NEW SILKROUTES GROUP LIMITED

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

MEMORANDUMS OF UNDERSTANDING IN RELATION TO THE PROPOSED ACQUISITIONS OF CERTAIN HEALTHCARE COMPANIES AND THE INCORPORATION OF HSI NOMINEES B PTE. LTD.

Memorandums of Understanding in relation to the Proposed Acquisitions of Certain Healthcare Companies

1. Introduction

The board of directors (the "**Board**" or the "**Directors**") of New Silkroutes Group Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Company has, on 26 June 2018, entered into separate memorandums of understanding (the "**MOU**") with the following persons (the "**Vendors**") to acquire 60% of the total issued and paid-up share capital of each of the following companies (the "**Target Companies**") as set out below (the "**Proposed Acquisitions**"):

Vendors	Target Company
Aw Lee Fhoon @ Lily Aw	Lily Aw Medical Services Pte Ltd
Hiak Tai Soon Ho Hern Lu Lim Seok Cheng Sabrina Michael Chong Chee Keong Roy Ong Eu Jin	HL Family Clinic & Surgery (Bedok) Pte. Ltd.
Hiak Tai Soon Lim Seok Cheng Sabrina	HL Dermahealth Aesthetic Clinic Pte. Ltd.
Hiak Tai Soon Lim Seok Cheng Sabrina	HL Clinic Pte Ltd
Hiak Tai Soon Khoo Bee Sim	HK Family Clinic & Surgery Pte. Ltd.
Chua Kok Keong Low Wymin (Liu Weiming)	Dr Chua's Family Clinic Pte. Ltd.

The total consideration for the Proposed Acquisition is expected to be S$11,712,000. The Company will be conducting broad-based legal and financial due diligence on the Target Companies. Upon completion of the broad-based legal and financial due diligence, the Company and the Vendors will use their best endeavours

to finalise on a willing-seller, willing-buyer basis the final consideration for each of the Target Companies. As such, the final consideration for the Proposed Acquisition may be subject to adjustments after the broad-based due diligence.

2. Information on The Target Companies

The Target Companies are in the business of providing medical/healthcare services through general practitioner and aesthetic clinics. The clinics operated by the Target Companies are registered with the Ministry of Health and the doctors employed in the clinics are registered with the Singapore Medical Council.

3. Rationale of The Proposed Acquisitions

The Proposed Acquisitions are in line with the Group's business strategy to expand its healthcare division, which the Board believes has the potential for growth to the benefit of the Company and its shareholders. The Board is of the view that the Proposed Acquisitions will reinforce the Company's earnings base, strengthen the Group's operations and financial position, and enhance the long-term interests of shareholders.

4. Principal Terms of the Proposed Acquisitions

The Company will be conducting legal and financial due diligence on the Target Companies and will use its best endeavours to negotiate and enter into a share sale and purchase agreement (the "**SPA**") within one (1) week from the completion of the due diligence.

The Proposed Acquisitions will be subject to the approval of shareholders of the Company to the extent required by the Listing Manual of the SGX-ST.

5. Interests of Directors and Controlling Shareholders

None of the Company's Directors or controlling shareholders or their associates has any interest, direct or indirect, in the Proposed Acquisitions, other than through their respective shareholdings (if any) in the Company.

6. Cautionary Statement

Shareholders are advised that the Proposed Acquisitions are subject to the conditions in the MOU being fulfilled and there is no certainty or assurance that the Proposed Acquisitions will be completed or that no changes will be made to the terms of the Proposed Acquisitions. Accordingly, shareholders are advised to exercise caution in dealings with the shares, to read this announcement and any further update announcement(s) released by the Company carefully and should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

7. Further Announcements

The Company will make further announcement(s) in relation to the Proposed Acquisitions as and when there are any material developments on the same.

Incorporation of HSI Nominees B Pte. Ltd.

The Board is pleased to announce that the Company's indirect subsidiary, Healthsciences International Pte. Ltd., has on 26 June 2018 incorporated a new subsidiary in Singapore named HSI Nominees B Pte. Ltd. (the "**Incorporation**"). HSI Nominees B Pte. Ltd. is an

investment holding company.

The Incorporation was funded through the Company's internal resources and 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 2018.

BY ORDER OF THE BOARD

Dr Goh Jin Hian
Executive Director and Chief Executive Officer

26 June 2018