



Q & M DENTAL GROUP ANNOUNCES 287% GROWTH IN TOTAL PROFIT NET OF TAX FOR 2ND QUARTER 2015

- Group revenue increases by 50.64% to \$30.52 million from \$20.26 million amidst challenging market conditions.
- Net profit attributable to shareholders rose by 212% to \$3.69 million from \$1.18 million.
- Interim dividends of 0.42 cents per ordinary share.

Singapore, 12 August 2015 – Q & M Dental Group (Singapore) Limited (“Q & M” or the “Group”), a leading private dental healthcare group in Asia, posted an increase of 212% growth in profit attributable to shareholders to \$3.69 million for the 3 months ended 30 June 2015 (“2Q15”), from \$1.18 million for the corresponding quarter in 2014 (“2Q14”).

Revenue from the Group’s dental and medical clinics for 2Q15 increased 22% to \$22.5 million, from \$18.4 million in 2Q14. The increase of \$4.1 million was attributed to higher revenue from existing and new dental outlets in Singapore as well as the acquisition of Aoxin in Shenyang City, Liaoning Province, People’s Republic of China (“PRC”) in July 2014.

Revenue contribution from the dental equipment and supplies distribution business for 2Q15 increased to \$2.2 million from \$1.9 million in 2Q14. The increase of \$0.3 million was mainly due to higher revenue from dental equipment and supplies distribution company in Singapore.

Revenue contribution of \$5.8 million from the dental supplies manufacturing business for 2Q15 was due to the acquisition of Aidite, a dental supplies manufacturing company based in Qinhuangdao City, Hebei Province, PRC in August 2014 and revenue contribution to the Group only commenced in August 2014.

Other gains in 2Q15 amounted to \$2.1 million compared to \$179k in 2Q14. Other gains in 2Q15 was mainly due to completion and the recognition of gain on sale of the property at Block 130 Jurong Gateway Road, #01-213, #01-215 and #01-217, Singapore 600130.

For 1H15, the Group’s net profit after tax was \$8.8 million, compared with \$2.8 million for 1H14.

Earnings per share on a fully diluted basis for 2Q15 increased to 0.50 cents compared to 0.17 cents in 2Q14. The net asset value per share was higher at 10.4 cents as at 30 June 2015 compared to 9.8 cents as at 31 December 2014.

The Directors of the Group are pleased to recommend an interim dividend of 0.42 cents per ordinary share.

Dr Ng Chin Siau, Group Chief Executive Officer said: “We are pleased to announce this set of financial results reflecting the fruits of the Group’s strategy and acquisitions in PRC and which has contributed to the Group’s growth in spite of the slowdown in PRC. The Group remains focused on executing its expansion strategy and with the announced proposed acquisitions in the 2nd Quarter, we are cautiously optimistic about the Group’s performance moving forward.

This news release is to be read in conjunction with the Group’s announcement posted on SGXNET on 12 August 2015.

For more information, please contact:

Legal Counsel

Andrew Young Tel: 6705 9888 Email: Andrew@gandm.com.sg.

Chief Financial Officer

Vitters Sim Tel: 6705 9888 Email: Vitters@gandm.com.sg.