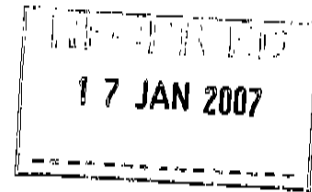


**YANG YANG CHINA HOLDINGS
LIMITED**

ABN 21 109 469 383

Wednesday 10th January 2007

Mr. Scott Evans
General Manager
National Stock Exchange of Australia
Ground Floor 384 Hunter Street
Newcastle NSW 2300

SUBJECT: COMPANY ANNOUNCEMENT – APVMA APPROVAL PER9519

The board of Yang Yang wishes to advise that it has recently received approval from the Australian Pesticides and Veterinary Medicines Authority (APVMA) under the terms and conditions of APVMA Permit Number PER9519.

The permit and associated information received from APVMA in relation to Permit No. PER9519 is attached to this announcement.

Any enquiries may be directed to the company on 02-9327-7373.

About Yang Yang

Yang Yang China Holdings Limited is an international biotechnology company focused on developing its proprietary LETU lactobacillus. Yang Yang is listed on the National Stock Exchange of Australia and has its operations in Sydney, Australia. Its lead programs involve the implementation of programmes designed to promote the use LETU lactobacillus in animal feed. For additional information please contact the company on +61-(0)2-9327 7373.

Yang Yang Forward - Looking Statements

This statement contains forward-looking statements that reflect the Company's current expectations regarding future events. Forward-looking statements involve risks and uncertainties. Actual events could differ materially from those projected herein and depend on a number of factors including the success of the Company's research strategy, the applicability of the discoveries made therein, the successful and timely completion of clinical studies and the uncertainties related to the regulatory process.

Yours sincerely

Li Yang
Chairman



Australian Pesticides &
Veterinary Medicines Authority

Contact Telephone: (02) 6272-5852
Contact Facsimile: (02) 6272-5788

YANG YANG CHINA HOLDINGS LTD
C/O Ruth Davis Consulting Pty Ltd
Locked Bag 327
BALMAIN NSW 2041

ATTN:DR RUTH DAVIS

ISSUE OF PERMIT: PER9519.
EFFECTIVE FROM 6 DECEMBER 2006 TO 4 DECEMBER 2008.

LETU Lactobacillus Fermentum / Pigs / Feed Additive

The APVMA has issued the above permit.

Please note the **DETAILS** and **CONDITIONS** of the permit. A copy of this permit has also been sent to the appropriate State Co-ordinators for their information.

Yours sincerely

for Judith Platt
6 December, 2006



**Australian Pesticides &
Veterinary Medicines Authority**

**PERMIT TO ALLOW RESEARCH USE AND SUPPLY
OF AN AGVET CHEMICAL PRODUCT**

PERMIT NUMBER -PER9519

This permit is issued to the Permit Holder in response to an application granted by the APVMA under section 112 of the Agvet Codes of the jurisdictions set out below. This permit allows a Supplier (as indicated) to possess the product for the purposes of supply and to supply the product to a person who can use the product under permit. This permit also allows a person, as stipulated below, to use the product in the manner specified in this permit in the designated jurisdictions. This permit also allows the Permit Holder, the Supplier (if not one and the same) and any person stipulated below to claim that the product can be used in the manner specified in this permit.

THIS PERMIT IS IN FORCE FROM 5 December 2006 until 4 December 2008

Permit Holder:
YANG YANG CHINA HOLDINGS LTD
Suite 545
5th Floor, Edgecliff Centre
EDGECLIFF NSW 2027

Supplier: As above

Persons who can use the product under this permit:

Mr Wally Pernec
Mr Bruce Chick
Mr Michael O'Connell
and persons under their direction

CONDITIONS OF USE

Product to be used:

LETU LACTOBACILLUS FERMENTUM

Containing:10.00 g/kg LACTOBACILLUS FERMENTUM as the active constituent.

Directions for Use:

Animal	Purpose	Dose
PIGS	MAINTENANCE OF HEALTHY GASTROINTESTINAL MICROFLORA AND PRODUCTION PERFORMANCE	150 mL per pig

Withholding Period:

Withholding Period: nil

Jurisdiction:

NSW

Additional Conditions:

Attached also is the Consent to Importation issued under Section 69B of the Agricultural and Veterinary Chemicals (Administration) Act 1992 giving consent to the importation of *Lactobacillus fermentum* to be supplied in accordance with the above permit.

PERSONS who wish to prepare for use and/or use products for the purposes specified in this permit must read, or have read to them, the details and conditions of this permit.

Trial records

The permit holder must maintain records of the trials performed under this permit. Specifically details must include the date and location where the trials were conducted, commodities treated, rates and frequency of application, total amount of product used and the names and addresses of the persons conducting the trial. These details must be maintained for a minimum period of two years from the date of expiry of this permit and must be made available to the APVMA upon request.

Supply:

The supplier must supply the product in a container that complies with the requirements of section 18(1) of the Agricultural and Veterinary Chemicals Code Regulations. Attached to this container must be a label which is identical in content and format to the label in Attachment 1.

Animal Ethics Committee approval must be obtained prior to trial commencement.
APVMA to be notified of AEC Approval number prior to trial commencement.

Maximum number of animals to be Treated: 1800 pigs

Issued by



Delegated Officer

Draft Label Text: LETU Lactobacillus Fermentum
Immediate Container: Main Label
Text appearing above the Header and below the Footer lines is not included in the label

Attachment 1

**READ SAFETY DIRECTIONS BEFORE OPENING OR USING
FOR ANIMAL TREATMENT ONLY**

LETU™ Lactobacillus Fermentum

Active Constituent:

1 x 10⁶ cfu/g *Lactobacillus fermentum* jbc

**FOR RESEARCH USE ONLY
THIS PRODUCT IS NOT REGISTERED**

1 kg NET

Produced in Japan for:
Yang Yang China Holdings Limited
Suite 545, 5th Floor
Edgecliff Centre
Edgecliff NSW 2027

DIRECTIONS FOR USE

Prepare and administer according to approved Trial Protocol.

- **Do not add to feed prior to pelleting as the *L. fermentum* is heat-labile.**
- **Do not mix with concentrated mineral supplements or antibiotics, as the active ingredient is sensitive to these compounds.**
- **Ensure treated feed is consumed within 3 days following addition of LETU Lactobacillus Fermentum.**

SAFETY DIRECTIONS: Avoid contact with eyes.

FIRST AID: If poisoning occurs contact a doctor or poisons information centre. Phone 13 11 26.

WITHHOLDING PERIODS: NIL

Disposal: Dispose of empty container by wrapping with paper and putting in garbage.

Store at 2-8°C (Refrigerate, Do not freeze).

Batch No:

Expiry:



**Australian Pesticides &
Veterinary Medicines Authority**

18 Wormald Street
Symonston ACT 2609
PO Box E240 Kingston ACT 2604
T: (02) 6210 4793
F: (02) 6210 4813
E: ImportConsent@apvma.gov.au
W: www.apvma.gov.au



CONSENT TO IMPORT UNREGISTERED AGRICULTURAL OR VETERINARY CHEMICAL PRODUCT OR UNAPPROVED ACTIVE CONSTITUENT

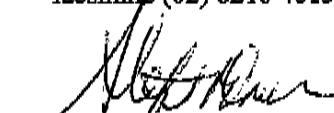
Mr Colin Archer

**Yang Yang China Holdings Ltd
PO Box 474
EDGECLIFF NSW 2027**

Under Section 69B of the *Agricultural and Veterinary Chemicals (Administration) Act 1992* consent is given to the following importation:

Consent to Import number:	<i>CON-2006-1741</i>
Name of Agvet chemical:	<i>Letu Lactobacillus Fermentum</i>
Active constituent(s):	<i>Lactobacillus Fermentum JBC</i>
Manufacturer's name and address:	<i>JBC Biological Company Pty Ltd Tokyo, Japan</i>
Company responsible for importation:	<i>Yang Yang China Holdings Ltd</i>
Quantity of chemical to be imported:	<i>Up to 1,000 kg during the validity period of this Consent</i>
The reason for importation:	<i>For use in research under the conditions of APVMA Permit No. 9519</i>
Port of entry:	<i>Sydney</i>
Estimated date of arrival:	<i>20 December 2006</i>
Consent validity period	From <i>06 December 2006</i> To <i>30 June 2007</i>

- If there are any changes to the information provided above, a new Consent to Import will be required.
- It should be noted that it is an offence to supply an unapproved active or unregistered product in Australia, and this Consent to Import does not constitute authority to supply under Part 4 Division 2 of the Agvet Code.
- If you require further information, please contact the Imports Coordinator on telephone (02) 6210 4793, facsimile (02) 6210 4813 or e-mail ImportConsent@apvma.gov.au.


.....
Stephen McDonald
Manager Compliance
Quality Assurance and Compliance

7/12/2006