

2008: The Korian Group continues its strong growth in France and Europe, with revenues up by 28.6%.

Paris, 10 February 2009. The Korian Group, the European dependency care market leader, has posted revenues of €781.8 million for 2008, representing a 28.6% increase over 2007 in a poor overall economic environment. The Group opened 10 facilities and acquired a further 4 in the past year. Not including the disposal of 4 facilities, Korian has thus achieved its objective of 30.0% growth.

2008 was the first full financial year consolidating the Italian and German platforms which represent 24% of the group's turnover.

In the same period, the group reduced its debt, allowing Korian to start 2009 with a financial structure better adapted to the current crisis.

In EUR millions	Annual			Quarterly *		
	2008 *	2007	Δ 08/07	4T 2008	4T 2007	Δ 08/07
France	600,5	558,0	7,6%	157,8	145,7	8,3%
% Total revenues	77%	92%		75%	79%	
EHPAD	381,9	358,1	6,7%	103,3	93,0	11,1%
Healthcare	218,6	199,8	9,4%	54,5	52,7	3,4%
Italy	91,4	29,6	209,1%	28,3	18,8	50,6%
% Total revenues	12%	5%		13%	10%	
Germany	89,9	20,5	339,5%	24,8	20,6	20,5%
% Total revenues	12%	3%		12%	11%	
Group TOTAL	781,8	608,0	28,6%	211,0	185,1	14,0%

* unaudited figures

France

The activity of EHPAD (nursing homes) grew by 6.7% in 2008. The occupancy rate remained high, coming in at 95.5% like-for-like.

In the same period, the healthcare business (follow-up care, rehabilitation and psychiatric clinics) recorded good growth of 9.4%. The average occupancy level remained very high at 97.2%.

Korian once again confirms the robustness and steady growth of its activities in France.

Europe

In Italy, 2008 revenues amounted to €91.4 million. The retirement home activities generated revenues of €57 million, benefiting from the growth of 4 newly opened establishments (including 2 in 2008) filling up as projected. Revenues from clinics amounted to €34.4 million.

In Germany, 2008 revenues reached €89.9 million. The group continued its expansion by opening 6 establishments in 2008, and these are filling up normally.

Group Korian: 2008 overview and 2009 perspectives

Rose-Marie Van Lerberghe, Chairman of Korian's Management Board, stated as follows:

" 2008 was marked by important milestones in the history of Korian:

- Our business model showed remarkable robustness in the face of a largely unfavorable economic environment. Nevertheless, we remain vigilant, and now more than ever Korian will focus its efforts on the quality of the care that it provides to its residents and patients.
- A decidedly international phase involving our Italian and German subsidiaries, which account for almost a quarter of our business. The quality and experience of their managers allows us to be confident of achieving the medium-term objectives that we have set ourselves.
- The acquisition of a shareholding by Malakoff Médéric once again underscored the confidence and interest shown by a diversity of long-term investors. Corporate partnerships with our main shareholders should allow the development of new medico-social and healthcare solutions."

Guillaume Lapp, Korian General Manager commented: "Once again the group achieved its goals, with growth of 30% while maintaining its EBITDAR margins in France and increasing them in Italy and Germany.

In a rapidly-changing economic environment, Korian remains very attentive to bank financing conditions and to changes in the real-estate market. Korian can congratulate itself for having anticipated these changes by outsourcing a large part of its assets in highly favourable market conditions. Thus, in 2008 the group saw its indebtedness fall significantly, allowing it to enter this new period with equanimity. We will continue to pursue our selective investment policy, which will focus firmly on projects with high added value, favouring organic growth and innovative projects in the three countries where we are established."

About KORIAN: *the Korian Group, founded in 2001, is the French and European temporary and permanent dependency care market leader. A private group employing over 12,000 people, Korian has a broad portfolio of activities that dovetail effectively with one another in France, Italy and Germany.*

Its 218 facilities represented a combined total of 18,340 beds at 31 December 2008:

In France, 120 retirement homes (EHPAD), 35 follow-up care and rehabilitation clinics (SSR), and 11 psychiatric clinics for a combined total of 166 facilities and 13 694 beds

In Europe, 19 facilities in Italy for a total of 2495 beds and 33 facilities in Germany for a total of 3 703 beds

The Group has strong potential for organic growth, with 2,000 beds to be opened in its three countries of establishment.

The company has been listed on Euronext Paris Eurolist (Compartment B) since November 2006.

Next announcement : 27 March 2009, 2008 results

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