



PACIFIC HEALTHCARE HOLDINGS LTD.
(Company Registration No: 200100544H)

DIVESTMENT IN PACIFIC ACTIVITY CENTRES PTE. LTD.

1. Introduction

The Board of Directors of Pacific Healthcare Holdings Ltd. (the “**Company**”) and its subsidiaries (“**the Group**”) wishes to announce that on 27 March 2015, it has agreed with Pacific Eldercare and Nursing Pte. Ltd. (“**PEN**”) to transfer its entire shareholdings in Pacific Activity Centres Pte. Ltd. (“**PAC**”) to PEN at a total cash consideration of S\$185,500/- (“**the Disposal**”).

2. Background of PAC and PEN

PAC is a 35% associated company of the Company, incorporated in Singapore with an issued and paid up share capital of S\$100/-. The Principal activities of PAC are social services for the elderly (eg befriending services, meal services, drop-in services) and management consultancy services for healthcare organisations.

PEN is a 20% associated companies of the Company incorporated in Singapore with an issued and paid up share capital of S\$3,100,000/-. The principal activities of PEN are formation, operation and management of Nursing Homes.

3. Rationale for the Disposal

The rationale of the Disposal is the streamlining of the Shareholders’ interest in the Group’s eldercare business.

The Consideration was arrived based on willing buyer and willing seller basis.

Following the completion of the Disposal, the effective interest of the Company in PAC will be reduced from 35% to 20% via PEN.

4. Financial Effects

The Disposal is not expected to have material impact in the net tangible assets per share and earnings per share of the Company for the financial year ending 31 December 2015.

5. Interest of Directors and Controlling Shareholders

None of the Directors or controlling shareholders of the Company has an interest, direct or indirect (other than through their shareholdings in the Company), in the Disposal.

By Order of the Board

Wong Yee Kong (Andrew)
Chief Executive Officer
27 March 2015