



YHI INTERNATIONAL LIMITED

Company No. 200007455H

INCORPORATION OF A SUBSIDIARY IN MALAYSIA

The Board of Directors of YHI International Limited (the “**Company**”) wishes to announce that its wholly-owned subsidiary, YHI Corporation (Singapore) Pte Ltd (“**YHI Corporation**”) has incorporated a subsidiary in Kota Kinabalu, Sabah, Malaysia known as “YHI (East Malaysia) Sdn. Bhd.” (“**YHI (East Malaysia)**”).

The issued share capital of YHI (East Malaysia) is MYR 500,000/- (or approximately SGD164,236) with YHI Corporation holding 80% of the issued share capital and the remaining 20% interest is held by a non-controlling interest.

The principal activity of YHI (East Malaysia) is to distribute and market high-quality automotive and industrial products in East Malaysia. Our Directors believe that the incorporation of YHI (East Malaysia) will be beneficial to our Group as it will enable us to expand our network in East Malaysia.

The investment is funded through the Company’s internal resources and is not expected to have any material impact on the Company’s net tangible assets per share or earnings per share for the financial year ending 31 December 2015.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect in the investment of YHI (East Malaysia).

BY ORDER OF THE BOARD

Tay Tian Hoe Richard
Executive Chairman & Group Managing Director

8 September 2015