

health corporation Limited

ACN 116 800 269

1 March 2011

ASX Release

ASX Code: HEA

PLACEMENT TO RAISE \$1.14M

Health Corporation Ltd (ASX: HEA) advises that it has received firm commitments to undertake a raising of \$1,142,663 through the placement to sophisticated investors of 95,221,955 ordinary shares at 1.2c each.

14,200,000 of these shares will be placed immediately under the company's available 15% placement capacity, with the Company to seek shareholder approval for issue of the balance of 81,021,955 shares.

The funds raised will be allocated to general working capital and to pursue new investment opportunities.

This placement follows the completion of a significant operating cost reductions and asset restructuring over the past 9 months that has seen the Company appoint a new Board, secure strategic investor support and dispose of loss making business units.

The Board is continuing to review a number of new investment opportunities, by utilising the experience of the Company's strategic investors. At this stage no investment decision has been made to acquire, farm-in or joint venture into any project, and this project review process is continuing to find a significant value creating asset for the Company.

For and on behalf of the Board