



# CAPITOL HEALTH ACQUIRES DENTAL SURGERY AND FACILITIES

ANNOUNCEMENT

28 AUGUST 2006

The Company is pleased to announce it has entered into a contract to acquire the surgery and facilities of Kalamunda Dental Care.

The business had annual revenue in the 2006 financial of over \$930,000. The acquisition price of \$550,000 will be paid in cash, and the principal dentist will provide dental services at the centre for a period of 2 years. The consideration covers all plant and equipment, inventories, leasehold improvements, and goodwill of the centre. It is anticipated that a proportion of the consideration will be debt financed.

The centre has a long established patient list and a reputation for excellent service and care in its local area. The Principal dentist Dr Robert Davis B.D.S. (Rand) H.D.D qualified in 1966 and after acquiring a higher degree in prosthodontics joined the practice in 1978. He has been on the teaching staff of two major universities where he did clinical instruction to the final year dental students. He has lectured to both undergraduates and postgraduates.

The practice operates out of a purpose built facility with excellent exposure to local traffic and proximity to a local high school.

Kalamunda represents the company's first acquisition since its ASX listing in June of this year, and the first stage of its growth plans detailed in its recent IPO prospectus.

Kalamunda is the third surgery at which Capitol Health provides services and facilities to dentists in the Perth metropolitan area.

The Company is also pleased to announce the appointment of an Operations Manager to manage the integration and operations of the Company's dental facilities. This person is a registered nurse with broad operational and management experience including plastic surgery clinics and private hospitals.

**Authorised by:**

**Andrew Harrison**  
*Managing Director*

**28 August 2006**

**About Capitol Health Limited**

Capitol Health Limited is an Australian listed company (ASX:CAJ) providing excellence in services and facilities to dentists. The Company's objective is to build a leading dental healthcare business generating sustainable growth and profitability for our shareholders and delivering superior patient experiences at its dental centres. Visit our website [www.capitolhealth.com.au](http://www.capitolhealth.com.au).

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