

Q & M DENTAL GROUP ANNOUNCES 115% INCREASE IN GROUP'S PROFIT FOR 3rd QUARTER 2014

- Revenue grows by 32% to \$22.4 million from S\$17 million
- Net profit attributable to shareholders rose by 55% to \$2.3 million from \$1.5 million

Singapore, 13 November 2014 – **Q & M Dental Group (Singapore) Limited** ("**Q & M**" or the "**Group**"), the largest private dental healthcare group in Singapore, posted an increase of 52% growth in revenue to \$28.44 million for the three months ended 30 September 2014 ("**3Q14**"), from \$18.72 million for the corresponding quarter in 2013 ("**3Q13**").

Revenue from dental and medical outlets for the 3Q14 increased by 32% to \$22.4 million, from \$17 million in 3Q13. The increase of \$5.4 million was attributed to higher revenue from existing dental and medical outlets amounting to \$1.7 million, as well as contributions from new dental and medical outlets in Singapore and the new acquisition of Aoxin Stomatology Group based in Shenyang, China in July 2014 amounting to \$4 million.

Revenue from the dental equipment and supplies distribution business for 3Q14 increased to \$3.5 million from \$1.7 million in 3Q13. Revenue contribution of \$2.5 million from the dental supplies manufacturing business for 3Q14 was due mainly to the acquisition of the dental supplies manufacturing company, Aidite High Technical Ceramic Co Ltd, based in in Qinhuangdao, China in August 2014.

Overall, the Group's 3Q14 profit after tax rose by 115% to \$3.3 million from \$1.5 million in 3Q13. For the nine months ended 30 September 2014, the Group's net profits after tax was \$6.1 million, an increase of 71% from \$3.5 million for the nine months ended 30 September 2013. As at 30 September 2013, the Group remains in a strong financial position with cash and cash equivalents of \$38.7 million.

Dr Ng Chin Siau, Group CEO said: "This set of quarterly financial results reflects the completion of the acquisition of Shenyang Aoxin and Qinhuangdao Aidite and consolidation of their performance into the Group's accounts. This has brought the Group's revenues and profits up to a new level and is a major milestone in the expansion of the Group into China.

We are confident to continue expanding in markets which the Group currently has a presence in and possibly explore entry into new regional markets."