

ASX Announcement No 4 NVL

18 September 2015

NATIONAL VETERINARY CARE LIMITED (ASX: NVL) NVC UPDATE ON INITIAL PORTFOLIO

National Veterinary Care Limited (NVL) ('NVC' or 'The Company') announce that it was today resolved by the board that NVC will not settle the acquisition of one of the clinics from the Initial Portfolio of businesses, as disclosed in the company's replacement prospectus ('Original Clinic').

To date, NVC has acquired 33 of the 35 clinics and professional businesses that comprise the Initial Portfolio, as outlined in the replacement prospectus dated 23 July 2015. Of the two clinics that remain unsettled:

1. NVC and the owners of the Original Clinic have mutually agreed not to proceed; and
2. An announcement regarding settlement of the final clinic in the Initial Portfolio will be made in the near future.

The Original Clinic was forecast to deliver annualized revenue and EBIT of \$2.15m and \$0.3m respectively. The total consideration that was due upon settlement of the Original Clinic was \$1.4m in cash consideration and \$0.3 million in NVC shares.

NVC has entered into a bidding sales agreement with a veterinary clinic in southern Brisbane and expects to settle this additional clinic on 16 October 2015. This clinic is expected to deliver annualized revenue and EBIT of \$0.9m and \$0.19m respectively, with a purchase price of \$0.86m.

About NVC:

NVC aims to be a leading provider of veterinary services in Australia and New Zealand. The company strives to achieve excellence in clinical care for pets, and to build a platform for loyal, long term relationships with their owners.

The key growth strategies for NVC are expanding the NVC network of clinics through acquisition, and driving organic growth at a clinic level.

For further information please contact:

Ms Katherine Baker
CFO & Company Secretary
National Veterinary Care Limited
1300 682 838

For personal use only