

health corporation Limited

ACN 116 800 269

27 April 2011

ASX Release

ASX Code: HEA

MARCH 2011 QUARTERLY ACTIVITY REPORT

Highlights

- Completion of \$170,400 placement
- The Company plans to raise up to \$972,251 through a placement to sophisticated investors, following shareholder approval
- Appointment of new director

Completion of \$170k Placement

On 28 March the Company completed a placement to an investment syndicate of 14,200,000 fully paid ordinary shares at 1.2 cents each to raise \$170,400 before costs. The funds raised will go towards providing additional working capital for the Company.

Placement of up to \$972k

The notice of meeting lodged 8 April 2011 seeking shareholder approval for the allotment and issue of up to 81,020,950 Shares at an issue price of 1.2 cents per share to raise up to \$972,251.40 which the Company has received firm commitments for. This placement will take place following shareholder approval at the meeting on 11 May 2011.

Appointment of New Director

The Board appointed Mr David Chapman as Non- Executive Director on 30 March 2011. Mr Chapman is a geologist with over 28 years resource industry experience as a senior and executive manager with WMC Resources and within the junior sector in Australia and overseas, particularly South America, including most recently with Mirabela Nickel Ltd.

Review of New Investment Opportunities

The Company has continued to review complementary investment opportunities, primarily in the medical/biotechnology sector. 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 in 2011, following the changes made to the Board, management and business focus in 2010. The Company's strategic vision is to focus on value creation for shareholders through new complementary investments in companies or projects with world class assets and management teams.

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

31 March 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	-	503
1.2 Payments for		
(a) staff costs	-	(299)
(b) advertising and marketing	-	(36)
(c) research and development	-	-
(d) leased assets	-	(18)
(e) other working capital	(49)	(684)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	-	19
1.5 Interest and other costs of finance paid	(20)	(38)
1.6 TAX rebate for research and development	-	117
1.7 Other - Rebates	-	108
Net operating cash flows	(69)	(328)

+ 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)	(69)	(328)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	(5)
(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	-	(2)
1.12 Loans repaid by other entities	-	-
1.13 Other - cash disposed of on disposal of subsidiaries following shareholder approval	-	(47)
Net investing cash flows	-	(54)
1.14 Total operating and investing cash flows	(69)	(382)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	183	449
1.16 Cost of share issue	-	(40)
1.17 Proceeds from borrowings	-	85
1.18 Repayment of borrowings	-	(5)
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	-	-
Net financing cash flows	183	489
Net increase (decrease) in cash held	114	107
1.21 Cash at beginning of quarter/year to date	52	59
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter	166	166

+ 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	0
1.25	Aggregate amount of loans to the parties included in item 1.11	Nil

1.26 Explanation necessary for an understanding of the transactions

N/A

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

A total of \$37,832 in creditors was settled on behalf of the company by the company's non-executive chairman. This amount was advanced as an interest free, unsecured loan to the company.

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	166	52
4.2 Deposits at call	-	-
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	166	52

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: 27 April 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.