

ParagonCare

31st August 2015

Australian Securities Exchange
Company Announcements Office

DIVIDEND REINVESTMENT PLAN ISSUE PRICE

Paragon Care Limited (ASX: PGC) ("the Company") is pleased to advise an Issue Price of \$0.646 per share for new shares to be issued pursuant to the Company's Dividend Reinvestment Plan (DRP) in respect of the final dividend announced on 18 August 2015. The Issue Price has been determined in accord with the Company's DRP rules and after applying a 5% discount agreed by the Directors.

The Record Date for the final dividend of 0.8¢ per share is 31st August 2015 and final election date for participation in the final dividend DRP is 1st September 2015.

On 18th September 2015 the Company will pay the cash dividend to eligible shareholders and issue new shares to shareholders who participated in the DRP. The new DRP shares to be issued pursuant to this final dividend will not have an entitlement to subscribe for new shares in the 1for 5 rights issue announced on 18 August 2015.

Participation in the DPR

Eligible Shareholders can elect to participate in the DRP for future dividends by completing the Election Notice to be sent to eligible shareholders with their dividend statements, and returning it to the Share Registry - Link Market Services Limited (Link). Alternatively if the shareholders is registered online with Link they may elect to participate in the DRP online through the Link website <https://investorcentre.linkmarketservices.com.au/Login/Login>

If you have any questions or wish to receive a DRP Election Notice please contact Link at the numbers listed below:

Link Market Services Limited Locked Bag A14, Sydney South NSW 1235
Toll free: 1300 554 474
Email: registrars@linkmarketservices.com.au

John Osborne
Company Secretary

About Paragon Care:

Paragon Care Limited (ASX: PGC) has a vision to be one of Australia's leading providers of integrated services to Australia's health and aged care markets. These are high growth markets driven by the ageing of the population, continuously rising consumer expectations and increasing government spending. Paragon Care has eight operating businesses: Axishealth, Iona Medical, Volker Australia, Rapini, GM Medical, LR Instruments, Richards Medical and Scanmedics who combined supply durable medical equipment, consumable medical products and medical devices to hospitals, medical centres and aged care facilities.

PARAGON CARE LIMITED

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