



Q & M DENTAL GROUP (SINGAPORE) LIMITED
(Company Registration Number 200800507R)
(Incorporated in the Republic of Singapore)

RESPONSE TO SGX QUERIES

1. The board of directors (the "**Board**" or "**Directors**") of Q & M Dental Group (Singapore) Limited ("**Q & M**" or the "**Company**", and together with its subsidiaries, the "**Group**") has received certain queries from Singapore Exchange Securities Trading Limited ("**SGX-ST**") in respect of its announcement dated 10 April 2021 in relation to, *inter alia*, the Company's annual report dated 10 April 2020 ("**Annual Report**"), and wishes to provide its response as follows:

Unless otherwise defined, capitalized terms used herein shall bear the same meanings ascribed to them in the Annual Report.

2. **SGX-ST's queries:**

- Q1. On page 46 of the Company's Annual Report, the Company reported nil for aggregate value of all interested person transactions during the financial year under review. However, we note on page 78 of the Company's Annual Report that the Company disclosed rental paid/payable to other related parties amounting to \$255,000. Please explain the nature of the differences in disclosure.**

Reply by the Company:

Rule 907 of the Listing Manual requires an issuer to disclose the aggregate value of interested person transactions entered into during the financial year under review in its annual report. However, transactions of less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 are excluded from such disclosure.

As disclosed on page 78 of the Company's Annual Report, the Company has entered into several interested person transactions with certain Directors of the Company and other related parties for the rental of properties owned by said Directors and their related parties.

The Company has considered the interested person transactions referred to above and wish to clarify that the value of each separate interested person transaction entered into is less than \$100,000, and that the aggregate value of the interested person transactions entered into with any one interested person is less than \$100,000. As such, the disclosure on page 46 states nil.

- Q2. Listing Rule 1207(10) requires the board to comment in the Company's Annual Report on the adequacy and effectiveness of the internal controls (including financial, operational, compliance and information technology controls) and risk management systems. It is disclosed on page 52 of the Company's Annual Report that "the audit committee and the board are of the opinion that the Company's internal controls, addressing financial, operational and compliance risks, are adequate as at the end of the reporting year 31 December 2020". Please provide the board's comment on the adequacy and effectiveness of the internal controls in addressing information technology risks and risk management systems.**

Reply by the Company:

The Board has reviewed the internal controls established and maintained by the Company, as well as the work performed by the internal and external auditors, and reviews performed by management, other committees of the Board and the Board. Based on the above, the Board, with the concurrence of the audit committee, are of the opinion that the Company's internal controls, addressing financial, operational, compliance risks, information technology risks and risk management systems, are adequate and effective as at the end of the reporting year 31 December 2020.

By Order of the Board

Q & M Dental Group (Singapore) Limited

Vitters Sim
Chief Financial Officer
24 April 2021

For more information, please contact:

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