

Japara Healthcare performing in line with Prospectus

Japara Healthcare Limited (“Japara Healthcare”) is pleased to announce today the Company’s financial results for the period 22 April 2014 to 30 June 2014.

Key Highlights

- Statutory revenue of \$49.0m (Prospectus forecast \$42m), statutory NPAT of negative \$2.9m (Prospectus forecast negative \$13.8m)
- Underlying EBITDA of \$8.6m (Prospectus forecast \$7.6m), Underlying NPAT of \$6.9m (Prospectus forecast \$6.2m)
- Completion of three brownfield developments – adding 124 additional places
- Occupancy of 95.2% across the portfolio of facilities
- Average EBITDA per bed \$21,755 and average bond value of \$268,000 with net bond inflows of \$13.9m

Japara Healthcare’s CEO and Managing Director, Andrew Sudholz, said “our business has performed well since listing, which is a testament to the strong management team and staff who oversee our diversified portfolio of quality facilities.”

During the period under review, the Government announced a number of aged care industry reforms including the removal of the Payroll Tax Supplement from 1 January 2015 (subject to Parliamentary approval) and the cessation of the Dementia Supplement from 1 August 2014.

Mr. Sudholz stated, “while the aged care sector felt challenged by these reforms, we are convinced that the additional reforms announced both before and after 30 June create opportunities for Japara Healthcare”.

Mr. Sudholz concluded “following the success of our recent IPO, Japara Healthcare has significantly strengthened its balance sheet, and with our strong and stable cash flow, we are well placed to deliver our growth strategy”.

Subsequent to balance date, Japara Healthcare successfully signed contracts to purchase the Whelan Care portfolio for \$39.5m. The portfolio comprises 258 aged care places and 41 Independent Living Apartments in five South Australian facilities.

Japara Healthcare’s Chairman, Linda Bardo Nicholls AO, said “as Australia’s first ASX listed aged care provider, we are pleased to have delivered an inaugural result in line with our Prospectus forecast. The fragmented aged care sector and its underlying demographics provide Japara Healthcare and its shareholders with exciting growth prospects”.

Contact:
John McKenna
Chief Financial Officer
Ph: (03) 9649 2109
Email: john.mckenna@japara.com.au