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## Imaging Queensland Earn Out Update

5 December 2022, Melbourne

Integral Diagnostics Limited (ASX:IDX) (IDX) provides an update regarding the contingent consideration relating to the Earn Out liability of the Imaging Queensland acquisition.

As disclosed in IDX's financial statements for the year ended 30 June 2021, IDX acquired Imaging Queensland on 1 November 2019 and agreed to pay two contingent Earn Out amounts based on performance (Earn Out A and Earn Out B). Calculation of Earn Out A is measurable on the operating performance of the Imaging Queensland Group over the 2020 calendar year. Earn Out B is measurable on the operating performance of the Imaging Queensland Group over the 2021 to 2024 calendar years. A \$12.4m provision for Earn Out A (and a combined provision of \$17.9m for Earn Out A and Earn Out B) was included in IDX's FY21 financial statements and the provision maintained in the FY22 financial statements.

IDX reported in the results for the year ended 30 June 2022 that the settlement consideration (being a mix of cash and shares) for Earn Out A was subject to the dispute settlement process provided for in the Share and Asset Sale Agreement.

In accordance with the dispute settlement process provided for in that Agreement, KPMG was appointed as the Independent Expert to determine the quantum of the liability for Earn Out A.

On 2 December 2022, KPMG reported its determination that the value of the liability for Earn Out A is \$2.25m. IDX will now proceed to provide the settlement consideration in accordance with the Share and Asset Sale Agreement.

The implications for the provision of the contingent consideration for the carrying value of Earn Out A and Earn Out B have not yet been determined including due to the timeframe and conditions for Earn Out B.

### For further details contact

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Authorised for lodgement by the Integral Diagnostics Board of Directors.

### About IDX:

*Integral Diagnostics (IDX) is a leading provider of medical imaging services across Australia and New Zealand. The Company provides state of the art diagnostic services to patients and their referrers at 91 radiology clinics, including 31 comprehensive sites. IDX employs some of Australasia's leading radiologists and nuclear medicine specialists in a unique medical leadership model that ensures quality patient care, service and access. Good medicine is good business. For more information, please visit [www.integraldiagnostics.com.au/](http://www.integraldiagnostics.com.au/).*