

Q & M DENTAL GROUP (SINGAPORE) LIMITED
Company Registration No. 200800507R

USE OF PLACEMENT PROCEEDS

The Board of Directors of Q & M Dental Group (Singapore) Limited (the "Company") wishes to provide an update on the use of the gross proceeds of approximately S\$20 million raised from the Placement. As at 16 December 2009, the Company has utilized an aggregate of approximately S\$5.6 million of the gross proceeds raised from the Placement for the following purposes:

(i)	Repayment of inter-company loans to certain wholly-owned subsidiaries of the Company for the purpose of expenses and professional fees in relation to the Placement	S\$1.1 million
(ii)	Repayment of inter-company loans to certain wholly-owned subsidiaries of the Company for working capital requirements	S\$1.5 million
(iii)	Expenses and professional fees in relation to the Placement	S\$1.0 million
(iv)	Setting up of Q&M Dental Centre at City Square Mall	
	- Purchase of dental equipment	S\$1.4 million
	- Renovation, including the repayment of bank loans taken up for the purpose of renovation	S\$0.6 million
	Total Placement proceeds utilized as at (16/12/2009)	<u>S\$5.6 million</u>

The Company will continue to make periodic announcements on the utilization of the balance of the gross proceeds from the Placement as and when such proceeds are materially disbursed.

On Behalf of the Board

Dr Ng Chin Siau
Executive Director
18/12/2009

The initial public offering of the Company's shares was sponsored by Collins Stewart Pte. Limited.