HEALTHWAY MEDICAL CORPORATION LIMITED
(Company Registration No.: 200708625C)
(Incorporated in the Republic of Singapore)

EMPHASIS OF MATTER BY INDEPENDENT AUDITOR ON THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

Pursuant to Rule 704(4) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Section B: Rules of Catalist ("**Catalist Rules**"), the Board of Directors ("**Board**") of Healthway Medical Corporation Limited (the "**Company**") wishes to announce that its Independent Auditor, PricewaterhouseCoopers LLP, has issued its Independent Auditors' Report dated 29 June 2017 for the financial statements of the Company and its subsidiaries (the "**Group**") for the financial year ended 31 December 2016 ("**FY2016**") and included an Emphasis of Matter ("**Emphasis of Matter**"). The Emphasis of Matter is in respect of the unknown outcome of the review by the independent reviewer appointed by the Audit Committee of the Company to look into the extension of loans by the Group to Healthway Medical Enterprises Pte. Ltd. and Wei Yi Shi Ye Co. Ltd., with the objective of establishing whether there are any breaches of the Catalist Rules. The appointment of the independent reviewer was requested by the SGX-ST and was announced by the Company on 27 February 2017. The outcome of the review is unknown as the independent reviewer has yet to complete their review and the Group has not received any reports from the independent reviewer. The audit opinion of the Independent Auditors' Report, however, is not modified in respect of this matter.

Please refer to a copy of the aforesaid Independent Auditors' Report, together with the extract of the Note 31(d) to the financial statements, annexed to this announcement for further information.

The Independent Auditors' Report and a complete set of the Group's audited financial statements for FY2016 will form part of the Company's Annual Report for FY2016 ("**FY2016 Annual Report**") which will be released on SGXNET and despatched to the Shareholders of the Company in due course. Shareholders of the Company are advised to read this announcement in conjunction with the FY2016 Annual Report.

BY ORDER OF THE BOARD

Veronica Chan Wee Ping
President

30 June 2017

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*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 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.