



INCORPORATION OF JOINT VENTURE COMPANY BY STEM MED PTE. LTD.

The Board of Directors (the “**Board**” or “**Directors**”) of TalkMed Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to announce that its subsidiary, Stem Med Pte. Ltd. (“**Stem Med**”) had incorporated on 1 March 2017 in Singapore, Stem Med Indonesia Pte. Ltd., a joint venture company (“**JV**”) with minority partner Andreas Wihardja.

Stem Med intends to utilise the JV as a vehicle to explore business opportunities with respect to, i) the operation of cellular laboratories and storage facilities; and ii) possible operation of cellular therapeutics clinics in Indonesia. Further details of the JV are as follows:

| | | |
|---|---|---|
| Name of joint venture company | : | Stem Med Indonesia Pte. Ltd. |
| Issued and paid-up share capital | : | \$100 comprising 100 ordinary shares |
| Percentage of issued and paid-up capital held by Stem Med | : | 90% |
| Effective interest of the Company in the JVA | : | 54% by virtue of the Company’s 60% interest in Stem Med |

The incorporation of the JV is funded by the existing funds of Stem Med and is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2017.

Dr Ang Peng Tiam, an Executive Director, Chief Executive Officer and a controlling shareholder of the Company and Dr Teo Cheng Peng, a substantial shareholder of the Company, are also directors and substantial shareholders of StemCord Pte. Ltd. (“**StemCord**”), holding 17.35% and 35.66% interests respectively in StemCord. StemCord holds a 40% interest in Stem Med, which is a joint venture set up with the Company on 21 January 2015 for the provision of medical services related to cellular therapy.

Save as disclosed above, none of the Directors, controlling shareholders or substantial shareholders of the Company have any interest, direct or indirect, in the above incorporation of the JV other than through their respective shareholdings in the Company.

By Order of the Board

Ang Peng Tiam
Chief Executive Officer
2 March 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Hong Leong Finance Limited (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact person for the Sponsor is Mr Tang Yeng Yuen, Vice President, Head of Corporate Finance, at 16 Raffles Quay #40-01A Hong Leong Building, Singapore 048581, Telephone number: (65) 6415 9886

