

Results Announcement for Q3 2010
(unaudited figures S\$'000)

	Q3 2010 (S\$'000)	Q3 2009 (S\$'000)	% change
Revenue	60,862	55,411	9.8
EBITDA	14,805	13,615	8.7
Operating Profit	13,197	11,898	10.9
Profit Before Tax	13,125	11,799	11.2
Profit After Tax	10,731	9,498	13.0
Diluted Earnings per Share (cts)	2.00	1.80	11.1
Net Asset Value per Share (cts)	51.41	48.04*	7.0

*As at 31 December 2009

Highlights of Q3 2010 Performance

- Profit after tax grew **13.0%*** to **S\$10.7 million**
- Group achieved **9.8%** growth to a record **S\$60.9 million** revenue
- Revenue from Hospital Services Division increased by **15.0%**
- Revenue from Healthcare Services Division grew **4.0%**
- Healthy net cash position of **S\$70.9 million**

* Excluding the impact of jobs credit grant received by the Group in Q3 2009, profit after tax for Q3 2010 would have grown by 22.3%.



RafflesMedicalGroup Reports

Record Quarterly Revenue

Singapore, 25 October 2010 – *RafflesMedicalGroup*, (“Group”) a leading integrated private healthcare provider in Singapore and the region, today announced another record quarterly revenue of **\$60.9 million**, an increase of **9.8%** from **S\$55.4 million** in Q3 2009.

Profit after tax for the Group increased **13.0%** from **S\$9.5 million** in Q3 2009 to **S\$10.7 million**. Excluding the impact of jobs credit grant received by the Group in Q3 2009, profit after tax for Q3 2010 would have grown by **22.3%**. Improvement in operating efficiencies, recruitment of more specialists, higher patient load, and a wider range of clinical services and medical specialties led to an increase in operating profit to **S\$13.2 million** in Q3 2010.

The Group had a healthy net cash position of **S\$70.9 million**, from the continued strong operating cashflows generated by the Group after distributing interim dividends of S\$5.2 million. The strong cash position will enable the Group to fund its growth.

All divisions of the Group contributed positively to the growth in revenue. Revenue of Hospital Services and Healthcare Services divisions increased **15.0%** and **4.0%** respectively.

With the continual positive growth in the regional economies and Singapore’s expected GDP growth of 13% to 15% for 2010, the Group stands to benefit from the demand for high quality healthcare services locally and from the Asian economies, as these populations grow in affluence and in age.

RafflesHospital recruited new specialists to offer services in pain management and infectious disease management. New specialists also joined the practice to strengthen its services in cancer, radiology, geriatric medicine and respiratory medicine, high-demand specialties in the years ahead.

RafflesHospital will continue its focus on quality and value-driven curative healthcare services which is also expected to drive foreign patient load. With its well-diversified foreign patient base and growth in specialist staff and competencies, the hospital is expected to continue to perform well and contribute positively to the Group's performance.

Outline permission had been granted earlier by the Urban Redevelopment Authority to build an additional 102,408 square feet of space on its **RafflesHospital** site. Architectural consultants are finalising the design scheme of the expansion for submission to the authorities. This additional area will enable the Group to expand existing services as well as to develop new facilities and services, such as radiation oncology, at the hospital.

RafflesMedical opened a new clinic at Mapletree Business City (MBC) in October 2010. Located just five minutes from the HarbourFront Precinct and ten minutes from the Central Business District, the clinic in MBC is well-placed to offer corporate clients greater accessibility to high-quality care. More family medicine clinics are scheduled to open in the final quarter of this year.

RafflesMedical's corporate medical services, in particular corporate wellness programmes and occupational health management, stand to benefit from the strong Singapore economy. Its comprehensive and cost-effective medical care solutions are highly sought after by a growing pool of corporate clients and individual patients.

Commenting on the results, Dr Loo Choon Yong, Executive Chairman of **RafflesMedicalGroup** said, "Our consistent focus on delivering high quality healthcare is bringing in good results. Riding on the robust growth of the regional and local economies, we are confident that the **Raffles** brand of healthcare would enjoy continuing demand."

For media queries, please contact:

Magdalene Lee (Ms)

Deputy Manager, Corporate Communication

Raffles Medical Group

Tel: 6311 1318 Mobile: 9673 7403

Email: lee_magdalene@rafflesmedical.com

RafflesMedicalGroup (SGX: RafflesMG) is a leading integrated private healthcare provider in Singapore and the region.

RafflesMedical clinics form one of the largest network of private family medicine centres in Singapore. We also operate a clinic network in Hong Kong and a medical centre in Shanghai.

RafflesHospital, the flagship of Raffles Medical Group, is a private tertiary hospital located in the heart of Singapore. We offer a wide range of specialist medical and diagnostic services for both inpatients and outpatients. Representing more than 30 disciplines, our team of specialists constitutes a group practice combining sub-specialty expertise and teamwork to ensure optimal, affordable and high quality care for our patients. We also have representative offices in Indonesia, Vietnam, Cambodia, Brunei, Bangladesh and the Russian Far East, as well as associates throughout the Asia-Pacific region.

International Medical Insurers provides healthcare insurance to corporate and individual clients.

For more information, please refer to our website at www.rafflesmedicalgroup.com.