

2011 first-quarter revenues: + 9.1%
Strong organic growth: + 7.0%
2011 target revised: full-year revenues over €1 billion

Paris, 11 May 2011. Korian recorded €237 million in revenues over the first quarter of 2011, up 9.1% in relation to 2010. The Group has sound foundations, achieving organic growth of 7.0%. Korian is also stepping up its development plan, with the integration of 1,089 new beds since the start of the year (but without any impact over the first quarter). In this context, Korian is already raising its 2011 revenue target to over €1 billion.

<i>In €M</i>	Quarterly figures*		
	Q1 2011	Q1 2010	D Q1 11/10
France	171.9	158.5	+8.4%
Nursing homes	111.6	101.5	+10.0%
Healthcare	60.2	57.1	+5.5%
Italy	35.4	31.1	+13.8%
Germany	29.7	27.6	+7.6%
Group total	237.0	217.3	+9.1%

* unaudited figures

PROMISING FIRST QUARTER

The Group's revenues climbed 9.1% to €237 million.

This performance reflects:

- Organic growth of 7.0%, thanks to a volume effect, linked more specifically to facilities being ramped up, as well as a price effect, confirming our ability to manage our prices effectively,
- Full impact of the acquisitions made in 2010 (726 beds in total),
- Despite the sale of the last clinic in Germany (169 beds), highlighting the Group's commitment to focusing on the Pflegeheime¹ sector.

More specifically, France still represents the Group's historical base:

- Nursing homes are up 10% (including 5.6% on an organic basis) thanks to the ramping up of beds opened in 2010, as well as the full impact of the first four Seniors Santé facilities acquired in 2010 (out of 10 to be integrated in the end), and a significant price effect,
- Follow-up care and rehabilitation clinics have followed on from the previous quarter's trend, with exclusively organic growth of 5.5%, thanks to the impacts of specialisations and individual rooms.

¹ Name of nursing homes in Germany

For its part, the international sector now accounts for over 27% of the overall business, with the two platforms confirming their role as growth drivers:

- Germany is continuing to develop: organic growth came in at 18.2%, driven by the effective ramping up of facilities opened recently,
- Italy is moving forward with its ambitious growth strategy, climbing 13.8% over the first quarter, including 5.7% organic growth, despite the restructurings underway.

DEVELOPMENT ACCELERATING

In addition, since the start of the year, the Group has been particularly active, with the integration of 1,089 beds (including 60 outpatient hospital beds), spread across three clinics in France, five clinics and one RSA² facility in Italy. At the same time, 409 healthcare beds were withdrawn from the Group's scope on 1 April.

While these developments are not included in the first quarter's figures, they make it possible to set a target for over €1 billion in revenues for 2011.

OPTION TO PAY DIVIDEND IN SHARES

At the AGM on 23 June 2011, Korian will recommend keeping the dividend at €0.60 per share, combined with an option to take the payment in shares or cash. This measure aims to offer shareholders more flexibility.

As Rose-Marie Van Lerberghe, Chairman of Korian's management board, explains: "Buoyed by this good start to the year and the recent growth operations, Korian is already raising its initial target and aiming for revenues to come in at over €1 billion. At the same time, Korian is moving forward with its strategy to capitalise on the best opportunities in the three countries where it is present".

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 31 December 2010, Korian's 227 facilities represented a combined total of 22,175 beds in operation:

- *In France: 122 nursing homes, 34 follow-up care and rehabilitation clinics, and 11 psychiatric clinics for a total of 14,349 beds.*
- *In Europe: 23 facilities in Italy with a total of 3,352 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: 2011 first-half revenues after close of trading on 27 July 2011

Investor contacts:

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

² Name of nursing homes in Italy