

PRESS RELEASE

2010 third-quarter revenues

Acceleration in growth over the third quarter: revenues up +9.8%
Sustained organic growth: +7.6% for the year to the end of September
Business targets revised upwards for 2010

Paris, 8 November 2010. Korian generated €680.4 million in revenues over the first nine months of the year, up 7.9% in relation to 2009. With business growing 9.8% during the third quarter, Korian is stepping up its rate of development in the three countries where it operates. Organic growth remains high, coming in at 7.6% since the start of the year. Korian is revising its target for 2010 upwards, with revenue growth of 8%.

In €M	Quarterly figures*			9 months*		
	Q3 2010	Q3 2009 (actual)	Δ Q3 10/09	2010	2009 (actual)	Δ 10/09
France	171.8	158.4	8.5%	491.8	468.4	5.0%
% total revenues	72%	73%		72%	74%	
Retirement homes	113.8	101.7	11.8%	319.0	301.0	6.0%
Healthcare	58.1	56.7	2.5%	172.7	167.4	3.2%
Italy	35.1	32.0	9.8%	101.7	88.8	14.6%
% total revenues	15%	15%		15%	14%	
Germany	30.7	26.0	17.9%	86.9	73.6	18.1%
% total revenues	13%	12%		13%	12%	
Group total	237.6	216.4	9.8%	680.4	630.8	7.9%

* Unaudited figures

THIRD QUARTER MARKED BY DEVELOPMENT PICKING UP PACE

The Group recorded strong growth in revenues during the third quarter, up +9.8%.

In France, the acceleration in growth is linked to the ramping up of facilities opened recently, combined with the integration of recent acquisitions. Indeed, Korian has finalised the takeover of the Seniors Santé group's facilities and projects (representing around 1,000 beds), in addition to an 81-bed nursing home near Toulouse. In view of the structuring of the acquisition of Seniors Santé, the total contribution over the quarter is limited to five facilities and 450 beds. At the same time, the Group has inaugurated the new structures for *Korian Côte Normande* in Ifs and *Korian Villa Berat* in Lisieux, resulting from restructurings and mergers. Lastly, Korian has obtained a financed authorisation in La Manche, which will enable it to implement a *Korian Essentiel* pilot.

International business has continued to develop well, with 16.2% growth for the first nine months of the year, confirming the sound business model. In Germany, the fourth and fifth Generation 2010 facilities were opened on 1 July and 8 October in Idtsein and Cologne, representing a total of 225 beds. In Italy, in October, Segesta took over the follow-up care and rehabilitation wing of Garbagnate hospital, Milan, through an innovative pilot project for a partnership with the public sector.

Restated for the five facilities sold off in 2009 and the acquisitions made since the start of 2010, with organic growth for the first nine months of the year coming out at 7.6%.

DYNAMIC DEVELOPMENT CONFIRMED AND TARGET FOR 2010 REVISED UPWARDS

Korian is continuing to capitalise on all the opportunities for development that arise across each of its three markets. In this way, over the first nine months of the year, 1,469 new beds were added to those already in operation, with half through the implementation of authorisations. The Group now has more than 22,000 beds in operation.

In view of this dynamic development, Korian is revising its target for 2010 upwards, with revenue growth of at least 8%.

As Rose-Marie Van Lerberghe, Chairman of Korian's Executive Board, explains: *"Now that the Group is effectively positioned, we are moving into a new growth phase. We are present on three markets, with different levels of maturity, offering numerous opportunities for development which will enable us to sustain our long-term, lasting and value-creating growth."*

The satisfaction rate of almost 96% among our residents and families reflects the quality that we have been able to achieve thanks to dedicated teams, outstanding care and excellent facilities, which we are constantly upgrading to meet the latest standards. All of this work carried out by all of our staff each day is laying an essential foundation in order to continue with and accelerate our development policy".

About KORIAN

The Korian Group, founded in 2001, is the European temporary and permanent comprehensive care market leader. *A private group employing over 15,000 people, Korian has three platforms established in France, Italy and Germany.*

At 30 June 2010, Korian's 227 facilities represented a combined total of 22,092 beds in operation.

- *In France: 122 retirement homes, 34 follow-up care and rehabilitation clinics, and 11 psychiatric clinics for a total of 14,296 beds.*
- *In Europe: 23 facilities in Italy, with a total of 3,322 beds, and 37 facilities in Germany, for a total of 4,474 beds in operation.*

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

Next announcement: fourth-quarter revenues after close of trading on 10 February 2011

- **Investor contact:**

Louis Guyot

T: + 33 1 55 37 52 11

l.guyot@groupe-korian.com

Alexis Jungels

T: + 33 1 55 37 52 25

a.jungels@groupe-korian.com

Pavie Finance: Lucile de Fraguier

T: + 33 1 42 15 04 39

contact@pavie-finance.com

- **Press contact:**

Francis Weill

T: + 33 1 55 37 52 15

f.weill@groupe-korian.com

For more information, please visit our website: www.groupe-korian.com