



ADVANCED HEALTH LIMITED

(Incorporated in the Republic of South Africa)

(Registration number 2013/059246/06)

("the Company" or "Advanced Health")

ISIN Code: ZAE000189049 JSE Code: AVL

TRADING STATEMENT

In terms of paragraph 3.4(b)(i) of the Listings Requirements of the Johannesburg Stock Exchange, listed companies are required to publish a trading statement as soon as they become reasonably certain that the financial results for the next period to be reported on will be more than 20% different from those of the previous corresponding period or from a profit forecast previously provided to the market in relation to such period.

Shareholders are advised that Advanced Health expects to report a net loss after taxation attributable to the parent for the year ended 30 June 2016, of R18.311 million compared to a restated profit of R17.487 million for the year ended 30 June 2015.

The loss per share will be 8.26 cents for the year ended 30 June 2016 compared to the restated earnings of 7.89 cents per share for the year ended 30 June 2015.

Headline loss for the year will be R17.767 million compared to the restated prior year headline earnings of R8.865 million. Accordingly, the headline loss per share will be 8.02 cents for the year ended 30 June 2016 compared to headline earnings of 4.00 cents per share for the year ended 30 June 2015.

The reasons for earnings being lower include the following:

- The movement is due to the Company rolling out its strategy to become the leading provider of day hospitals in South Africa and Australia, with 9 new day hospitals in various stages of completion in South Africa and the opening of its new flagship 6 theatre day hospital in Chatswood, Sydney, Australia in January 2016.
- As is the nature of the roll out of day hospitals, the initial building development of the hospital takes up to 18 months, depending on circumstances for the completion of the construction and the commissioning process. These day hospitals then require a settling-in period of up to 36 months before the envisaged financial advantages fully materialise.
- A fair value adjustment on the Australian property was a once-off inclusion in the 2015 financial year.

The financial information on which this trading statement is based has not been reviewed and reported on by the Company's auditors.

The Company's results announcement for the year ended 30 June 2016 is expected to be published on or about 31 August 2016.

23 August 2016
Johannesburg

Designated Advisor

Arbor Capital Sponsors Proprietary Limited

