



ANNOUNCEMENT BY OSIM INTERNATIONAL LTD IN RESPONSE TO GLOBAL ACTIVE LIMITED'S UPDATED RESULTS GUIDANCE FOR THE FINANCIAL YEAR ENDING 31 MARCH 2005

The Board of Directors (Board) of OSIM International Ltd (*OSIM*) refers to Global Active Limited's (GAL) updated results guidance for the financial year ending 31 March 2005 released on 29 March 2005.

OSIM previously had 23.92% equity interest in GAL and with effect from 2 March 2005 it has 40.05% equity interest in GAL. It has to equity account for its associated company share of profit and loss in GAL.

Having reviewed the above announcement, OSIM has made further downside revision to its estimate of GAL's results for the 1st quarter ending March 2005.

Notwithstanding the above revision, the Board is of the opinion that GAL's announcement is not expected to have a material financial effect on OSIM Group's operating and net profit for the 1st quarter ending 31 March 2005.

Further, we believe that our group performance is consistent with our previous guidance. Barring unforeseen circumstances, group revenue and net profit for FY2005 should exceed those achieved in FY2004. Net profit growth for FY2005 should be within the long term growth target of between 20% and 30%.

There is no material variance from the previous prospects statement.

RESPONSIBILITY STATEMENT

The directors of OSIM (including any who may have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this announcement are fair and accurate and that no material facts have been omitted, and they jointly and severally accept responsibility accordingly. Where any information has been extracted from published or publicly available sources (including, without limitation, in relation to Global Active and its subsidiaries and associated companies), the sole responsibility of the directors of OSIM has been to ensure through reasonable enquiries that such information is accurately extracted from such sources or, as the case may be, reflected or reproduced in this announcement.

By Order of the Board