

ANNOUNCEMENT

£350,000,000 of 8.750% Senior Secured Notes due 2019

£175,000,000 of 12.250% Senior Notes due 2020

(Collectively referred to as the "**Notes**")

(ISIN: XS0794786011 / ISIN: XS0794785633

ISIN: XS0794787415 / ISIN: XS0794787175)

Issued by Elli Finance (UK) plc (in administration) and Elli Investments Limited (in administration) (the "**Issuers**", and together with their subsidiaries the "**Group**")

The Notes are admitted to the Official List of the Irish Stock Exchange, but remain suspended from trading on the Global Exchange Market.

The Issuers and Richard Fleming, Mark Firmin and Richard Beard of Alvarez & Marsal Europe LLP in their capacity as administrators of the Issuers (the "**Joint Administrators**") refer to previous announcements on the restructuring of the Group.

As communicated previously, the Group is continuing to progress its ongoing restructuring process, and in particular remains in constructive discussions with landlords with the aim of completing the Group's leasehold estate restructuring as expeditiously as possible.

As part of the leasehold estate process, the Group has agreed with one of the Group's largest landlords to migrate 44 operating care homes (as well as 13 closed homes) owned by that landlord to new operators. In order to achieve this migration in an orderly manner, Rebecca Jane Dacre, Scott Christian Bevan and Simon David Chandler, each of Mazars LLP, have today been appointed as administrators over the eleven Group companies which operated that portfolio of care homes.

The priority of all parties remains the continuity of care for all residents and employees and the Group is working closely with the relevant regulators, the new operators and the landlord to ensure that the migration of these homes to new operators is seamless. The new operators are all highly experienced operators, and Dr Claire Royston will remain Nominated Individual with regulatory responsibility for the transitioned care homes pending re-registration of the new operators as registered providers.

The Group is continuing to progress constructive discussions with other landlords, with the possibility that further transfers to new operators may be negotiated in due course. The Joint Administrators will make further announcements if necessary.

Martin Healy, Chairman of Four Seasons Health Care Group, commented:

“As part of our ongoing work around our leasehold estate, we are pleased to be achieving the orderly migration of these homes to new operators. By working closely with regulators, the new operators and the landlord we will minimise the impact on residents, families and colleagues, which is in line with our priority to maintain the delivery of continuity of care for our residents.”

For further enquiries, please contact:

Alvarez & Marsal Europe LLP

Email: INS_ELLI@alvarezandmarsal.com

Kris Carpen

Tel: 020 7070 0638

Media should contact:

MHP Communications

Email: fshc@mhpc.com

Oliver Hughes / Katie Hunt / Patrick Hanrahan / Pete Lambie / Charles Hirst

Tel: 020 3128 8622

This notice is given by:

Elli Finance (UK) plc (in administration)

C/O Alvarez & Marsal Europe LLP

Suite 3 Regency House

91 Western Road

Brighton

BN1 2NW

Elli Investments Limited (in administration)

PO Box 286

Floor 2

Trafalgar Court

Les Banques

St Peter Port

Guernsey

GY1 4L