



Q & M TO SELL PARTIAL STAKE IN AIDITE (QINHUANGDAO) TECHNOLOGY CO., LTD. (爱迪特(秦皇岛)科技股份有限公司) FOR RMB 360 MILLION

Singapore, 10 October 2019 – Q & M Aidite International Pte. Ltd. (“**QMAI**”), a subsidiary of Q & M Dental Group (Singapore) Limited (“**Q & M**” or the “**Group**”), a leading private dental healthcare group in Asia, has entered into a share transfer agreement with several parties, namely Suzhou Junlian Xinkang Venture Capital Partnership (Limited Partnership) (苏州君联欣康创业投资合伙企业(有限合伙)), Health Advance Limited, Schroder Adveq Asia Hong Kong I Limited and ASP Hero SPV Limited, for a partial disposal of 36.000% shares held in Aidite (Qinhuangdao) Technology Co., Ltd. (爱迪特(秦皇岛)科技股份有限公司) (“**Aidite**”). The transaction is subject to EGM approval and fulfilment of various conditions precedent.

Upon completion, the Group will receive approximately S\$49 million in net proceeds from the sale, giving rise to an estimated gain on disposal of S\$19 million after taking into account the associated costs of the proposed disposal.

The proceeds will be available for use as working capital and for business expansion purposes. The Group also plans to use part of the proceeds to declare a special dividend to the shareholders, subject to regulatory requirements and prevailing market conditions.

Following the divestment, the Group will continue to retain approximately 12.3% of the registered capital of Aidite and such retention will allow the Group to participate in the future growth of Aidite. Following completion of the sale, QMAI will also enter into a joint venture agreement with the other shareholders of Aidite, including the buyers, to regulate their relationship in relation to Aidite.

Dr. Ng Chin Siau, Group Chief Executive Officer of Q & M commented, "In 2014, Q & M recognized that Aidite had immense growth potential and made a strategic investment. We are happy that the disposal, when completed, will result in a significant return on our investment. This deal will enable us to realise and unlock the value of most of our interest in Aidite with a significant gain, while retaining a strategic stake. The sales proceeds from the disposal will further strengthen the Group's balance sheet and enhance the Group's ability to look for new investment opportunities in China and elsewhere, in tandem with expanding and growing its core business of running dental clinics and hospitals."

This press release should be read in conjunction with the announcement relating to the disposal concurrently posted on the SGXNET.

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About Q & M Dental Group (Singapore) Limited (QC7.SI)

Q & M Dental Group (Singapore) Limited is a leading private dental healthcare group in Asia. The Group owns the largest network of private dental outlets in Singapore and aims to expand its operations geographically and vertically through the value chain in Malaysia, the People's Republic of

China ("**PRC**") and the rest of the Asia Pacific Region. Established in 1996, Q & M has built a brand that is synonymous with accessible and quality dental healthcare.

The Group operates 103 dental outlets, 4 medical clinics and 3 dental supplies and equipment distribution companies across Singapore, Malaysia and the PRC. Underpinned by more than 230 experienced dentists and close to 400 supporting staff, the Group has an outreach of more than 600,000 patients in Singapore.

With an extensive network of outlets spanning various locations in Singapore, the Group continues to make private dental healthcare easily accessible, expanding its operations through organic growth across the island. Outside of Singapore, the Group continues to enlarge its presence in Malaysia organically and through acquisitions, and actively seeks opportunities to acquire large and established dental institutions and dental supplies manufacturers in the PRC.

The Group was listed on the Main Board of Singapore Exchange Securities Trading Limited on 26 November 2009.

For further information on the Group, please visit www.QandMDental.com.sg.

About Aidite (Qinhuangdao) Technology Co., Ltd. (爱迪特(秦皇岛)科技股份有限公司)

Aidite is a company incorporated in the PRC. Aidite is mainly engaged in the business of manufacturing zirconium oxide blocks, which are used in dental Computer-Aided Design/Computer-Aided Manufacturing ("**CAD/CAM**") machines in the fabrication of dental prosthesis, and the distribution of dental equipment and supplies specifically to complement the manufacturing of zirconium oxide blocks. The CAD/CAM system uses computer-aided design and manufacturing technology to fabricate ceramic and resin restorations such as inlays, onlays, crowns and bridges.

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