



AOXIN Q & M DENTAL GROUP LIMITED
(Company Registration Number 201110784M)
(Incorporated in the Republic of Singapore)

UPDATES ON THE GROUP'S OPERATIONS IN RELATION TO COVID-19

1. The Board of Directors (the "**Board**" or the "**Directors**") of Aoxin Q & M Dental Group Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refer to its announcements dated 10 February 2020, 2 March 2020 and 26 March 2020 on the impact of COVID-19 on the Group's operation in the Liaoning Province, People's Republic of China ("**PRC**") and the precautionary measures implemented in response to the spread of COVID-19 in the PRC.
2. As mentioned in the announcement dated 10 February 2020, dental treatment are temporary suspended in our Group's 17 dental centres, comprising 11 dental polyclinics and 6 dental hospitals, located across 8 cities in the Liaoning Province, namely Shenyang, Huludao, Panjin, Gaizhou, Zhuanghe, Jinzhou, Dalian and Anshan as directed by Chinese government and local dental health authorities in various cities of the Liaoning Province.
3. The Group further announced on 2 March 2020 that the Group had received approval from the relevant dental health authorities to commence our dental treatment in 4 dental hospitals and 4 dental polyclinics after we fulfil the required standard operating procedures and meet the reopening criteria governed by relevant dental health authority.
4. As of 26 March 2020, the Group announced that all of our 17 dental centres, manufacturing distribution and dental laboratory business have resumed operations.
5. As a result of the temporary closure of the Group's dental centres, as well as the impact of the COVID-19 outbreak, the Group's operations for the three months ended 31 March 2020 ("**1Q2020**") were impacted, resulting in a net loss for the period based on unaudited management accounts. While the COVID-19 situation in the PRC remains challenging, the possibility of a second wave of infections could further dampen our financial performance. As such, the Group is expecting to register an operating loss for the current financial year ending 31 December 2020 ("**FY2020**") on the back of the COVID-19 outbreak and gestation losses from our newly opened dental hospitals and clinics.
6. Since the re-opening of our dental centres, we have been actively promoting and marketing our services to attract new and old patients. At the same time, steps are taken to tighten cost controls, conserve the Group's cash flow and manage our working capital.

7. The Group has implemented additional safety precautionary measures for our front-line staffs and will continue to monitor the situation closely, maintain communications with the relevant authorities and implement additional short-term precautionary measures, if required.
8. The Group will continue to monitor our revenue, cash flows and the evolving situation of COVID-19 closely. The Board will keep our Shareholders updated on any further material impact of COVID-19 on the Group's business activities.
9. **Shareholders and potential investors are reminded to exercise caution when dealing or trading in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they are in doubt about the actions that they should take.**

BY ORDER OF THE BOARD
AOXIN Q&M DENTAL GROUP LIMITED

Dr. Shao Yongxin
Executive Director and Group Chief Executive Officer
12 May 2020

For more information, please contact:

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*This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "**Sponsor**"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("**Exchange**") and the Exchange assumes 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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