



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

**UPDATE ON PROPOSED ACQUISITION OF
SHENYANG LAN HAI TONG MAO MEDICAL EQUIPMENT CO., LTD.,
LOCATED IN SHENYANG CITY, LIAONING PROVINCE, CHINA
AND
INCORPORATION OF A NEW SUBSIDIARY
BY QINHUANGDAO AIDITE HIGH TECHNICAL CERAMIC CO., LTD.**

1. UPDATE ON THE PROPOSED ACQUISITION

- 1.1 The Board of Directors (the "**Board**") of Q & M Dental Group (Singapore) Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its announcements dated 5 October and 24 November 2015 (the "**Previous Announcements**") with respect to the proposed acquisition by Q & M Shenyang through Shenyang Quanxin, indirect subsidiaries of the Company of a 60% stake in Shenyang Lan Hai located in Shenyang City, Liaoning Province, China from the Vendor (the "**Proposed Acquisition**").

Capitalised terms used herein, unless otherwise defined, shall bear the same meanings given to them in the Previous Announcements.

- 1.2 Further to the Previous Announcements, the Company is pleased to announce that Shenyang Quanxin had on 15 January 2016 completed the onshore share transfer of Shenyang Lan Hai.
- 1.3 Following the onshore share transfer and a change in the name of the company, Shenyang Mao Tai Q & M Medical Equipment Leasing Co., Ltd. is now an indirect subsidiary of the Company.
- 1.4 The Proposed Acquisition constitute a "non-discloseable" transaction under Chapter 10 of the Listing Manual.
- 1.5 Please refer to the Previous Announcements for more information on the terms of the Proposed Acquisitions.

2. INCORPORATION OF SUBSIDIARY

- 2.1 The Board also wishes to announce that Qinhuangdao Aidite High Technical Ceramic Co., Ltd., an indirect subsidiary of the Company in China and operating the Company's business of manufacturing zirconium oxide blocks in China, had on 21 May 2015 incorporated a wholly-owned subsidiary under the name Qinhuangdao Courage Medical Equipment Co., Ltd ("**Courage**").

2.2 Courage has a registered capital of RMB 1 million and its principal activities is the operation of a dental laboratory.

3. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors and substantial shareholders have any interests, direct or indirect, in the Proposed Acquisition, other than through each of their respective shareholding interests, direct and/or indirect (if any), in the Company.

By Order of the Board
Q & M Dental Group (Singapore) Limited

Vitters Sim
Chief Financial Officer
18 January 2016

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