

USE OF PROCEEDS FROM THE PLACEMENT

*All capital terms used and not defined herein shall have the same meanings given to them in the announcement dated 4 November 2014 (the “**Announcement**”) issued by the Company in relation to the Placement, unless otherwise expressly stated or the context otherwise requires.*

Further to the announcement made on 6 January 2015, the Board of Directors (the “**Board**”) of Singapore Medical Group Limited (the “**Company**”) would like to provide an update on the use of the proceeds as follows:

	<u>Actual</u>	<u>Intended</u>
	S\$ million	S\$ million
Net Proceeds	4.2	4.2
Less:		
(i) Expansion of the Company's aesthetic business	(0.9)	(2.2)
(ii) Potential growth and acquisition opportunities	(0.4)	(2.0)
Balance as at 5 June 2015	<u>2.9</u>	

The above use of proceeds for expansion of the Company's aesthetic business as stated above is in relation to the subscription of 509,949 new shares issued by SMG Leaders Pte. Ltd., the joint venture company between the Company and Samsung Life & Science Co., Ltd., as announced by the Company via SGXNET on 5 June 2015, the purchase of medical equipment and renovation. The use of proceeds as such is in accordance with the intended use as stated, and is in accordance with the percentage allocated, in the Announcement in relation to the Placement.

The Company will continue to make periodic announcements via SGXNET upon utilisation of the remaining Placement Proceeds as and when the funds are materially disbursed.

By Order of the Board

Dr Beng Teck Liang
Executive Director and Chief Executive Officer

5 June 2015

*This document 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 document.*

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

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