

7 August 2019

Dear Shareholder

Entitlement Offer - Information for Shareholders

Novita Healthcare Limited (**Novita**) today announced that it intends to raise up to approximately \$2 million (before costs) through a 5 for 11 pro-rata non-renounceable entitlement offer of fully paid ordinary shares to existing eligible shareholders (**Offer**).

Under the Offer, eligible shareholders will have the opportunity to subscribe for new fully paid ordinary shares in Novita (**New Shares**) on the basis of 5 New Share for every 11 shares held at an issue price of \$0.01 per New Share.

The Offer will be made pursuant to an Offer booklet (**Offer Document**) and if you are eligible and wish to participate in the Offer, you will need to complete your personalised Entitlement and Acceptance Form that will accompany that Offer Document.

Shareholders will also be invited to apply for additional New Shares (**Additional Shares**) in excess of their entitlement if there is a shortfall between applications received from Eligible Shareholders and the number of New Shares proposed to be issued under the Offer. Additional Shares will be issued at an issue price of \$0.01 per New Share.

The Offer is led and managed by PAC Partners Securities Pty Limited. The Offer is not underwritten. The directors have reserved the right to place any shortfall in their discretion within 3 months of close of the Offer.

A copy of the Offer Document is expected to be lodged with ASX and sent to eligible shareholders on or about 13 August 2019. The Offer Document will be despatched to shareholders with registered addresses in Australia and New Zealand and who hold Shares as at the record date of 7:00 p.m. (Melbourne time) on 12 August 2019 (**Record Date**).

Pursuant to the ASX Listing Rules, Novita is required to provide you with certain information before proceeding with the Offer. This letter contains all the information required by Appendix 3B of the Listing Rules.

1. A maximum of 204,229,623 New Shares will be issued pursuant to the Offer (subject to the rounding of fractional entitlements to New Shares).
2. The New Shares will rank equally in all respects from the date of allotment with the existing class of quoted shares.
3. The issue price of the New Shares will be \$0.01 each.

4. Novita will apply for quotation of the New Shares issued pursuant to the Offer on the official list of the ASX.
5. Proceeds from the Offer (after costs) will be used to fund Novita's Tali Detect and Tali Train business model including associated capital expenditures, operating costs and working capital.
6. It is anticipated that the New Shares subscribed for will be entered into uncertificated holdings on or before 23 August 2019.
7. The total number of shares quoted on ASX (including the maximum number of Shares to be issued under the Offer) is as follows:

Shares on issue at the Announcement Date	449,305,165
Shares offered under the Offer	Up to 204,229,623*
Total Shares on issue on completion of the Offer	Up to 653,534,788*

*This assumes the Offer is fully subscribed. The number of New Shares to be issued under the Offer is also subject to the rounding of fractional entitlements to New Shares.

8. Novita has 34,777,766 Options on issue, all unquoted.
9. All New Shares issued pursuant to the Offer will have the same dividend entitlements as existing shares on issue.
10. No shareholder approval for the Offer is required.
11. The Offer is non-renounceable. This means that eligible shareholders who do not take up their entitlements to participate in the Offer will not be able to transfer or receive any value for those entitlements and their equity interest in Novita will be diluted.
12. The New Shares in the Offer will be offered on the basis of 5 New Shares for every 11 shares held by the shareholder as at the Record Date. Fractional entitlements will be rounded up.
13. The offer under the Offer relates to fully paid ordinary shares in the capital of Novita.
14. The record date to determine entitlements is 7.00 p.m. (Melbourne time) on 12 August 2019.
15. Shareholders will be invited to apply for additional New Shares in excess of their entitlement. If there are excess applications for additional New Shares, an appropriate allocation policy will be applied as set out in the Offer Document. The Entitlement and Acceptance Form will contain instructions on how to apply for additional shares.
16. Only shareholders with registered addresses in Australia and New Zealand will be sent the Offer Document. In compliance with Listing Rule 7.7.1, Novita has decided that it is unreasonable to make the Offer to shareholders with registered addresses outside of a limited number of jurisdictions (non-eligible shareholders) having regard to each of the following:
 - the number of those security holders registered;
 - the number and value of the securities that would have been offered to those security holders;
 - and

- the cost of complying with the legal requirements and requirements of regulatory authorities in some overseas jurisdictions.
17. The closing date for receipt of acceptances is 5:00 p.m. (Melbourne time) on 22 August 2019.
 18. There is no broker to the Offer.
 19. The Offer Document for the Offer and the Entitlement and Acceptance Form are expected to be despatched to eligible shareholders on or about 13 August 2019.
 20. The latest date for despatch of certificates or entry of the New Shares subscribed for into your security holdings is 28 August 2019.

The above information was provided to ASX on 7 August 2019.

If you have any queries regarding your entitlement or participation in the upcoming Offer, please contact Automatic Registry Services as Share Registry on +61 2 9698 5414.

Yours faithfully



Stephen Denaro
Company Secretary
Novita Healthcare Limited