

SINGAPORE MEDICAL GROUP LIMITED
(Company Registration No.: 200503187W)

REDEMPTION OF REDEEMABLE CONVERTIBLE PREFERENCE SHARES AND USE OF PROCEEDS FROM THE RIGHT ISSUE

All capital terms used and not defined herein shall have the same meanings given to them in the announcements dated 24 December 2013, 31 December 2013, 13 January 2014, 3 February 2014 and 5 February 2014 (“Announcements”) and the Offer Information Statement (“OIS”) dated 13 January 2014 issued by the Company in relation to the Right Issue, unless otherwise expressly stated or the context otherwise requires.

The Board of Directors of Singapore Medical Group Limited (the “Company”, and together with its subsidiaries, the “Group”) would like to announce that the Company received the notice of redemption from RCPS holder, Kendall Court Vision Pte Ltd, on 27 February 2014, requiring the Company to redeem the RCPS in entirety for a redemption sum of S\$7.14 million and accrued cumulative preference dividends of S\$0.26 million. The said redemption amount has been fully settled by the Company on 28 February 2014. The Redemption is funded by the proceeds from the Right Issue up to S\$5.20 million and the remaining was funded by the Group’s internal resources.

The Company would also like to provide an update on the use of the proceeds as follows:-

	<u>Actual</u>	<u>Intended</u>
	S\$'000	S\$' 000
Net Proceeds	7,401	7,401
Less:		
(i) Redemption of RCPS	(5,200)	(5,200)
(ii) Other purposes	(350)	(2,201)
- General working capital purposes	(350)	N/A
Balance as at 28 February 2014	1,851	

The above use of proceeds is in accordance with the intended use as stated in the OIS in relation to the Right Issue.

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

By Order of the Board

Dr Beng Teck Liang
Chief Executive Officer
28 February 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (the “Sponsor”), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “Exchange”). The Sponsor has not independently verified the contents of this announcement, including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the 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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