

INTERNATIONAL HEALTHWAY CORPORATION LIMITED

Registration No.: 201304341E

(Incorporated in the Republic of Singapore)

(In receivership over charged shares in certain subsidiaries)



SALE OF TWO PROPERTIES IN ST KILDA ROAD, MELBOURNE

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Company's announcements dated 3 May 2016, 6 May 2016, 8 July 2016, 8 August 2016, 15 August 2016, 16 September 2016, 13 October 2016, 21 October 2016 and 14 November 2016 (the "Announcements"), in relation to, inter alia, the appointment of receivers over certain subsidiaries of the Company.

The Board of Directors (the "**Board**") of International Healthway Corporation Limited (the "**Company**") is pleased to announce that it has been informed by the Westpac Receiver that contracts of sale for the Company's two properties in Melbourne, Australia ("**Sale of St Kilda Properties**") have been signed for a combined contracted price of AUD117,750,000 (subject to adjustments). Details are as follows:

Contracts of Sale Exchanged

1. Contract of Sale of **541 St Kilda Road** (with some conditions) was exchanged on 17 November 2016 with settlement scheduled for 16 January 2017. The contracted price is AUD47,750,000 (subject to adjustments).
2. Contract of Sale of **553 St Kilda Road** was exchanged on 21 November 2016 with settlement scheduled for 20 February 2017. The contracted price is AUD70,000,000 (subject to adjustments).

Background information on these properties

1. These properties are mortgaged to Westpac Banking Corporation ("**Westpac**") and Qualitas Real Estate Finance Pty Ltd ("**Qualitas**"), for loans of AUD44,300,000 from Westpac and AUD7,575,000 from Qualitas;
2. The combined valuation of these two properties as appraised by Savills Valuations Pty Ltd as at 31 December 2015 was approximately AUD87,000,000;
3. These two properties were acquired by the Company in 2014 for a combined purchase price of approximately AUD80,750,000 before acquisition costs.

Application of Sales Proceeds

1. The net sales proceeds from the Sale of the St Kilda Properties, as well as from the impending sale of the Company's property in Geelong, Australia, ("**Geelong Property**") will be applied in the manner as set out in the announcement dated 21 October 2016 ("**21 October 2016 Announcement**"). The amount of the net proceeds from the sale of the Company's three properties in Australia attributable to the Company will be dependent on the sale price of the Geelong property and the amounts to be applied as described in the 21 October 2016 Announcement.

The Company will provide further updates on the Sale of St Kilda Properties through SGXNET if and when it is informed of any material developments relating thereto.

Shareholders of the Company are, in the meantime, advised to exercise caution when trading in shares of the Company. When in doubt as to the action they should take, shareholders should consult their financial, tax or other advisors.

By Order of the Board

Lim Beng Choo
Executive Director
24 November 2016

*This announcement has been prepared by International Healthway Corporation Limited (the “**Company**”) and its contents have been reviewed by 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 Ms Gillian Goh, Director, Head of Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.