

18 March 2016

Market Announcements
Australian Securities Exchange
Level 5, 20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

Shareholder Update March 2016

The Directors of BGD Corporation Limited (BGD) are pleased to provide this shareholder's update in respect to the current activities of the Company.

As you are aware, BGD is currently in the process of relisting onto the ASX – from its historic base as a resources company into an integrated healthcare business.

BGD held an Extraordinary General Meeting on 7th January, 2016 where shareholders overwhelmingly voted to:

1. A Share Consolidation (3 for 1)
2. Change the Nature and Scale of Activities (Mining to Healthcare)
3. Acquisition of 2 Modern Medical Clinics
4. Issue of Shares (and future shares) to the Vendors of Modern Medical
5. Approval for BGD Director's to participate in the Modern Medical Capital Raising
6. Election of New Directors

In addition to the above, BGD has undertaken the following tasks over the past 3 months:

1. Issued a New Prospectus in December 2015 – this was approved by ASIC in January 2016
2. Commissioned an Independent Experts Report in respect to the Modern Medical acquisition – Stantons International Securities concluded it was Fair and Reasonable.
3. Finalised Due Diligence on its 2nd acquisition – Health Networks Australia, a large Allied Health Group comprising a national branch network of 35 facilities and over 200 clinicians.
4. A capital raising of \$4m to fund both Stage One of the Modern Medical acquisition as well as providing funds for BGD to continue to grow its clinical portfolio.

Over the past 2 months, BGD has been working with the ASX in order to get relisted. The Directors are working closely with the ASX in order to achieve this milestone. We are hopefully very close.

Whilst the relisting process has been going on, it is sometimes easy to forget what BGD has been doing in the background in respect to developing the company into a meaningful entity.

BGD's strategy is to have a three pronged approach to growing its clinical business:

1. General Practices
2. Allied Health including Home Care and Aged Care
3. Low Acute Procedural Facilities

BGD is executing its acquisition strategy and is in advanced discussions on additional medical centres and allied health assets. We look forward to keeping shareholders fully informed as these acquisitions formalise.

The 3rd leg of the strategy will, in the main, be organic growth and be driven by referrals from both the General Practice and Allied Health businesses.

An experienced senior management team with large healthcare organisational experience is in the process of being recruited with BGD aiming to finalise appointments shortly after re-listing.

BGD is truly a unique business within the Australian healthcare environment. The Directors are very excited the Company will be able to continue to purchase businesses on reasonable multiples, grow those businesses further, and develop a number of 'home grown' organic businesses on the back of the acquired businesses.

The Directors thank you for your patience and support while BGD completes its re-compliance. Hopefully you can now gauge the extent of the work we are currently undertaking. Please don't hesitate to call me at any time.

Yours Sincerely

Shane Tanner
Chairman
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