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South Australia Minister for Health Impending Termination of Software Agreement for SA Country Hospitals

21 November 2014: Global Health Limited wishes to advise of the impending retirement of its CHIRON Patient Administration System (**CHIRON**) (owned by the company's wholly-owned subsidiary, Working Systems Software Pty Ltd) from the market, following advice from the South Australian Minister for Health of its decision to decline an upgrade to MasterCare ePAS.

CHIRON is the Company's original healthcare system, developed in the late 1980's and implemented across 64 SA Health Country hospitals from 1991-1993.

The MS-DOS-based CHIRON was superseded in 2003 by the Company's **MasterCare ePAS** system. South Australia's Minister for Health is the Company's last remaining customer still operating CHIRON, with the remainder of the Company's other CHIRON clients having all upgraded to **MasterCare ePAS** by 2008.

In 2008, an upgrade to **MasterCare ePAS** for SA Country Health did not proceed, due to the (then) imminent release of SA Health's Enterprise PAS tender in 2009, which was subsequently awarded to Allscripts (of the USA) in 2010.

The Company has continued to provide interim support for CHIRON. However, in accordance with the agreement between Working Systems Pty Ltd and the Minister, CHIRON will be de-commissioned on 31 March 2015.

While there will be a decline in income there will be a corresponding decline in costs associated with maintaining a single-customer product. Global Health Limited advises that the termination of this CHIRON licence is expected to reduce the earnings per share (EPS) by approximately 1.5 cents in the short-term.

It is disappointing to conclude such a long-standing client relationship, however the Company respects and understands the Minister's substantial commitment to the Allscripts EPAS project and its stated desire to consolidate the network of multiple patient administration systems in South Australia into a single, statewide system. In any event, a single-customer product (as CHIRON has been since 2008) is not a sustainable long-term commercial option for the Company given the rate of technology innovation, the ever-changing demands of the healthcare industry and the unique and

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on-going Australian healthcare funding, reporting, coding and eHealth infrastructure demands driven by the private, State and Federal requirements.

The ability to finally retire CHIRON through the Minister's decision will enable the Company to re-focus our resources on accelerating the MasterCare Cloud-based PAS version that is currently in development for the global hospital market.

We are confident that the financial impact of the Minister's decision on the Company's earnings will be regained within 12-18 months as the Company progressively migrates its on-premises, **MasterCare ePAS** for domestic hospital customers to the cloud-based MasterCare International platform. The significant scale opportunities will undoubtedly provide further value to domestic hospital clients.

MasterCare functionality, which includes ECLIPSE and Medicare billing, National eHealth infrastructure support (including Health Information (HI) Services, Personally-Controlled Electronic Health Records (PCeHR), Secure Message Delivery (SMD)), continuous release of new features (eg. electronic discharge summaries and theatre touch-screens) and new functional modules (such as MasterCare MHAGIC for mental health), have enabled Global Health Limited to expand its share of the healthcare software market in Australia.

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About Global Health Limited

Global Health is a leading provider of e-health solutions to the Australian healthcare industry supporting healthcare delivery in hospitals and community settings.

Global Health supports the business, clinical and operational needs of healthcare providers committed to the effective management of chronic diseases and health promotion programs.

Internet connectivity is embedded in Global Health applications to promote secure information sharing, financial transactions and the use of technology in ways that transform healthcare delivery.

Global Health is listed on the Australian Stock Exchange with its head office in Melbourne.

For further information about Global Health and its products, visit www.global-health.com.