

**EU YAN SANG INTERNATIONAL LTD
(Co. Reg. No.: 199302179H)**

**INCORPORATION OF A NEW SUBSIDIARY
– iGATES BIOINNOVATION PTE LTD**

The Board of Directors of Eu Yan Sang International Ltd (“EYS”) wishes to announce that it has incorporated a 51% owned subsidiary, iGATES BioInnovation Pte Ltd (“iGATES”) with a paid-up capital of \$100.00 comprising 100 ordinary shares. The remaining 49% is owned by KOOPrime Pte Ltd (“KPL”).

iGATES is a joint venture company between EYS and KPL to carry on the business of providing an online framework which integrates world class safety and quality standards with cutting edge fingerprinting technologies to ensure safety and traceability of Traditional Chinese Medicine herbs.

This transaction is not expected to have any material impact on the earnings per share or the net tangible assets of EYS and its Group for the current financial year.

None of the Directors and the controlling shareholders of EYS have any interest, direct or indirect, in this transaction.

BY ORDER OF THE BOARD

Submitted by Tan Kang Fun @ KF Tan, Chief Financial Officer & Company Secretary, on 16 April 2008 to the SGX.