



PRESS RELEASE

MEDICA - First-Quarter 2011 Financial Information

- First-quarter 2011 revenue up 14.8% on Q1 2010
- Full-year revenue expected to increase by more than 15%

(PARIS - 10 May 2011) - MEDICA, a leading provider of long and short-term dependency care in France, has released its quarterly review for the three months ended 31 March 2011.

REVENUE BY SECTOR - €M	Q1 2011	Q1 2010	Reported growth	Organic growth
Long-term care - France % of revenue	88.7 60.7%	78.7 61.8%	+ 12.7%	+ 7.7%
Post-acute and psychiatric care - France % of revenue	38.4 26.3%	35.4 27.8%	+ 8.5%	+ 6.0%
Italy % of revenue	18.9 12.9%	13.1 10.3%	+ 43.7%	+ 3.3%
TOTAL	146.0	127.2	+ 14.8%	+ 6.8%

Unaudited figures

Jacques Bilet, Chairman and Chief Executive Officer, said: "Our growth is gaining momentum, with revenue increasing by nearly 15% in the first quarter. The integration of already acquired facilities, along with the pipeline of more than 3,000 beds being built or restructured, is supporting our 2011 targets, and we are now aiming to end the year with revenue up by more than 15%."

FIRST-QUARTER 2011 REVENUE

Consolidated revenue amounted to €146 million in first-quarter 2011, representing a 14.8% increase from the prior-year period.

All of the **business segments** reported clear gains over the period, as follows:

- Revenue from **long-term care facilities in France** amounted to €88.7 million for the quarter, up 12.7% year-on-year as reported and 7.7% on an organic basis.
- Revenue from **post-acute and psychiatric care facilities in France** rose by 8.5% to €38.4 million, with organic growth of 6% supported by the delivery of the beds restructured in 2010.
- Revenue from operations in **Italy** surged 43.7% year-on-year to €18.9 million, led by the late 2010 acquisition of the Laetitia Group.

Occupancy rates* remained stable, at 96.7% at 31 March 2011.

OPERATED PORTFOLIO AT 10 MAY 2011

As of 10 May 2011, MEDICA operated a **portfolio of 14,311 beds** in **186** facilities:

- 9,730 beds and 123 long-term care facilities in France
- 2,523 beds and 37 post-acute and psychiatric care facilities in France
- 2,058 beds and 26 facilities in Italy.

UPDATE ON BUSINESS DEVELOPMENT SINCE 1 JANUARY 2011

▪ ACQUISITIONS - NEW BEDS - RESTRUCTURING

Since 1 January 2011, MEDICA has **acquired 1,569 beds** in operation or under construction, of which **1,319** in the **Long-Term Care – France** segment and **250** in the **Post-acute and Psychiatric Care – France** segment.

In particular, these acquisitions enabled the Group to strengthen its presence in the long-term care segment in the greater Southwest France region, while broadening its positions in the psychiatric care segment.

During the quarter, the Group opened 153 long-term care beds and took delivery of 230 restructured post-acute and psychiatric care beds.

▪ FORECAST OPENINGS

By the end of the year, MEDICA expects to open around 600 additional beds, bringing the total to nearly 750 for the year.

▪ GROWTH PIPELINE

To support its expansion plan, MEDICA has a **growth pipeline** representing some **3,140 identified beds**, as follows:

- 900 operated beds being restructured.
- 2,240 beds being built.

As of 10 May 2011

***Occupancy rate**: number of days billed divided by the number of billable days for facilities that have been open for more than 12 months.

GUIDANCE

For 2011, MEDICA is confident in its strategic vision and ability to grow its business.

Based on the current portfolio, which has been considerably strengthened since the beginning of the year, the Company is confident in its ability to **deliver more than 15% growth in revenue over the full year**. It also remains committed to maintaining its solid profitability.

A conference call for analysts and investors will be held this morning at 9:30 am CEST.

INVESTOR CALENDAR

Annual General Meeting:	Tuesday, 7 June 2011
Second-quarter 2011 revenue:	Wednesday, 20 July 2011 before start of trading.
First-Half 2011 results:	Tuesday, 6 September 2011 before start of trading.
Third-quarter 2011 revenue: Update on business development	Tuesday, 18 October 2011 before start of trading.

ABOUT MEDICA

Created in 1968, MEDICA is a leading provider of long and short-term dependency care in France. It operates in both the long-term care sector, with nursing homes in France and Italy, and in the post-acute and psychiatric care sector. In these two sectors, the MEDICA Group operated a total of around 14,300 beds and employed more than 7,900 people as of 10 May 2011.

MEDICA has been listed on the NYSE Euronext Paris stock exchange since February 2010 – Compartment B – Eligible for the Deferred Settlement Service.

MEDICA is included in the MSCI France Small Cap and Gaia indices.

MDCA - ISIN: FR0010372581 - Reuters: MDCA PA - Bloomberg: MDCA FP

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