

**Form 603**Corporations Act 2001  
Section 671B**Notice of initial substantial holder**To Company Name/Scheme Paragon Care LimitedACN/ARSN ACN 064 551 426**1. Details of substantial holder (1)**Name Karst Peak Asia Master FundACN/ARSN (if applicable) n/aThe holder became a substantial holder on 2 / 3 / 2018**2. Details of voting power**

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
See Annexure A			

**3. Details of relevant interests**

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
See Annexure A		

**4. Details of present registered holders**

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
See Annexure A			

**5. Consideration**

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
See Annexure A				

**6. Associates**

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
See Annexure A	

**7. Addresses**

The addresses of persons named in this form are as follows:

Name	Address
See Annexure A	

**Signature**

print name **Adam Gregory Leitzes**

capacity **Director of Karst Peak Capital Limited**

sign here



date **6 / 3 / 2018**

**DIRECTIONS**

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:
  - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
  - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.

## **Annexure A**

This is Annexure A of 2 pages referred to in the Form 603 relating to Paragon Care Limited (“Paragon”).

### **Details of voting power:**

<b>Class of securities</b>	<b>Number of securities</b>	<b>Person’s votes</b>	<b>Voting power</b>
Fully Paid Ordinary Shares	15,290,484	15,290,484	5.62%

### **Details of relevant interests:**

<b>Holder of relevant interest</b>	<b>Nature of relevant interest</b>	<b>Class and number of securities</b>
Karst Peak Asia Master Fund (“KPAMF”)	Owner of Ordinary Shares in Paragon purchased through (i) participation in the institutional private placement and (ii) sub-underwriting a retail entitlement offer, during February 2018.	15,290,484 Ordinary Shares
Karst Peak Capital Limited (“KPCL”)	Discretionary investment manager to KPAMF and other entities.	24,036,171 Ordinary Shares
Adam Gregory Leitzes (“AGL”)	Shareholder, Director and Chief Investment Officer of KPCL.	24,036,171 Ordinary Shares

### **Details of present registered holders:**

<b>Holder of relevant interest</b>	<b>Registered holder of securities</b>	<b>Person entitled to be registered as holder</b>	<b>Class and number of securities</b>
KPAMF, KPCL and AGL	HSBC Bank Australia Limited	HSBC Bank Australia Limited	15,290,484 Ordinary Shares

### **Consideration:**

<b>Holder of relevant interest</b>	<b>Date of acquisition</b>	<b>Consideration</b>	<b>Class and number of securities</b>
KPAMF	14 February 2018	AUD 0.725 per share	8,771,526 Ordinary Shares
KPAMF	1 March 2018	AUD 0.725 per share	6,518,958 Ordinary Shares

### **Associates:**

<b>Name and CAN/ARSN (if applicable)</b>	<b>Nature of association</b>
KPCL	KPCL is the discretionary investment manager to KPAMF and other entities.
AGL	AGL is a shareholder, Director and Chief Investment Officer of KPCL, as well as a Director of KPAMF and other entities under the discretionary management of KPCL.

**Addresses:**

<b>Name</b>	<b>Address</b>
KPAMF	c/o Maples Corporate Services Limited, PO Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands
KPCL	Suite 1705 Kinwick Centre, 32 Hollywood Road, Central, Hong Kong
AGL	Suite 1705 Kinwick Centre, 32 Hollywood Road, Central, Hong Kong
HSBC Bank Australia Limited	Level 36, Tower 1, International Towers Sydney, 100 Barangaroo Avenue, Sydney NSW 2000, Australia



Signed  
Adam Gregory Leitzes  
6 March 2018