HEALTHWAY RECEIVES INITIAL PROCEEDS FROM CONVERTIBLE NOTES ISSUANCE

SINGAPORE, 27 March 2017 – Healthway Medical Corporation Limited ("Healthway") has on 24 March 2017 announced that it has received the initial net proceeds from the first tranche of its convertible notes issuance to Singapore-based private equity firm Gateway Partners ("Gateway").

This follows the receipt of the Listing and Quotation Notice ("LQN") from the Singapore Exchange Securities Trading Limited ("SGX-ST"). The LQN is for the listing of and quotation of up to 295,508,274 conversion shares to be issued upon the conversion of the first tranche of Convertible Notes "B" ("T1 CN B Conversion Shares"). The first tranche of the Convertible Notes "B" comprise a principal amount of S$10 million.

T1 CN B Conversion Shares will be issued at a conversion price of S$0.03384 each.

Healthway had earlier announced that it will issue Convertible Notes "B" to Gateway for an aggregate principal amount of S$70 million, in two tranches. The issue of the second tranche of Convertible Notes "B" which comprise a principal amount of S$60 million is subject to shareholders' approval.

Directors' Responsibility Statement

The directors of the Company collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the disposal, the Company and its subsidiaries, and the directors of the Company are not aware of any facts the omission of which would make any statement in this announcement misleading.

Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the directors of the Company has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

About Healthway

Healthway Medical Group offers quality primary and specialist healthcare services across the medical field in paediatrics, orthopaedics, dental surgery, ear, nose & throat, sports medicine, aesthetics, child development, ophthalmology, psychological wellness, cardiology, general surgery, specialist dentistry, obstetrics and gynaecology. The Group has a strong presence in Singapore, owning, operating and managing almost 100 medical centres and clinics which are easily accessible and located in the communities.

Since our establishment in 1990, Healthway Medical and our subsidiaries have stayed committed to providing accessible quality care with positive outcomes to our patients.

For queries, please contact:

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

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

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