

[For immediate release]



Union Medical Healthcare Proposes to Acquire 75% Stakes in Two Medical Equipment and Medication Suppliers for HK\$37.73Million

The Acquisitions Will Consolidate the Group's Leading Position and Generate Synergy

(2 November 2016, Hong Kong) –) Union Medical Healthcare Limited (“Union Medical Healthcare” or the “Company”, which together with its subsidiaries is known as the “Group”; SEHK stock code: 2138), a leading aesthetic medical service provider in Hong Kong, is pleased to announce today that its wholly-owned subsidiary, Union Medical Technology Holdings Limited (the “**Purchaser**”), has entered into an agreement to acquire 75% equity stakes in a medical equipment supplier and a medication supplier for HK\$37.731million.

The two acquisition targets are Good Union Corporation Limited, which is engaged in the supply and distribution of medical consumables, medications, medical devices and equipment, and Good Union Medical Limited, which is engaged in the supply of medications through its 30%-owned associate. The two companies have aesthetic medical or traditional beauty service providers as their target customers. Pursuant to the agreement, the sellers of the equity interests in the two companies will provide a 10-year aggregated profit guarantee of over HK\$74 million.

Mr. Gabriel Lee, Executive Director and Chief Operating Officer of Union Medical Healthcare said, “We believe that the acquisitions will boost the Group’s financial results in the future, and will enhance its medical services and aesthetic medical services through synergy. Meanwhile, the acquisitions will also enable the Group to leverage the most advanced medical technology and provide the latest medical equipment and medications. This will also help us diversify our business portfolio and develop a one-stop service platform to attract more distributors in Greater China.”

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About Union Medical Healthcare Limited

Union Medical Healthcare is a one-stop aesthetic medical and beauty solution provider. The Group is the largest aesthetic medical service provider in Hong Kong in terms of revenue in the year ended 31 December 2014, according to the Frost & Sullivan Report. The Group ranked first in Hong Kong from 2012 to 2014 in terms of the number of aesthetic injection procedures performed involving utilisation of the top-six revenue-generating aesthetic medications in Hong Kong; and is one of the top three service providers for Invisalign®, clear teeth aligners, in Hong Kong. The Group has successfully built DR REBORN, a well-recognised brand in Hong Kong, with the reputation of being a premier provider of aesthetic medical services in Hong Kong.

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