNATIONAL LTD
269A South Bridge Road, Singapore 058818

Tel: (65) 6225 3211

Fax: (65) 6225 8276

For Immediate Release

Eu Yan Sang completes acquisition of selected business assets and undertaking of Healthzone Limited (HZL)

- **Group's retail network now extends from China to Australia with more than 300 outlets**
- **Group is now a step closer to realizing its vision of becoming a truly global integrative healthcare and wellness group**

Singapore, 17 February 2012 – SGX mainboard-listed Eu Yan Sang International Ltd (“EYSI”, “the Group” or “余仁生国际企业”), a trusted global integrative healthcare and wellness company with a strong foundation in Traditional Chinese Medicine (TCM), has today completed its acquisition of selected business assets and undertakings of HZL.

These include the chain of approximately 100 Healthy Life stores and a distribution business, which is one of the largest health food distributors in Australia. The business has over 25 years' experience, supplying in excess of 5 million products from 170 suppliers to more than 5,000 retailers in the health food, pharmacy and grocery retail segments. With the acquisition, the Group's retail network in the Asia Pacific region now extends from China to Australia, increasing the total number of retail outlets from just over 200 to more than 300.

The Group's new Australian business will operate as a new Group entity, Healthy Life Group Pty Ltd. Revenue and profit will be accreted in full to the Group in subsequent financial periods. While the Group does not expect any immediate impact on its P&L in FY2012, the Group is confident in the value and potential of the new business.



EU YAN SANG INTERNATIONAL LTD
269A South Bridge Road, Singapore 058818

Tel: (65) 6225 3211

Fax: (65) 6225 8276

The Group aims to stabilize the new business in the short term, and in the long run grow the Healthy Life franchise network and develop efficiencies in its supply and distribution business. The Management has been placed under the overview of Mr Byron Patching, a non-executive director of the Group's subsidiary in Australia, Eu Yan Sang Australia Pty Limited, since 2007. Mr Patching is also the co-founder and principal of XAct Solutions Pty Ltd which is a group of business improvement specialists with a particular focus on supply and distribution, and has an established track record with significant businesses in Australia. The Group believes the new management team will help realize the Group's corporate objectives in the acquisition.

Mr Richard Eu (余义明), Group CEO of EYSI remarked, "This acquisition marks an exciting new chapter for EYSI and provides a ready platform for the Group to expand and broaden its products penetration into Australia. We are now a step closer to realizing our vision of becoming a truly global integrative healthcare and wellness group."

- The End -

CORPORATE PROFILE

About Eu Yan Sang International Ltd (SGX: EYSI)

Listed on the Singapore Exchange, Eu Yan Sang International Ltd ('EYSI' or 'the Group') is a trusted, global leading integrative healthcare and wellness company with a strong foundation in Traditional Chinese Medicine (TCM). EYSI is an industry leader, and one of the largest TCM groups in South East Asia. It is at the forefront of adopting a modern and scientific approach in the production and retailing of both TCM and wellness products.

The Group has come a long way from its humble beginnings offering TCM remedies to tin mine coolies in Gopeng, Perak, Malaysia 132 years ago. Today, Eu Yan Sang is a household name in Asia with an unrivalled reputation as the leader in the TCM industry.

Its ability to control the total supply chain – from the sourcing of raw materials to the production and distribution of its products and the provision of treatments gives the Group an excellent competitive edge in the industry.

To give an added assurance to consumers, the Group developed the world's first certification standard for TCM herbs, called the "Eu Yan Sang Good Agronomic Practices for Herbs (EYSGAP-



EU YAN SANG INTERNATIONAL LTD
269A South Bridge Road, Singapore 058818

Tel: (65) 6225 3211

Fax: (65) 6225 8276

Herbs) Certification". This certification ensures world-leading standards are maintained at all stages of growing, processing and retailing of TCM herbs.

EYSI is also developing a world first integrated online portal to keep track of TCM herbs throughout the whole value chain, known as "integrated Good Agronomic Practices for Traditional Chinese Medicine Electronic System" (iGATES).

Apart from retailing fine quality Chinese herbs and Chinese Proprietary Medicines, EYSI also retails health foods and supplements. Currently, the Group offers more than 300 products under the Eu Yan Sang brand name and over 1,000 different types of Chinese herbs and other medicinal products. Manufacturing activities are carried out in two of its GMP-certified (Good Manufacturing Practices) factories located in Hong Kong and Malaysia.

As of 31 December 2011, EYSI has an extensive distribution network comprising 205 retail outlets in China, Hong Kong, Macau, Malaysia and Singapore. Its products are available in drugstores, pharmacies, medical halls, supermarkets, convenience stores, hospitals, health clubs and spas worldwide. The Group also operates a chain of 23 TCM Clinics in Singapore and Malaysia, and 2 Integrative Medical Centres in Hong Kong.

Contact Information:

Financial PR Pte Ltd

Mr El Lee/Ms Kathy Zhang
Investor Relations Consultants
Tel: 65-6438 2990 / Fax: 65-6438 0064
Email: staff@financialpr.com.sg

Eu Yan Sang International Ltd

Ms Joanna Wong
General Manager
Brand Management & Corporate Communications
Eu Yan Sang International Ltd
DID: 65-64213213 Fax: 65-6221 1861
Email: joanna.wong@euyansang.com