
USE OF PROCEEDS FROM THE PLACEMENT

*All capitalised terms used and not defined herein shall have the same meanings given to them in the announcement dated 17 February 2017 (the “**Announcement**”) issued by the Company in relation to the Placement, unless otherwise expressly stated or the context otherwise requires.*

Further to the announcements made on 1 July 2017, 3 August 2017, 14 September 2017, 28 September 2017, 1 November 2017, 16 November 2017, 15 December 2017, 8 February 2018 and 20 February 2018, the Board of Directors (the “**Board**”) of Singapore Medical Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) would like to provide an update on the use of the proceeds as follows:

<u>Use of Net Proceeds</u>	Allocation of Net Proceeds S\$ million	Net Proceeds utilised as at 20 February 2018 S\$ million	Net Proceeds utilised from 21 February 2018 to 26 February 2018 S\$ million	Balance of Net Proceeds as at 26 February 2018 S\$ million
(i) Merger and acquisition opportunities	10.4	8.4	2.0	-
(ii) Expansion into other South East Asia countries	0.3	0.3	-	-
(iii) Growing existing business	4.3	4.3	-	-
	15.0	13.0	2.0	-

The above use of proceeds for merger and acquisition opportunities of S\$2.0 million relates to payment of a portion of the subscription monies for the subscription of 5,818,750 new ordinary shares of S\$1 each for cash in CHA SMG (Australia) Pte. Ltd., a joint venture entity, as announced on 26 February 2018.

The above use of proceeds is in accordance with the intended use as stated in the change of use and re-allocation of the proceeds from the Placement as stated in the announcement dated 8 February 2018.

On behalf of the Board

Dr Beng Teck Liang
Executive Director and Chief Executive Officer

26 February 2018

*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.

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