



IHH Healthcare Berhad

Company No. 901914-V
(Incorporated in Malaysia)

ANNOUNCEMENT

REVISION IN UTILISATION OF INITIAL PUBLIC OFFERING (“IPO”) PROCEEDS

1. INTRODUCTION

IHH Healthcare Berhad (the “Company”, the “Group” or “IHH”) was listed on the Bursa Malaysia Securities Berhad on 25 July 2012. The Company raised gross proceeds of RM5,040,000,000 (“IPO Proceeds”) pursuant to its IPO. Reference is made to the Company’s Prospectus dated 2 July 2012 (the “Prospectus”) wherein the utilisation of proceeds raised from the Company’s IPO was disclosed.

The Board of Directors would like to announce that it has approved certain revisions to the proposed utilisation of the IPO Proceeds that was disclosed in the Prospectus in the manner set out in Section 2.

2. DETAILS OF REVISION TO UTILISATION OF IPO PROCEEDS

	Proposed Utilisation Amount per Prospectus RM'000	Actual Utilisation Amount RM'000	Deviation		Balance after revision RM'000	Notes
			RM'000	%		
Repayment of bank borrowings	4,663,000	4,649,018	13,982	0%	-	a
Estimated listing expenses	188,000	182,522	5,478	3%	-	b
Working capital and general corporate purpose	189,000	208,460	(19,460)	-10%	-	c
	5,040,000	5,040,000	-		-	

Notes

- Actual utilisation of IPO Proceeds for the repayment of certain bank borrowings as set out in the Prospectus was less than the proposed amount due to lower outstanding amounts as at the repayment date. The balance unutilised proceeds of RM13,982,000 was used for working capital and general corporate purpose.
- Actual utilisation of IPO Proceeds for listing expenses incurred was less than the proposed amount of RM188,000,000 estimated in the Prospectus. The balance unutilised proceeds of RM5,478,000 was used for working capital and general corporate purpose.
- Amount set aside for working capital and general corporate purpose differs from amount set out in the Prospectus of RM279,000,000. The difference of RM90,000,000 arose from the difference in the actual IPO price of RM2.80 per share and the indicative retail price of RM2.85, times the 1.8 billion shares issued pursuant to the IPO.

The amount was mainly utilised to settle the consideration payable of RM66.7 million relating to the acquisition of its 60% indirectly-owned subsidiary, Acıbadem Sağlık Yatırımları Holdings A.Ş. ("Acıbadem Holdings") and approximately RM118.1 million was utilised to partially fund the recapitalisation of Acıbadem Holdings prior to the new loan facility being available.

Upon the transfer of the IPO proceeds in excess of the amounts allocated for repayment of bank borrowings and listing expenses of RM13,982,000 and RM5,478,000 respectively to working capital, IHH fully utilised the IPO Proceeds.

The Board is of the opinion that the revisions to the utilisation of the IPO Proceeds will not have any adverse effect on the financial performance of the Group, and is in the best interests of the Group.

For and on behalf of the Board

IHH Healthcare Berhad

(formerly known as Integrated Healthcare Holdings Berhad)

Dr Lim Cheok Peng
Managing Director

26 February 2013