



## EXPANSION OF SHAREHOLDER BASE

On 25 March 2011, the Directors of Capitol Health Limited (Capitol) advised the market of the acquisition of the radiology operations of IM Medical Limited (ASX:IMI) by Capitol in return for consideration of 45.56 million Capitol shares plus performance bonuses.

The shareholders of IMI must approve the sale at a specially called meeting.

The Directors of Capitol are pleased to advise that the Board of IMI has agreed to put to that meeting a resolution that an in-specie distribution of those Capitol shares be made to existing IMI shareholders.

Approval of this resolution will add approximately 5,000+ individual shareholders to the Capitol share registry (in its 2010 Annual Report, IMI advised a then total of 5,159 shareholders).

The Directors consider that this increase in the number of Capitol shareholders will be positive for liquidity and will be to the advantage of all stakeholders.

The Directors advise that Capitol continues to experience positive trading conditions and the performance of the company continues to meet expectations.

**Authorised by:**

**John Conidi**  
***Managing Director***

*20 April 2011*

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