



# YHI INTERNATIONAL LIMITED

Company Registration No. 200007455H

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## INCREASE OF SHAREHOLDINGS IN SUBSIDIARY COMPANY

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YHI International Limited (“the Company”) wishes to announce that its wholly-owned subsidiary, YHI (America) Pte Ltd (“YHI America”), has increased its shareholdings in its 51% subsidiary, Pan-Mar Corporation dba Konig (American) (“Konig”), by forty-four percent (44%). This is done through cash purchase of shares from the minority shareholder of Konig, bringing the Company’s interest in Konig to ninety-five percent (95%).

The cash consideration for the acquisition of shares is US\$1.3 million. The Purchase Consideration was arrived at following arm's length and commercial negotiations between the Company and the minority shareholder on a willing-buyer willing-seller basis after taking into consideration, *inter alia*, the business model, customer base and the brand value of Konig as well as the strategic fit of Konig and the YHI Group.

The acquisition will not have any material impact on the results of the Company for the financial year ending 31 December 2011.

None of the directors or substantial shareholders of the Company has any direct or indirect interest in the acquisition.

By Order of the Board

Tan Tian Hoe Richard  
Group Managing Director  
6 January 2012