

ASX ANNOUNCEMENT

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Australian Securities Exchange
Company Announcements Office

APPOINTMENT OF TWO NEW DIRECTORS TO PARAGON CARE BOARD ON IMPLEMENTATION OF THE MERGER WITH QUANTUM

Paragon Care Limited (ASX: PGC) (“**Paragon Care**” or the “**Company**”), a leading provider of medical equipment, devices and consumables to the healthcare markets in Australia and New Zealand, is pleased to announce the appointment of John Walstab as Executive Director and Alan McCarthy as Non-Executive Director to the Board of Paragon Care, such appointment to take effect on the implementation of the merger with Quantum Health Group (currently scheduled for 16th February, 2022).

In November 2021, Paragon Care announced that it entered into a scheme implementation deed to merge with ASX-listed healthcare distributor, Quantum Health Group Limited (ASX: QTM) (“**Quantum**”) by way of an all scrip Scheme of Arrangement between Quantum and its shareholders. This merger has now been approved by the courts and ASIC, and the two businesses are currently scheduled to officially combine operations on 16th February, 2022.

Quantum is a leading independent high-end distributor of medical equipment across Australia and New Zealand, as well as key Asian markets including Korea, Thailand, the Philippines, China and Vietnam. Quantum specialises in the sales and service of diagnostic equipment for radiology, oncology, molecular imaging and aesthetics, and represents leading multi-national manufacturers across Asia with long-standing relationships.

Paragon Care and Quantum are highly complementary businesses. The merged entity will have an opportunity to cross-sell the combined product portfolio into the higher growth Asian markets and attract new suppliers over time based on its larger distribution footprint and commitment to high levels of corporate governance in Asian markets. Quantum will become the fifth pillar business of Paragon Care and John Walstab will continue as CEO of that pillar, focusing on business development opportunities.

Effective on the implementation of the merger (currently scheduled for 16th February, 2022) the Paragon Care board will welcome John Walstab and Alan McCarthy as new Directors.

John Walstab was the Group Managing Director and CEO of Quantum Health Group and he has nearly 40 years’ experience in medical equipment distribution across Australia and Asia. Mr Walstab was the founder of InSight Oceania (Quantum Healthcare) and he joined the Board of Quantum Health Group in 2003. Prior to that, Mr Walstab was the Managing Director of ATL Australia (Philips Medical Systems ANZ). Mr Walstab has overseen the growth of Quantum Health Group over the past 18 years to a leading medical distribution business with strong supplier relationships and annualised revenues of around \$60m.

Alan McCarthy was a Non-Executive Director of Quantum Health Group and he has over 30 years’ experience spanning public health and private health services across the Asia Pacific region. Mr McCarthy’s prior roles include the CEO at Alpenglow Australia and New Zealand, Managing Director of Philips (ANZ), Vice-President at CareFusion, Country Manager ANZ at Cardinal Health and General Manager of Diagnostic Imaging at Mayne Health/Health Care of Australia. Mr McCarthy is currently a Non-Executive Director of Q Scan and RHC Group Ltd and the CEO of AdvaHealth Solutions.

Paragon Care Chair, Shane Tanner said, “We are delighted to welcome John and Alan as new Directors to the Paragon Care Board. John and Alan both have a deep understanding of the healthcare markets in Australia and Asia with extensive experience in leadership roles in a number of significant Medical and Diagnostic Imaging businesses.”

Paragon Care will be announcing their first half FY22 results on Monday 28th February, 2022.

For further information please contact:

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Chairman

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This announcement is authorised for release to the market by the Board of Directors of Paragon Care Limited

About Paragon Care Limited

Paragon Care (ASX:PGC) is an Australian based listed company in the healthcare sector. It is a leading provider of medical equipment, devices, and consumables for the Australian and New Zealand healthcare markets. 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 advanced technology solutions including equipment, consumables, and services for acute and ancillary care environments.

Forward-Looking Statements

Certain statements in this announcement are forward-looking statements. Forward-looking statements can generally be identified by the use of words such as “anticipate”, “estimate”, “expect”, “project”, “intend”, “plan”, “believe”, “target”, “may”, “assume” and words of similar import. These forward-looking statements speak only as at the date of this announcement. These statements are based on current expectations and beliefs and, by their nature, are subject to a number of known and unknown risks and uncertainties that could cause the actual results, performances and achievements to differ materially from any expected future results, performance or achievements expressed or implied by such forward-looking statements.

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