

PRESS RELEASE

PAYMENT OF DIVIDEND IN CASH OR SHARES

Paris, 27 June 2011

The Combined KORIAN General Shareholders Meeting was held on 23 June 2011, under the chairmanship of Jean-Claude Georges-François, Chairman of the Supervisory Board and of Rose-Marie Van Lerberghe, Chairman of Korian's Executive Board.

All resolutions submitted have been approved, in particular the accounts for 2010. The General Meeting also resolved to offer greater flexibility to each shareholder in proposing the option to choose a payment of the dividend in cash or in shares according to the following:

- **Dividend per share:** € 0.60 per share
- **Issue price per new share:** €15.83. The closing price per share as at 22 June 2011 was €16.92
- **Period for exercise of options:** Shareholders may exercise their options from 30 June to 19 July 2011. Beyond that date, or if the option is not exercised, the dividend will be paid in cash only
- **Procedures for exercise of options – Fractions:** if the amount of the dividends on which the option is exercised does not correspond to a round number of shares, the shareholder will receive the number of shares immediately lower with the balance being paid in cash.
- **Dividend entitlement date of the new shares:** 1st January 2011
- **Ex Date :** 30 June 2011
- **Date of dividend distribution:** The date of distribution of the dividend in either cash or shares is 28 July 2011.

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

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