ASIAMEDIC LIMITED
(Incorporated in the Republic of Singapore)
Company Registration No.: 197401556E

RE-ALLOCATION OF AND USE OF PROCEEDS FROM PRIVATE PLACEMENT OF 51,500,000 NEW ORDINARY SHARES IN THE CAPITAL OF ASIAMEDIC LIMITED

The Board of Directors of AsiaMedic Limited (the "**Company**") refers to the announcement dated 21 January 2016 on the completion of the private placement of 51,500,000 new ordinary shares in the capital of the Company (the "**Placement**") and wishes to announce a re-allocation of the use of the net proceeds from the Placement.

The Company had intended to utilise the entire net proceeds of approximately S$2.81 million towards the purchase of medical and other equipment as well as for upgrading of operational facilities.

In consideration of the Group's cash flow and reduced capital expenditure requirements, the Company is of the view that the unutilised net proceeds from the Placement should be re-allocated to the general working capital requirements of the Group, which include manpower costs and payments to suppliers.

Pursuant to the re-allocation, the re-allocation of and the use of the net proceeds as at the date of this announcement is as follows:

Use of net proceeds (S$'000)	**Amount originally allocated**	**Amount after re-allocation**	**Amount utilised**	**Balance**
Purchase of medical and other equipment, as well as for upgrading of operational facilities	2,810	909	536 (1)	373
General working capital	-	1,901	811	1,090
Total	**2,810**	**2,810**	**1,347**	**1,463**

Note:
(1) The amount utilised in the previous results announcement for the six months ended 30 June 2017 was S$417,000.

The Company will provide updates as when the funds are materially disbursed.

BY ORDER OF THE BOARD

Foo Soon Soo (Ms)
Company Secretary

1 March 2018

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Xandar Capital Pte Ltd (the "**Sponsor**"), for compliance with the Listing Manual (Section B: Rules of Catalist) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements made, opinions expressed or reports contained in this announcement. This announcement has not been examined or approved by the SGX-ST. The SGX-ST and the Sponsor assume no responsibility for the contents of this announcement including the correctness of any of the statements made, opinions expressed or reports contained in this announcement.*

Contact person for the Sponsor: Ms Pauline Sim (Registered Professional, Xandar Capital Pte Ltd)
Address: 3 Shenton Way, #24-02 Shenton House, Singapore 068805
Telephone number: (65) 6319 4954