

USE OF PROCEEDS FROM THE RIGHTS ISSUE

All capitalised terms used and not defined herein shall have the same meanings given to them in the Offer Information Statement (the “OIS”) dated 9 December 2014, unless otherwise expressly stated or the context otherwise requires.

Further to the announcements made on 2 February 2015, 29 May 2015, 31 August 2015, 20 November 2015, 15 March 2016, 1 April 2016, 5 October 2016 and 4 January 2017, the Board of Directors (the “**Board**”) of Singapore Medical Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) would like to announce that the net proceeds from the Rights Issue have been fully utilised as follows:

	<u>Actual</u>	<u>Intended</u>
	S\$ million	S\$ million
Net Proceeds	3.6	3.6
Less:		
(i) Strengthen the Company's working capital & capital base	(0.3)	(0.3)
(ii) Growing existing medical specialist business	(2.0)	(2.0)
(iii) Potential growth and acquisition	(1.3)	(1.3)
Balance as at 14 March 2017	<u>-</u>	

The above additional use of the net proceeds for growing existing medical specialist business of S\$0.3 million is in relation to the purchase of medical equipment and renovation.

The above use of the net proceeds is in accordance with the intended use as stated in the change of use and re-allocation of the proceeds from the Rights Issue as stated in the announcement dated 4 January 2017.

On behalf of the Board

Dr Beng Teck Liang
Executive Director and Chief Executive Officer

14 March 2017

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (the “**Sponsor**”), for compliance with the relevant rules of the SGX-ST, this being the SGX-ST Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Eric Wong, Director, Investment Banking, Singapore. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, Telephone: +65 6337 5115.