



To: Company Announcements Office
Australian Securities Exchange

From: Howard Edelman

Date: 1 July 2010

Subject: Chief Executive Officer's shareholding

Please find attached a letter from the CEO & Executive Director, Gary Cohen along with the required Appendix 3Y.

Dear Sirs,

A handwritten signature in black ink, appearing to read "H. T. Edelman". The signature is stylized with a large "H" and a long, sweeping underline.

Howard T. Edelman
Company Secretary

PO Box A100 Sydney South NSW 1235
Darling Park, Tower Two, Level 27, 201 Sussex Street, Sydney NSW 2000

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iSOFT

1 July 2010

Mr Robert Moran
Non Executive Chairman
iSOFT Group Limited
Level 27 Tower 2 Darling Park
201 Sussex Street
Sydney NSW 2000

Dear Robert

My shareholding in iSOFT Group Limited

I refer to my letter of 25 June where I advised that I was required to sell shares in iSOFT as a result of margin calls associated with my shareholding.

The significant fall of the share price last week resulted in further disposals of shares as a result of margin calls associated with my holding. The required Appendix 3Y is attached to this letter.

As of today I still have a direct relevant interest in 43.34 million shares and an indirect interest in 161.5 million shares. Given my outstanding liability on any margin loans is now less than \$1 million I do not anticipate to have to dispose of any further shares in the foreseeable future.

Yours sincerely



Gary Cohen
Chief Executive Officer

Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity	iSOFT Group Limited
ABN	66 063 539 702

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	Gary Michael Cohen
Date of last notice	24 June 2010

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	(1) Direct/Indirect (2) Indirect (3) Indirect (4) Indirect (5) Indirect (6) Indirect
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	(1) Direct holding/Gary Michael Cohen is deemed by virtue of section 608 to have the relevant interest in securities of the registered holders, the RJI Investments Pty Limited Group of Companies and the share and incentive plans in respect of Dr Brian Louis Cohen (2) Employee Loan Plan (3) Employee Deferred Incentive Plan (4) Performance Rights issued to Gary Cohen, under employee incentive plan and subject to service & performance conditions (5) Performance Rights issued to Brian Cohen, under employee incentive plan and subject to service & performance conditions (6) Relevant interests arise pursuant to a Pre-emption Deed under which RJI Investments Pty Ltd and AEP Financial Services Pty Ltd each grant pre-emptive rights over their shares in the Company in favour of the other. Pre-emptive rights do not attach to more shares than the number which, when added to the person's existing voting power, equals 19.9%.
Date of change	(1) 24 & 25 June 2010 (1b) 30 June 2010

+ See chapter 19 for defined terms.

Appendix 3Y

Change of Director's Interest Notice

No. of securities held prior to change	(1) 1,567,702/49,955,341 (2) 6,456,847 (3) 689,359 (4) 3,000,000 (5) 750,000 (6) 147,891,561
Class	(1) Ordinary shares (2) Ordinary shares (3) Ordinary shares (4) Performance rights (5) Performance rights (6) Relevant interest
Number acquired	
Number disposed	(1) 7,170,604 (1b) 6,517,773
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	(1) \$1,178,178.62 (1b) \$1,108,021.41 (6) Relevant interest only
No. of securities held after change	(1) 1,567,702/36,266,964 (2) 6,456,847 (3) 689,359 (4) 3,000,000 (5) 750,000 (6) 161,579,938
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	(1) On market sale (1b) Off market sale (6) Increase in number of shares equalling 19.9% under AEP pre-emption deed

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of “notifiable interest of a director” should be disclosed in this part.

Detail of contract	
Nature of interest	
Name of registered holder (if issued securities)	
Date of change	
No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed	
Interest acquired	
Interest disposed	
Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation	
Interest after change	

+ See chapter 19 for defined terms.