

HC SURGICAL SPECIALISTS LIMITED

Incorporated in the Republic of Singapore

Registration No. 201533429G

DISPOSAL OF THE ENTIRE ISSUED SHARE CAPITAL IN CTK TAN SURGERY PTE. LTD.

1. INTRODUCTION

The Board of Directors (the "**Board**") of HC Surgical Specialists Limited (the "**Company**") and together with its subsidiaries and associated company, the "**Group**") wishes to inform shareholders that it has on 6 September 2019, entered into an agreement ("**Agreement**") with Dr. Charles Tan Tse Kuang (the "**Purchaser**" or "**Dr. Tan**") to dispose its 100.0% stake in the Company's subsidiary, CTK Tan Surgery Pte. Ltd. ("**CTK**") (the "**Sale Shares**") (the "**Disposal**").

CTK was incorporated on 4 September 2012 in the Republic of Singapore and operates a specialist clinic. Based on the audited accounts of CTK for the twelve months ended 31 May 2019, the net tangible asset and net asset value of CTK as at 31 May 2019 was S\$49,000.

Following the completion of the Disposal today, CTK is no longer a subsidiary of the Company.

The Purchaser is independent of the Group, the Company's Directors, Chief Executive Officer and controlling shareholders or their associates.

2. CONSIDERATION

The consideration for the Sale Shares is S\$1.00 (the "**Consideration**") which has been fully satisfied in cash.

The Consideration was arrived at on a willing buyer willing seller basis, pursuant to the terms in the sale and purchase agreement entered between the Company and Dr. Tan on 4 August 2016.

3. OTHER INFORMATION

The Disposal was made following the resignation of Dr. Tan on 2 September 2019.

As set out in the Company's Offer Document dated 25 October 2016, Dr. Tan had provided the Group with a profit guarantee of S\$150,000 per year for a period of three years from 1 September 2016. This has been fulfilled prior to the Disposal. The Disposal has no material impact to the net tangible assets per share and earnings per share of the Group for the current financial year ending 31 May 2020.

4. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

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

By Order of the Board

Dr. Heah Sieu Min
Executive Director and Chief Executive Officer

6 September 2019

About HC Surgical Specialists Limited

HC Surgical Specialists Limited (the “Company”) was incorporated on 1 September 2015 in Singapore and listed on Catalist of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) on 3 November 2016. The Company and its subsidiaries are a medical services group primarily engaged in the provision of endoscopic procedures, including gastroscopies and colonoscopies, and general surgery services with a focus on colorectal procedures across a network of 15 clinics located throughout Singapore.

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”) in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST. 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 Ms. Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and Email: sponsorship@ppcf.com.sg).