

CHINA MEDICAL (INTERNATIONAL) GROUP LIMITED

(Company Registration No. 200505118M)
(the “Company”)

TERMINATION OF WARRANTS

1. TERMINATION OF WARRANTS

- 1.1 The board of directors (the “Board” of the “Directors”) of China Medical (International) Group Limited (the “Company” and together with its subsidiaries, the “Group”) wishes to announce that the Company has on 25 January 2017 entered into separate termination deeds (the “Termination Deeds”) with each of following warrantholders (the “Warrantholders” and each a “Warrantholder”) to terminate and cancel their respective number of unlisted warrants (the “Warrants”) constituted under the deed polls of the following dates:

S/N	Name of Warrantholder	Date of Deed Poll	Date of Expiry of Warrants	Number of Warrants terminated	Exercise price of Warrants	Original subscription price for the Warrants
1.	Ho Seow Kai	30 November 2016	30 November 2019	400,000,000	S\$0.0103	S\$200,000.00
2.	Lim Soon Fang	30 November 2016	2 December 2019	200,000,000	S\$0.0103	S\$100,000.00
3.	Ng Kai Man	11 June 2015	13 July 2020	200,000,000	S\$0.01125	S\$200,000.00
4.	Chew Soo Lin	11 June 2015	13 July 2020	240,000,000	S\$0.01125	S\$240,000.00
5.	Lau Eng Seng	11 June 2015	13 July 2020	200,000,000	S\$0.01125	S\$200,000.00
6.	Toh Ee-Han	11 June 2015	13 July 2020	200,000,000	S\$0.01125	S\$200,000.00
Total						S\$1,140,000.00

- 1.2 Pursuant to the Termination Deeds, each of the Warrantholders irrevocably surrenders all his right, interests and title to the Warrants in consideration of the payment by the Company of the cancellation fee (the “Cancellation Fee”) as set out below to each of the Warrantholders:

S/N	Name of Warrantholder	Cancellation Fee
1.	Ho Seow Kai	S\$200,000.00
2.	Lim Soon Fang	S\$100,000.00
3.	Ng Kai Man	S\$200,000.00
4.	Chew Soo Lin	S\$240,000.00
5.	Lau Eng Seng	S\$200,000.00
6.	Toh Ee-Han	S\$200,000.00
Total		S\$1,140,000.00

The Cancellation Fee was arrived at through negotiations between the parties which were conducted on an arm’s length basis, after taking into account the original subscription price, exercise price and date of expiry of the Warrants as well as the last traded price of the Company’s shares of S\$0.012 on 20 January 2017. The payment of the Cancellation Fee will be funded by internal resources as well as proceeds from fund raising exercises undertaken by the Company.

In this regard, the Company is exploring fundraising options and is currently in negotiations with a placement agent in relation to a potential placement exercise. Further announcements will be made when there are material developments in this respect.

- 1.3 Following the execution of the Termination Deeds, all the 1,440,000,000 Warrants shall be terminated, cancelled and of no further force or effect. Further, each of the Warrantholders shall have no claims of any nature whatsoever against the Company as a result of the termination and cancellation of the Warrants and they shall have no surviving right, title or interest in or to the Warrants nor any shares purchasable thereunder.
- 1.4 The Warrants issued and allotted to each of the Warrantholders were terminated with mutual consent. The Board is of the view that termination of the Warrants is to streamline and rationalise the Company's existing capital structure in view of potential future fund raising exercises.
- 1.5 None of the Directors (other than in his capacity as Director or Shareholder of the Company) nor substantial Shareholders of the Company has any interest, direct or indirect, in the Termination Deeds.
- 1.6 In addition to the above, 110,000,000 non-listed and non-transferable warrants (the "**2014 Warrants**") allotted and issued to Leong Woon Poh, Terry on 24 January 2014, each 2014 Warrant having an exercise price of S\$0.04338, were not exercised by 5.00 p.m. on 24 January 2017. Accordingly, the 2014 Warrants have expired and cease to be valid for any purpose whatsoever.
- 1.7 Accordingly, in view of the above cancellation of Warrants and the lapsing and expiry of the 2014 Warrants, as at the date of this announcement, save for the 66,179,592 outstanding listed warrants, the Company does not have any outstanding warrants.

2. DOCUMENTS AVAILABLE FOR INSPECTION

The Termination Deeds are available for inspection during normal business hours at the Company's registered office for a period of three (3) months from the date of this Announcement.

3. TRADING CAUTION

Shareholders and potential investors of the Company are advised to read this Announcement and any further announcements by the Company carefully. Shareholders of the Company are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

25 January 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.