

health corporation Limited

ACN 116 800 269

19 October 2011

ASX Release

ASX Code: HEA

SEPTEMBER 2011 QUARTERLY REPORT

Completion of Placement

At the start of the period the Company completed a capital raising of \$972k before costs for general working capital and to pursue new investment opportunities.

Appointment of Director/Chairman

The Company announced the appointment of Mr Jim Malone as a Non-Executive Director during the period, replacing Mr Tony Ince on the Board.

Mr Malone has recently accepted the position of Chairman of the Board, replacing Mr Jason Davis in the role. Mr Davis is remaining on the Board as a Non-Executive Director.

Review of New Investment Opportunities

The Company is continuing its review of new strategic investment opportunities. At this stage, no decision to acquire, farm-in or joint venture into any project has been made and the process of project review is continuing.

The Company is looking forward to an exciting future following its major business and management restructure earlier this year with the disposal of its loss making businesses and more recently the changes made to the Board and management team. The Board of Directors are committed to the new corporate strategy to focus on value creation for shareholders through an investment in a company or project with world class assets and an experienced management team.

2011 Audited Financial Report

On 29 September the Company lodged its 2011 audited financial report, which is available on the company's website www.healthcorporation.com.au.

Cash Position at 30 September 2011

The Company had \$866k cash in the bank at 30 September 2011.

For and on behalf of the Board

Appendix 4C

Quarterly report
for entities admitted
on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

Health Corporation Ltd

ABN

30 116 800 269

Quarter ended

30 September 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date \$A'000
1.1 Receipts from customers	-	-
1.2 Payments for (a) staff costs	(15)	(15)
(b) advertising and marketing	-	-
(c) research and development	-	-
(d) leased assets	-	-
(e) other working capital	(161)	(161)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	9	9
1.5 Interest and other costs of finance paid	-	-
1.6 TAX rebate for research and development	-	-
1.7 Other - Rebates	-	-
Net operating cash flows	(167)	(167)

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A'000	Year to date \$A'000
1.8 Net operating cash flows (carried forward)	(167)	(167)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other - cash disposed of on disposal of subsidiaries following shareholder approval	-	-
Net investing cash flows	-	-
1.14 Total operating and investing cash flows	(167)	(167)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	-	-
1.16 Cost of share issue	-	-
1.17 Proceeds from borrowings	-	-
1.18 Repayment of borrowings	(38)	-
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	-	-
Net financing cash flows	(38)	-
Net increase (decrease) in cash held	(205)	(205)
1.21 Cash at beginning of quarter/year to date	1,071	1,071
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	866	866

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the director

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	42
1.25	Aggregate amount of loans to the parties included in item 1.11	38

1.26 Explanation necessary for an understanding of the transactions

^{1.24} Quarterly Directors' fees and consulting fees. ^{1.25} Repayment of short term loan
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Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

N/A

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	-	-
3.2	Credit standby arrangements	-	-

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	37	1,072
4.2 Deposits at call	829	-
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	866	1,072

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity		
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

Print name: Rachel Jelleff
 Company Secretary

Date: 19 October 2011

+ See chapter 19 for defined terms.

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.