
**Q & M DENTAL GROUP ANNOUNCES 155% INCREASE
IN GROUP PROFIT FOR 1st QUARTER 2015**

- **Group revenue grows by 49% to \$29 million from \$19.51 million**
- **Net profit attributable to shareholders rose by 87% to \$2.89 million from \$1.54 million**

Singapore, 12 May 2015 – Q & M Dental Group (Singapore) Limited (“Q & M” or the “Group”), a leading private dental healthcare group based in Singapore, has reported an 87% growth in profit attributable to shareholders to \$2.89 million for the 3 months ended 31 March 2015 (“**1Q15**”), from \$1.54 million for the previous corresponding quarter (“**1Q14**”).

Revenue from the dental and medical outlets for 1Q15 increased 24% to \$22.1 million, from \$17.8 million in 1Q14. The increase of \$4.2 million was attributed mainly to higher revenue from existing and new dental outlets in Singapore as well as the acquisition of Aoxin Stomatology Group based in Shenyang, China in July 2014.

As at 31 March 2015, the Group has a total of 60 dental outlets, 1 mobile dental clinic, 3 medical outlets and 1 aesthetic centre in operations in Singapore.

The Group has a total of 8 dental outlets in Malaysia and 3 dental hospitals and 4 dental outlets in China as at 31 March 2015.

Revenue from the dental equipment and supplies distribution business for 1Q15 increased 50% to \$2.5 million from \$1.7 million in 1Q14. The increase of \$0.8 million was mainly due to higher revenue from AR Dental Supplies, a dental equipment and supplies distribution company in Malaysia.

Revenue contribution of \$4.4 million from the dental supplies manufacturing business for 1Q15 was due to the acquisition of Qinhuangdao Aidite, a dental supplies manufacturing company, based in Qinhuangdao, China in August 2014.

The Group's 1Q15 profit before tax rose by 173% to \$4.5 million from \$1.6 million in 1Q14. The increase of \$2.9 million was partly due to contributions from the acquisition of Shenyang Aoxin in July 2014 and Qinhuangdao Aidite in August 2014.

As at 31 March 2015, the Group remained in a net cash position with cash and cash equivalents of \$88.6 million.

Dr. Ng Chin Siau, Group CEO said: "The Group's focus and effort put on the expansion into China is now reaping dividends. In relation to the proposed spin-off and listing of the China and Malaysia operations, we firmly believe that this strategy will unlock shareholders' value for the Group."

This news release is to be read in conjunction with the Group's full year financial results announcement posted on SGXNET on 12 May 2015.