

INTERNATIONAL HEALTHWAY CORPORATION LIMITED

Registration No.:201304341E
(Incorporated in the Republic of Singapore)
(In receivership over charged shares in certain subsidiaries)



UPDATE TO SHAREHOLDERS

– Comfort Letter from OUE Limited

COMFORT LETTER FROM OUE LIMITED

Reference is made to the following announcements released by International Healthway Corporation Limited ("**Company**") on (i) 16 February 2017 in relation to the mandatory unconditional cash offer made by Standard Chartered Bank and Credit Suisse (Singapore) Limited for and on behalf of Treasure International Holdings Pte. Ltd. ("**Offeror**"), a direct wholly-owned subsidiary of OUE Limited, to acquire all of the issued and paid up ordinary shares in the capital of the Company not already owned, controlled or agreed to be acquired by the Offeror and parties acting or deemed to be acting in concert with it; and (ii) 18 February 2017 in relation to the change of shareholding event under the Multicurrency Medium Term Note ("**MTN**") Programme whereby, *inter alia*, noteholders are entitled at their option to redeem their MTNs in the manner provided for under the trust deed dated 23 January 2015 (the "**Announcements**").

The Board of Directors of the Company ("**Board**") wishes to inform shareholders that further to the Announcements, and in view of the Company's financial situation, it has approached OUE Limited, and in response thereto, OUE Limited has on 17 February 2017 issued a comfort letter to the Company ("**Comfort Letter**").

OUE Limited has stated in the Comfort Letter that it intends to review the business and financial situation of the Company and its subsidiaries ("**Group**"), and to engage with the Group's creditors and stakeholders with a view to understanding, addressing and, if necessary, restructuring the financing of the Group. In particular, OUE Limited has set out in the Comfort Letter that its long-term intention, subject to the foregoing review, is to work towards stabilising the Company's business and financial position, with the understanding that the Company is expected to operate as a going concern in view of its listing status on the Catalist Board of the Singapore Exchange Securities Trading Limited ("**SGX-ST**").

In light of the foregoing, the Board considers it appropriate to request for a resumption of trading of the Company's shares on the Catalist Board of the SGX-ST as soon as practicable.

UPDATES TO SHAREHOLDERS

The Board will continue to keep shareholders updated on any subsequent material developments. Shareholders should exercise caution when trading in the Company's shares. In the meantime, persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors of the Company (including those who have been 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 no material facts have been omitted from this announcement, 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 of the Company 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

Tay Eng Kiat Jackson
Director
21 February 2017

*This announcement has been prepared by 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.