

ASX Announcement

Zenitas Healthcare Limited (ASX: ZNT)

6 September 2018

ZENITAS ACCELERATES NEXTTCARE 100% ACQUISITION

- **Zenitas has agreed to accelerate acquiring the remaining 49% of NexttCare**
- **NexttCare is a leading aged care services provider in Victoria, NSW, Queensland and South Australia**
- **\$14.7m acquisition price of the 49% to be funded from Company's debt facilities**
- **Transaction multiple represents less than 6 times FY19 Forecast EBITDA**
- **Completion is expected in December 2018**

Zenitas Healthcare Limited has entered into a binding agreement to acquire the remaining 49% of the shares in aged care services provider NexttCare Pty Ltd sooner than originally agreed. Zenitas acquired 51% of NexttCare in July 2017 and was obliged to acquire the remaining 49% in July 2019.

Operating in Victoria, New South Wales, Queensland and South Australia, NexttCare services more than 2,000 clients with diverse funding including Home Care Packages, Department of Veterans Affairs, Commonwealth Home Support Programme and private individuals.

The aged care market has favourable industry dynamics, underlying demand trends and legislative support.

The transaction is underpinned by compelling strategic rationale:

- The integration of NexttCare with Zenitas' home care platform allows Zenitas to realise significant integration synergies.
- Zenitas will not be required to make the FY19 Earn Out Payment under the original Share Sale Agreement.

Zenitas CEO Justin Walter stated:

"The recent acquisition of Australian Home Care Services provides Zenitas with a strong brand with operational and governance capability as well as the platform to move to 100% ownership of NexttCare sooner than originally planned. We expect the transition to have no impact on service delivery for our valued clients."

For further information, please contact:

JUSTIN WALTER
CEO
0439 112 464

SHANE TANNER
CHAIRMAN
0411 107 099