HEALTHWAY MEDICAL CORPORATION LIMITED
Registration No.: 200708625C

USE OF PROCEEDS FROM THE PLACEMENT (AS DEFINED HEREIN)

The Board of Directors (the "**Board**") of Healthway Medical Corporation Limited (the "**Company**") refers to the placement of up to 133,300,000 new ordinary shares in the capital of the Company at a placement price of S$0.03 per share which was completed on 27 September 2016 (the "**Placement**").

The Board wishes to announce that as at the date of this announcement, the net proceeds raised by the Company from the Placement which amounted to approximately S$3,750,000 (after deducting expenses pertaining to the Placement of approximately S$249,000), had been fully utilised as follows:

Intended purposes	**Amount allocated S$**	**Amount utilised as at the date of this announcement S$**	**Balance as at the date of this announcement S$**
Working Capital	1,687,500	1,687,500	-
Expansionary Plan in Singapore	2,062,500	2,062,500	-
Total	3,750,000	3,750,000	-

All of the net Placement proceeds were used in accordance with the intended purposes as stated in the Company's announcement dated 29 August 2016.

By Order of the Board

Veronica Chan Wee Ping
President
25 October 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.