

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 two of the Group's landlords to migrate a further two portfolios, comprising 58 operating care homes and specialist units (as well as 10 closed homes and specialist units) owned by those landlords to new operators. In order to achieve this migration in an orderly manner, administrators have today been appointed over seven of the Group companies which operated these portfolios. Three further administration appointments are expected to take place during the course of tomorrow. The administrators appointed in respect of the two portfolios are respectively Daniel Smith and Oliver Haunch, both of Grant Thornton UK LLP and Colin Hardman and Henry Shinnars, both of Smith & Williamson LLP.

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 landlords to ensure that the migration of these homes and specialist units to new operators is seamless.

Allan Hayward, Chairman of Four Seasons Health Care Group, commented:

"We aim to achieve the orderly migration of these homes and specialist units to new operators as part of our ongoing work around our leasehold estate. Our top priority is to maintain continuity of care for our residents and patients by minimising the impact on them, their families and our colleagues and we are working closely with the regulators, new operators and the landlords to achieve this."

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