

GOLDSEARCH LIMITED

Quarterly Report

For the quarter ended 30 September 2015

Highlights

National Health Services Pty Ltd (NHS)

- Ongoing advances in the due diligence and program with NHS

NATIONAL HEALTH SERVICES PTY LTD (NHS)

NHS operates in the occupational medical sector, focussing on workers compensation, which includes injury management, physiotherapy, rehabilitation services, and medico legal services. NHS is in the unique position to expand its footprint nationally to meet the current demand from its blue chip clients.

The acquisition by Goldsearch will allow NHS to expand throughout Australia and become a market leader in providing these services on a national basis.

The acquisition of NHS is in line with Goldsearch's commitment to enter the healthcare services sector which it has identified as having attractive fundamentals. Goldsearch believes the healthcare services sector offers the opportunity to deliver sustainable and growing cash flows over the long term without need for major capital investment.

The Company has agreed to purchase NHS for a purchase price of 26,666,667 new fully paid \$0.15 shares, subject to Shareholder approval.

Since NHS executed a Heads of Agreement to acquire G&G, the G&G business, with the assistance of NHS sales and marketing, has expanded to include 3 clinics and further clinics are planned for opening.

A General Meeting ("GM") of the shareholders of the Company was held on 16 July 2015. Resolutions included **approval for a 1 for 250 consolidation in shares, approval for placement of new shares post consolidation and ratification of prior placements of shares.** The resolutions were all passed.

Subject to Shareholder approval, the Company will prepare a prospectus and undertake a capital raising of up to \$6 million to allow it to expand the NHS business footprint nationally to satisfy existing client demand. Existing shareholders will be given a priority to apply for additional shares under the terms of the Prospectus.

FUNDING ACTIVITIES

During the quarter the board raised \$500,000 as approved by Shareholders at the General Meeting held 16 July 2015 through a fully underwritten placement. The Company received strong demand and accepted a further \$78,000 which it placed using its 15% placement capacity under Listing Rule 7.1. A total of 7,706,667 fully paid ordinary shares were issued at \$0.075 per share. All shares are subject to a holding lock until ASX advises otherwise. The funds raised are being used for working capital including due diligence on the NHS transaction as detailed in the Notice of Meeting.

Subsequent to the end of the quarter, the Company raised a further \$55,000 through the issue of 733,334 new shares at \$0.075 utilising its placement capacity under Listing Rule 7.1 and 7.1A.