

Q & M DENTAL GROUP (SINGAPORE) LIMITED

(Company Registration No. 200800507R)

Announcement

INCORPORATION OF A SUBSIDIARY IN SINGAPORE – Q-LEAP HEALTHCARE PTE. LTD.

The Board of Directors of Q & M Dental Group (Singapore) Limited (the "Company") wishes to announce that the Company has incorporated a subsidiary in Singapore under the name Q-Leap Healthcare Pte. Ltd. ("QLHC") on 13 May 2011.

QLHC has an issued and paid-up share capital of SGD\$100,000 divided into 1,250,000 ordinary shares of SGD\$0.08 each. The Company has subscribed to entire issued and paid up capital.

The incorporation of QLHC is funded by internal sources. The principal activities of QLHC shall include whole sale distribution of medical, professional, scientific and dental equipment and manufacture of medical and dental tools, instruments and supplies.

None of the Company's directors or controlling shareholders of the Company have any interest, direct or indirect, in the above transaction, save for their interests arising by way of their shareholdings and/or directorships, as the case may be, in the Company.

On behalf of the Board

Dr Ng Chin Siau Chief Executive Officer

13 May 2011

About Q & M Dental Group

Q & M Dental Group [QNM SP / QMDT.SI] is a growing private dental healthcare group in Asia. The Group operates the largest network of dental outlets in Singapore and is building its presence in the People's Republic of China ("PRC") and Malaysia.

Founded in 1996, Q & M Dental Group has built an established brand through its reputation as a reliable provider of quality dental healthcare services. In Singapore, the Group has 40 dental clinics strategically located island-wide, two dental centres and one mobile dental clinic. It also owns a dental supplies and equipment distribution company. The Group has a team of more than 130 experienced dentists, supported by over 300 clinic support staff, to provide quality service to its patient pool of more than 400,000 island-wide.

Q & M Dental Group is presently executing plans to expand its presence in the overseas markets. To-date, the Group has invested in two dental healthcare groups in the PRC that operate a total of seven dental clinics, one dental centre and a mobile dental clinic in Beijing and Nanjing cities. It also has a 70% stake in a dental practice in Johor, Malaysia that operates 2 dental clinics.