

YHI INTERNATIONAL LIMITED

Company Registration No. 200007455H



ACQUISITION OF SHARES IN A SUBSIDIARY COMPANY

The Board of Directors of YHI International Limited (the “**Company**”) wishes to announce that it has, on 30 May 2017, acquired 500 ordinary shares (the “**Sale Shares**”) in YHI Power Pty Ltd (“**YHI Power**”) representing 5% of the total issued share capital of YHI Power (the “**Acquisition**”). Following the Acquisition, the Company holds 8,500 ordinary shares in YHI Power representing 85% of the total issued share capital of YHI Power.

The aggregate consideration for the Sales Shares of AUD195,000 (equivalent to approximately SGD203,443 based on an exchange rate of AUD1 to SGD1.0433) (the “**Consideration**”) was arrived at on a willing buyer willing seller basis taking into consideration, among others, the book value and net tangible asset value of the Sale Shares based on the latest audited financial statements of YHI Power for the financial year ended 31 December 2016. As at the date of this Announcement, the Consideration has been satisfied in full by the Company in cash.

As each of the relative figures computed on the bases set out in Rule 1006 of the Listing Manual of the SGX-ST is less than 5%, the Acquisition is a “Non-Disclosable Transaction” for the purposes of the Listing Manual of the SGX-ST.

Based on the latest audited financial statements of YHI Power for the financial year ended 31 December 2016, the book value and the net tangible asset value of YHI Power is approximately AUD4.5 million. No valuation was commissioned by the Company in respect of the Acquisition.

The Acquisition is not expected to have a material impact on the Company’s consolidated net tangible assets or earnings per share for the financial year ended 31 December 2017.

None of the Directors and substantial shareholders of the Company has an interest, direct or indirect, in the Acquisition, other than through their respective shareholdings in the Company, if any.

By Order of the Board

Tay Tian Hoe Richard
Executive Chairman and Group Managing Director

30 May 2017