NEW SILKROUTES GROUP LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199400571K)
(the "**Company**")

JOINT VENTURE WITH HEALS HEALTHCARE PTE. LTD.

The Board of Directors (the "**Board**" or the "**Directors**") of the Company is pleased to announce that the Company's subsidiary, New Silkroutes Capital Pte. Ltd. ("**NSC**") has entered into a joint venture agreement (the "**JVA**") dated 9 March 2020 with Heals Healthcare Pte. Ltd. ("**HH**"), a company incorporated in Singapore and engaged in the business of developing and maintaining clinic and hospital information systems.

Pursuant to the JVA, HH will subscribe for new shares in the capital of Silk Systems Pte. Ltd. ("**SSPL**") amounting to 70% of the total issued share capital of SSPL post-subscription. SSPL is currently a wholly-owned subsidiary of NSC with an issued share capital of S$10,000 comprising 10,000 shares and has been dormant since incorporation. After the issue of shares to HH, SSPL will have an issued share capital of S$1,510,000 comprising 33,333 shares. SSPL will be engaged in the business of developing IT platforms for the healthcare industry.

The above is not expected to have any material impact on the net earnings per share or the net tangible assets per share of the Company for the current financial year ending 30 June 2020.

Save for their interests in the Company, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above.

BY ORDER OF THE BOARD

Dr Goh Jin Hian
Executive Director and Chief Executive Officer

9 March 2020