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YOUYUAN INTERNATIONAL HOLDINGS LIMITED
優 源 國 際 控 股 有 限 公 司
(incorporated in the Cayman Islands with limited liability)
(Stock Code: 2268)

ACQUISITION OF EQUITY INTEREST IN XIN WING COMPLETION OF PAYMENT OF SUPPLEMENTAL SUBSCRIPTION PRICE

Reference is made to the circular ("**Circular**") of Youyuan International Holdings Limited (the "**Company**") dated 31 December 2015 in relation to the acquisition of equity interest in Xin Wing. Unless otherwise stated, terms defined in the Circular shall have the same meanings when used in this announcement.

As disclosed in the Circular, the Supplemental Subscription Price shall be calculated based on the Performance Benchmark and the Actual Performance of Xin Wing for the Second Financial Year and Xi Yuan shall pay its respective Supplemental Subscription Price on a date that is no earlier than the end of the eighteen-month period after the Completion Date, except as otherwise agreed in writing amongst Ms. Ke, Xin Wing, Xi Yuan and Cathay Fund.

The Board announces that, as at the date hereof, Xi Yuan had received the audited consolidated financial statements of Xin Wing for the Second Financial Year. Based on a review of the audited consolidated financial statements of Xin Wing for the Second Financial Year, Xin Wing fulfilled the Performance Benchmark for the Second Financial Year. Accordingly, no Performance Adjustments shall be made and the Supplemental Subscription Price payable by Xi Yuan to Ms. Ke shall be RMB266.5 million.

The Board further announces that, as at the date hereof, the Supplemental Subscription Price payable by Xi Yuan has been fully settled.

By Order of the Board
Youyuan International Holdings Limited
KE Wentuo
Chairman

Hong Kong, 21 September 2016

As at the date of this announcement, the executive directors of the Company are Mr. Ke Wentuo, Mr. Ke Jixiong, Mr. Cao Xu and Mr. Zhang Guoduan and the independent non-executive directors of the Company are Prof. Zhang Daopei, Prof. Chen Lihong and Mr. Chow Kwok Wai.