



Press Release

Vitasoy Celebrates Expansion of Australia Plant Annual Production Capacity Doubled to 40 Million Litres

(Hong Kong - 21 October, 2006) Vitasoy International Holdings Ltd. ("Vitasoy") today announced the completion of the capacity expansion program of its joint-venture plant in Wodonga, Victoria, Australia. The project has increased Vitasoy Australia's annual production capacity by 100% to 40 million litres.

Mr. Winston Yau-lai Lo, Executive Chairman of Vitasoy said, "Through our efforts in quality assurance, R&D and marketing, Vitasoy Australia has established itself as a market leader in innovation of soymilk and rice milk. VITASOY is now a leading growth brand in the industry in this part of the world. Demand for VITASOY products has been so strong in the last couple of years that our original production facilities at Wodonga have already reached full capacity in 2005. In view of the encouraging performance of our Australia operations and the growth potential of the market, we have quickly embarked on this expansion project."

The Wodonga plant, which supplies VITASOY products to both the Australia and New Zealand markets, was opened in September 2001. Vitasoy Australia has sustained healthy growth over the past few years. Sales revenue has increased nearly 30% per annum from 2001 to 2005. The total investment of the Wodonga plant is approximately AUD34 million.

"We believe the expansion of the Wodonga plant will take us to the next level of growth and development in this market, and Vitasoy Australia will grow in importance as a major contributor to the Group's revenue and profit. As a dynamic business group, we will continue to identify new market opportunities, not only in Australia and New Zealand but also other parts of the world, with an aim to expand our business presence and bring in higher shareholders' value," concluded Mr. Lo.

#

Vitasoy International Holdings Limited is one of the leading manufacturers and distributors of non-carbonated drinks with a base in Hong Kong. Founded in 1940 and with production facilities in Hong Kong, Mainland China, the United States and Australia, Vitasoy has successfully developed and launched nearly 300 products in different forms and sizes. Vitasoy products are consumed in over 30 markets throughout the world. Vitasoy is currently a constituent of Morgan Stanley Capital International ("MSCI") Hong Kong Small Cap Index, Hang Seng Composite Index, Hang Seng HK SmallCap Index, and Hang Seng Composite Industry Indexes - Consumer Goods.

Vitasoy Australia Product Pty. Ltd. is 51% owned by Vitasoy International Holdings Limited and 49% owned by National Foods Limited.

- END -