

Initial response to hostile takeover offer from Capitol Health Limited

Integral Diagnostics' shareholders should take no action

Melbourne, 29th October 2017: Integral Diagnostics Limited (ASX: IDX) responds to this morning's announcement from Capitol Health (ASX: CAJ) regarding its intention to make an off-market takeover offer for all of the shares in Integral Diagnostics for consideration of 6.9 fully paid ordinary shares in Capitol Health and \$0.36 cash for each Integral Diagnostics share.

Capitol Health's proposed offer is subject to a large number of conditions as outlined in its announcement to the market this morning, and is unsolicited.

Integral Diagnostics' Board is unanimous in its view that the Company's shareholders should take no action or make any decision in relation to the offer until the Board has received, and had an opportunity to consider, the Bidder's Statement and has issued its formal recommendation regarding the offer.

The Board of Integral Diagnostics will provide a formal recommendation in the Company's Target's Statement, which will be released to shareholders in due course.

In the meantime, the Board strongly advises that shareholders **TAKE NO ACTION** in respect of their shares or the offer until they receive further information from Integral Diagnostics, including a formal recommendation and reasons for that recommendation, which will be contained in the Target's Statement.

There is no urgency for shareholders to do anything (including selling shares on market) before that time.

The Board is committed to pursuing and considering all opportunities that seek to maximise value for the benefit of all Integral Diagnostics' shareholders.

The Board will keep shareholders fully informed of any further developments and will provide further updates as appropriate.

For further information, please contact:

Dr Ian Kadish, Managing Director & CEO
P: 03-9321-4915
E: KadishI@integraldiagnostics.com.au

About IDX:

Integral Diagnostics (IDX) is a leading provider of medical imaging services in Victoria, Queensland and Western Australia. The company provides state of the art diagnostic services to patients and their referrers at 44 radiology clinics, including 12 hospital sites. IDX employs some of the country's leading radiologists and nuclear medicine specialists in a unique medical leadership model that ensures quality patient care, service and access.