



PERENNIAL REAL ESTATE HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No.: 200210338M)

UPDATE ON JOINT VENTURE WITH CHINA BOAI MEDICAL GROUP

Perennial Real Estate Holdings Limited ("**PREH**") refers to its announcement dated 3 July 2015 on the joint venture agreement ("**JVA**") with Guangdong Boai Medical Group Co., Ltd, a subsidiary of the China Boai Medical Group ("**BOAI**") to jointly invest, develop and manage hospital services throughout the People's Republic of China.

PREH wishes to announce that pursuant to a supplemental agreement to the JVA, PREH's wholly owned subsidiary, Perennial Healthcare Pte Ltd, shall hold a shareholding interest of 81.63% in the joint venture entity, St Stamford International Medical Pte Ltd. ("**SSIM**") (the "**Subscription**"). The remaining shareholding interest of 18.37% in SSIM shall be held by BOAI International Ltd. ("**BOAI International**"), a wholly owned subsidiary of BOAI. SSIM, through its wholly owned subsidiary, St Stamford International Medical Hong Kong Ltd, in turn owns an equity interest of 49% of 广州现代医院有限责任公司 Modern Hospital Guangzhou Limited Liability Company ("**MHG**"), which operates and manages the Modern Hospital Guangzhou.

Following from the above Subscription, PREH's and BOAI's effective stakes in MHG will remain at 40% and 60% respectively in accordance with the JVA. The other terms of the JVA remain unchanged.

The aggregate consideration for the Subscription is RMB286.7 million (approximately S\$63 million) and will be funded with a combination of internal funds and external borrowings.

The above transaction is not expected to have any material impact on the net tangible assets or earnings per share of PREH for the current financial year.

Following the above transaction, SSIM, SSIMHK and MHG have become associated companies of PREH.

Save for their respective shareholdings in PREH, none of the directors, controlling shareholders or substantial shareholders of PREH, has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Sim Ai Hua

Company Secretary

7 June 2016

Singapore

DBS Bank and Standard Chartered Bank acted as Joint Financial Advisers in relation to the reverse take-over of the Company which was completed on 27 October 2014.
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About Perennial Real Estate Holdings Limited (www.perennialrealestate.com.sg)

Perennial Real Estate Holdings Limited (“**Perennial**”) is an integrated real estate and healthcare company headquartered and listed in Singapore. As a real estate owner, developer and manager, Perennial focuses strategically on large-scale mixed-use developments and has a presence in China, Singapore, Malaysia and Ghana with a combined portfolio spanning over 45 million square feet in gross floor area. Perennial is also a healthcare services owner and operator focused predominantly on China and its healthcare business services include medical, hospital, eldercare and senior housing, and maternal and child health management.

Perennial is a dominant commercial developer with sizeable integrated developments in China, of which two are regional commercial hubs adjacent to the two largest high speed railway stations in the country, being Chengdu East High Speed Railway Integrated Development and Xi'an North High Speed Railway Integrated Development. Other landmark projects in Perennial's portfolio include Beijing Tongzhou Integrated Development, Shenyang Longemont Integrated Development and Zhuhai Hengqin Integrated Development.

In Singapore, Perennial has invested in and manages prime iconic properties located in the Civic District, Central Business District and Orchard Road precinct, such as CHIJMES, Capitol Singapore, AXA Tower, TripleOne Somerset, House of Tan Yeok Nee and Chinatown Point mall.