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AUSNUTRIA DAIRY CORPORATION LTD

澳優乳業股份有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1717)

EXERCISE OF OVER-ALLOTMENT OPTION

The Company announces that the Over-Allotment Option referred to in the Prospectus has been exercised in full by the Joint Global Coordinators on behalf of the International Underwriters on 12 October 2009 in respect of 45,000,000 Shares, representing 15% of the Offer Shares initially available under the Global Offering (assuming no exercise of the Over-Allotment Option), solely for the purposes of covering over-allocations in the International Offering.

The Over-Allotment Shares will be issued and allotted by the Company at HK\$4.00 per Share (excluding brokerage of 1.0%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005%), being the Offer Price per Share in connection with the Global Offering.

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Listing of and permission to deal in the Over-Allotment Shares have been granted by the Listing Committee of the Stock Exchange. Dealings in the Over-Allotment Shares on the Main Board of the Stock Exchange are expected to commence at 9:30 a.m. on Thursday, 15 October 2009.

As shown in the shareholding structure of the Company set out below, immediately before the issue and allotment of the Over-Allotment Shares by the Company, 30% of the issued share capital of the Company is held by public Shareholders. Such shareholding percentage will be increased to approximately 33.01% immediately upon the issue and allotment of the Over-Allotment Shares by the Company.

The shareholding structure of the Company immediately before and after the issue and allotment of the Over-Allotment Shares by the Company are as follows:

Shareholders	Immediately before the issue of the Over-Allotment Shares		Immediately after the issue of the Over-Allotment Shares	
	Number of Shares	Approximate % of issued share capital	Number of Shares	Approximate % of issued share capital
All Harmony International Limited ⁽¹⁾	107,000,000	10.70%	107,000,000	10.24%
Brave Leader Limited ⁽²⁾	333,000,000 ⁽⁵⁾	33.30%	333,000,000	31.87%
Silver Castle International Limited ⁽³⁾	60,000,000	6.00%	60,000,000	5.74%
Ausnutria Holding Co Ltd ⁽⁴⁾	200,000,000	20.00%	200,000,000	19.14%
Public Shareholders	<u>300,000,000</u>	<u>30%</u>	<u>345,000,000</u>	<u>33.01%</u>
	<u><u>1,000,000,000</u></u>	<u><u>100%</u></u>	<u><u>1,045,000,000</u></u>	<u><u>100%</u></u>

Notes:

- (1) All Harmony International Limited is owned as to 49.22% by Mr. Chen Yuanrong and 20 former and present employees of the Group.
- (2) Brave Leader Limited is owned as to 59.57% by Mr. Wu Yueshi, 30.67% by Ms. Wu Xingxing and 9.76% by Mr. Yan Weibin.
- (3) Silver Castle International Limited is owned as to 59.57% by Mr. Wu Yueshi, 30.67% by Ms. Wu Xingxing and 9.76% by Mr. Yan Weibin.
- (4) Ausnutria Holding Co Ltd is owned as to as to 60% by Mr. Wu Yueshi, 30% by Mr. Yan Weibin and 10% by Ms. Xiong Fanyi.

- (5) This includes the 45,000,000 Shares borrowed by Macquarie Capital Securities Limited from Brave Leader Limited pursuant to the Stock Borrowing Agreement between the parties dated 30 September 2009.

The additional net proceeds to be received by the Company upon issue and allotment of the Over-Allotment Shares are estimated to be approximately HK\$174.1 million which will be used by the Company for the purposes set out in the section headed “Use of Proceeds” in the Prospectus on a pro-rata basis. With the Over-Allotment Option exercised in full, the total net proceeds from the Global Offering to be received by the Company are estimated to be approximately HK\$939.7 million.

The Company continues to comply with the public float requirements under Rule 8.08(1)(a) of the Listing Rules. No new Shares or securities convertible into equity securities of the Company may be issued within six months from the Listing Date save for the situations set out in Rule 10.08 of the Listing Rules.

By order of the Board of Directors
Ausnutria Dairy Corporation Ltd
Wu Yueshi
Chairman

Hong Kong, 12 October 2009

As at the date of this announcement, the board of directors of the Company comprises Mr. WU Yueshi, Mr. YAN Weibin, Mr. CHEN Yuanrong, Ms. NG Siu Hung as executive Directors and Mr. QIU Weifa, Mr. Jason WAN and Mr. CHAN Yuk Tong as independent non-executive Directors.