



ECON HEALTHCARE (ASIA) LIMITED
(Company Registration Number: 200400965N)
(Incorporated in Singapore on 28 January 2004)

**PROGRESSING ON CHINA STRATEGIC EXPANSION
– SIGNING OF SHAREHOLDERS’ AGREEMENT FOR SECOND NURSING HOME IN CHINA**

The Board of Directors of Econ Healthcare (Asia) Limited (the “**Company**”) together with its subsidiaries (the “**Group**”) wishes to announce that our wholly-owned subsidiary, Econ Healthcare (China) Pte. Ltd. has entered into a shareholders’ agreement with our joint venture partners, Chongqing Guangda Bailingbang Eldercare Industry Group Co. Ltd. (重庆光大百龄帮康养产业集团有限公司) (“**Bailingbang**”) and Chongqing Mengxiangjia Technology Co., Ltd. (重庆梦享家科技有限公司) (“**Mengxiangjia**”) (the “**Changshou Shareholders’ Agreement**”) in connection with the proposed ECON Medicare Centre and Nursing Home – Changshou (“**ECON Changshou**”)

Expected to be operational by 2022, ECON Changshou will be the Group’s second nursing home in China. Located at Yucai Road, Changshou District, Chongqing, ECON Changshou has a built-up area of close to 7,200 sq m., and a projected bed capacity of 280 beds.

The Company announced on 24 May 2021, titled “Incorporation of a Joint Venture Company”, that it has incorporated a joint venture company, Chongqing Changshou Yikang Bailingbangyanjia Eldercare Co., Ltd. (重庆市长寿区宜康百龄帮晏家养老服务有限公司) (“**Changshou Yikang Bailingbangyanjia**”), which will be the operator for ECON Changshou. The Group holds the majority stake of 70% of Changshou Yikang Bailingbangyanjia, while Bailingbang and Mengxiangjia holds 20.0% and 10.0% respectively. The holding company of our JV partner, Bailingbang, is Guangda Eldercare Health Industry Development Co. Ltd (光大养老健康产业发展有限公司), which is ultimately 100% owned by China Everbright Limited that is listed on the Hong Kong Stock Exchange.

ECON Changshou will be the second nursing home under the Group in China. The first nursing home is ECON Medicare Centre and Nursing Home – Chongqing, which started operations on 17 May 2021 and achieved an occupancy rate of 30% in its first month of operation.

The signing of the Changshou Shareholders’ Agreement is not expected to have any material impact on the earnings per share or net tangible assets per share of the Group for the financial year ending 31 March 2022.

None of the Directors, controlling shareholders or substantial shareholders of the Company has any interest, direct or indirect, in the signing of the Changshou Shareholders’ Agreement, save for their shareholdings in the Company.

BY ORDER OF THE BOARD

Ong Chu Poh
Executive Chairman and Group Chief Executive Officer
14 June 2021

This announcement has been prepared by the Company and its contents have been reviewed by the, DBS Bank Ltd ('Sponsor') for compliance with the Catalist Rules. The Sponsor has not independently verified the contents of this announcement. 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 accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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