

ASX ANNOUNCEMENT

25 September 2020

RESULTS OF DIVIDEND REINVESTMENT PLAN, ACQUISITION UPDATE AND CLEANSING NOTICE

Dividend Reinvestment Plan

Healthia Limited (“Healthia”) issued 1,156,062 fully paid ordinary shares pursuant to the DRP underwriting arrangement on 24 September 2020.

A further 114,754 fully paid ordinary shares will be issued to shareholders participating in the Dividend Reinvestment Plan (**DRP**) on 28 September 2020.

The 2020 final dividend will be paid on 28 September 2020.

Acquisition Update

As stated in the 2020 Annual Report, Healthia will continue to acquire well-established allied health businesses and assess opportunities on a case by case basis with reference to its existing network of clinics, strategic objectives and disciplined acquisition criteria.

Healthia is seeing increased acquisition enquiries and opportunities as allied health industry participants place greater value on the support and stability that a larger group such as Healthia can offer. Healthia will assess those opportunities as they arise and expects to deploy a minimum of \$15.0 million of new capital in the 2021 Financial Year on new acquisitions. Healthia would assess the appropriate form of funding for any such opportunity, including bank debt, free cash, clinic class shares, vendor or other equity, based on an assessment of factors including the nature and scale of the opportunity.

The fully underwritten Dividend Reinvestment Plan (DRP) was put in place to preserve cash reserves for working capital and to be used for future acquisitions.

Cleansing Notice

Healthia gives notice under section 708A(5)(e) of the Corporations Act 2001 (Cth) (Corporations Act) that:

- a) Healthia issued the underwritten shares without disclosure to investors under Part 6D.2 of the Corporations ACT
- b) As at today’s date:
 - i. Healthia has complied with the provisions of Chapter 2M of the Corporations Act as they apply to Healthia
 - ii. Healthia has complied with section 674 of the Corporations Act; and
 - iii. there is no “excluded information” within the meaning of sections 708A(7) and 708A(8) of the Corporations Act which is required to be disclosed under section 708A(6)(e) of the Corporations Act.

Company	Company
Wesley Coote Group CEO & MD Tel: 07 3180 4900 E: wes.coote@healthia.com.au	Chris Banks CFO & Company Secretary Tel: 07 3180 4900 E: chris.banks@healthia.com.au

-END-