

TIANJIN ZHONG XIN PHARMACEUTICAL GROUP CORPORATION LIMITED

(Company Registration No.91120000103100784F)

(Incorporated in the People's Republic of China)

(the "Company")

EXCHANGE RATE USED IN DETERMINING PAYMENT OF INTERIM DIVIDEND IN SINGAPORE CURRENCY

The board of directors (the "**Board**") of Tianjin Zhong Xin Pharmaceutical Group Corporation Limited (the "**Company**") refers to the previous announcement of the books closure date by the Company dated 29 November 2016 (the "**Prior Announcement**"). Capitalised terms not defined herein shall bear the same meaning as terms defined in the Prior Announcement.

The Board wishes to announce that the Interim Dividend in respect of the financial period ended 30 June 2016 of RMB10 cents per ordinary Share, shall be paid to the S-Shareholders in Singapore currency based on an exchange rate of approximately 1 RMB:\$0.2064 (being the prevailing exchange rate as at 5.00 p.m. on the Books Closure Date). Accordingly, the Interim Dividend to be paid in Singapore currency will be 2.064 Singapore cents per Share.

The Board wishes to re-iterate that the Interim Dividend payable to S-Shareholders shall be subject to a tax rate of 10% under the PRC tax law.

The Interim Dividend is expected to be paid on or about 23 December 2016.

By order of the Board

Jiao Yan

Company Secretary

7 December 2016