

1 March 2018

ASX Announcement

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Paragon Care Limited (ASX:PGC)

COMPLETION OF RETAIL ENTITLEMENT OFFER

Paragon Care Limited (**Paragon**) (ASX: PGC) is pleased to announce the successful completion of the retail component (**Retail Entitlement Offer**) of its fully underwritten 1 for 2.8 accelerated non-renounceable pro-rata entitlement offer of new fully paid ordinary shares in Paragon (**Shares**) as announced on 8 February 2018 (**Entitlement Offer**).

The Retail Entitlement Offer closed at 5.00pm (Sydney time) on 26 February 2018 raising approximately \$25.0 million at \$0.725 per Share. Together with Shares issued under the institutional component of the Entitlement Offer, the total amount raised under the Entitlement Offer will be approximately \$43.2 million.

The Retail Entitlement Offer was well supported by retail shareholders, with eligible retail shareholders taking-up 15,704,966 Shares under their entitlements and valid applications for additional Shares by eligible retail shareholders. The shortfall under the Retail Entitlement Offer of 18,778,957 Shares will be settled by the underwriters to the Entitlement Offer, Bell Potter Securities Limited and Shaw and Partners Limited.

Shares issued under the Entitlement Offer will rank equally with existing Shares on issue. Shares issued under the Retail Entitlement Offer are expected to be allotted on 5 March 2018 and to commence trading on the ASX on 7 March 2018.

The Board of Directors of Paragon wish to thank shareholders for their support of the Entitlement Offer.

For further information, please contact:

Shane Tanner
Chairman
Mobile: 0411 107 099

Andrew Just
Chief Executive Officer
Email: Andrew.Just@ParagonCare.com.au

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About Paragon Care Limited

Paragon Care (ASX: PGC) is a Melbourne based listed company which has progressively acquired businesses in the healthcare sector. It is a leading provider of medical equipment, devices and consumables for the Australian and New Zealand healthcare market. These are high growth markets driven by the ageing of the population, continuously rising consumer expectations and increasing government spending. By combining a series of strategic acquisitions of class leading companies, Paragon Care has positioned itself to provide end to end solutions including equipment and consumable solutions for acute, aged and primary care.