![pulsehealth logo]

25 July 2016

ASX Market Announcements Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

ASX Announcement

Speculation of corporate activity.
Shareholders should take no action.

Pulse Health Limited (ASX:PHG) (**Pulse**) notes the article in the Australian Financial Review on Friday 22 July 2016 indicating that interests associated with Ben Thynne and Andrew Savage, the principals of Evolution Healthcare (a private hospital operator in Australia and New Zealand) had acquired between 10 per cent and 11 per cent of the shares in Pulse. Pulse understands this to be correct.

Pulse has also recently received confidential, highly conditional, indicative proposals and expressions of interest from other parties relating to the acquisition of control of Pulse (**Control Transaction**). The Board of Pulse has not pursued these confidential proposals and expressions of interest further on the basis of their conditionality, lack of certainty and because they fundamentally undervalued Pulse. Consistent with ASX Listing Rules, the Board of Pulse has not previously disclosed these confidential proposals and expressions of interest, given their highly conditional and confidential terms, incompleteness and insufficient certainty that a Control Transaction would eventuate.

Pulse has retained Allier Capital to act as financial adviser and Norton Rose Fulbright as legal adviser, to assist with any further discussions.

Shareholders are advised to take no action in response to the media speculation. There is no certainty that any Control Transaction will emerge on acceptable terms, or at all.

The Pulse Board has high confidence in the future growth and performance of the group. Pulse will report its full year result on 31 August 2016.

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For more information on **Pulse Health** please visit **www.pulsehealth.net.au**