HEALTHWAY MEDICAL CORPORATION LIMITED
Registration No.: 200708625C

PROPOSED ACQUISITION BY INTERNATIONAL HEALTHWAY CORPORATION LIMITED OF ALL THE ISSUED AND PAID-UP ORDINARY SHARES IN THE CAPITAL OF HEALTHWAY MEDICAL CORPORATION LIMITED BY WAY OF A SCHEME OF ARRANGEMENT

- TERMINATION OF THE SCHEME OF ARRANGEMENT

1. INTRODUCTION

The board of directors (the "**Board**" or "**Directors**") of Healthway Medical Corporation Limited (the "**Company**") refers to the announcements dated 19 June 2015, 1 July 2015, 3 September 2015, 16 September 2015, 21 September 2015, 30 December 2015, 23 February 2016, 24 May 2016, 30 June 2016 and 1 July 2016 respectively in relation to the proposed acquisition by International Healthway Corporation Limited ("**IHC**") of all the issued and paid-up ordinary shares in the capital of the Company (the "**Shares**") by way of a scheme of arrangement (the "**Scheme**") under Section 210 of the Companies Act, Chapter 50 of Singapore and in accordance with the Singapore Code on Take-overs and Mergers.

2. TERMINATION OF THE SCHEME OF ARRANGEMENT

The Board wishes to update the Shareholders that the Securities Industry Council has informed the Company that it consents to the withdrawal of the Scheme. As stated in the Company's announcements on 30 June 2016 and 1 July 2016, the conditions precedent under the Implementation Agreement have not been fulfilled by the long stop date of 30 June 2016. Following the clearance from the Securities Industry Council, the Scheme contemplated under the Implementation Agreement shall accordingly be terminated with effect from today.

3. RESPONSIBILITY STATEMENT

The Directors (including those who have delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this announcement are fair and accurate and that there are no material facts not contained in this announcement, the omission of which would make any statement in this announcement misleading, and they jointly and severally accept responsibility accordingly. Where any information has been extracted or reproduced from published or otherwise publicly available sources, the sole responsibility of the Directors has been to ensure through reasonable enquiries that such information is accurately extracted from such sources or, as the case may be, accurately reflected or reproduced in this announcement.

By Order of the Board

Wong Ong Ming, Eric
Non-Executive Non-Independent Chairman
8 August 2016

---

*This announcement has been prepared by Healthway Medical 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.