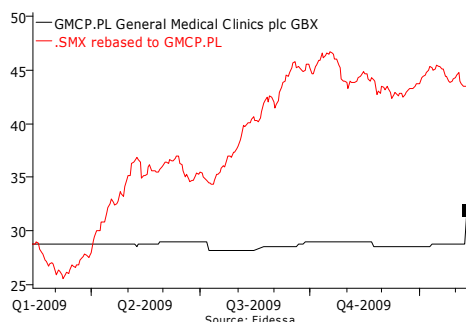


General Medical Clinics PLC 32p
Possible Takeover Offer

11 February 2010

Share Price: 32p



12m High: 32p

12m Low: 28.25p

Market Cap: £5.31m

Shares in Issue: 16.6m

NAV/Share: 18.6p (8.8p in cash)

Gearing: Nil

Interest Cover: N/A

EPIC Code: GMCP.PL

Sector: Healthcare

Market: London PLUS

Broker: Numis

Corporate Advisor: Axiom Capital

Website: www.genmed.org.uk

Description: Provider of Primary Care in the City and the West End including General Practice, physiotherapy, occupational health, health screening, nurse-led services, MASTA travel clinics, independent dentistry and visiting consultants.

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General Medical Clinics, the London-based primary care provider, has announced that the group is in discussions with the board of Westover Medical Ltd, which may lead to an offer for GenMed.

Westover operates private multi-disciplinary polyclinics across the UK, which provide private primary healthcare, specialist medical and dental services and other therapies. Westover has four clinics in Brompton Cross, Notting Hill, Wandsworth and Chiswick.

The key points of the offer announcement are:

- Westover proposes to offer GenMed's shareholders 34 pence cash per ordinary share. This offer price is at an 18.3% premium to the closing price on 9 February. It values GenMed at approximately £5.65m. Upon the release of this announcement, GenMed's share price surged 9.6%, to 31.5p.
- When compared to GenMed's Net Asset Value on 31 May 2009, this proposed price is at an 82.7% premium.
- Westover also proposed that GenMed's chief executive officer, Jerry Appleyard, join Westover's Board once the acquisition is completed.
- It is anticipated that the current management and employees of GenMed will remain in place and form part of the plans for the enlarged group.

GenMed is due to announce its interim results shortly. We have received no further comment from GenMed and under Takeover Panel rules, we are required to withdraw all forecasts.

Hardman & Co is a connected advisor under the Takeover Code because it is contracted to write research on the company.

Y/E	Sales	Declared Profit	Adjusted Profit	Adjusted EPS (Basic)	P/E ratio	Divi	Yield
May	£m	£m	£m	p.		p.	%
2008A*	6.54	0.30	0.48	2.1	15.2	0.4	1.3
2009A**	6.61	0.12	0.36	1.7	18.8	0.5	1.6
2010E	Forecasts	Withdrawn.					
2011E	Forecasts	Withdrawn.					

* 2008 adjusted profit includes exceptional costs of £96,000.

** Adjusted figures in FY09 exclude the development costs incurred in the Baker Street Clinic.

General Medical Clinics

11 February 2010

Management	Major Shareholders																		
<p>Non-Executive Chairman: Harry Hyman</p> <p>CEO: Jerry Appleyard</p> <p>Company Secretary & Finance Director: Elliott Adams</p>	<table> <tr> <td>Directors holding*</td> <td>22.6%</td> </tr> <tr> <td>Lend Lease Property Corporation Limited*</td> <td>11.44%</td> </tr> <tr> <td>Smith & Williamson Nominees Limited</td> <td>5.32%</td> </tr> <tr> <td>Chelspire Limited</td> <td>4.97%</td> </tr> <tr> <td>Walbrook Trustees (Guernsey) Limited (Employee Share Option Trust)</td> <td>4.76%</td> </tr> <tr> <td>Watertown Investment Inc</td> <td>4.52%</td> </tr> <tr> <td>Mr L O Johnson</td> <td>4.43%</td> </tr> <tr> <td>Sir Peter Michael</td> <td>4.11%</td> </tr> <tr> <td>Barnard Nominees Limited – VCT1</td> <td>3.61%</td> </tr> </table>	Directors holding*	22.6%	Lend Lease Property Corporation Limited*	11.44%	Smith & Williamson Nominees Limited	5.32%	Chelspire Limited	4.97%	Walbrook Trustees (Guernsey) Limited (Employee Share Option Trust)	4.76%	Watertown Investment Inc	4.52%	Mr L O Johnson	4.43%	Sir Peter Michael	4.11%	Barnard Nominees Limited – VCT1	3.61%
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Key Dates	Key Milestones																		
<p>AGM: 22 October 2009</p> <p>Next Interim Results: February 2010</p> <p>Next Full Year Results: October 2010</p>	<p>2004: Acquisition of Finsbury Healthcare</p> <p>2005: October – Signing of contracts with Department of Health for the Liverpool Street NHS Walk-in centre December – Opening of Liverpool Street NHS Walk-in centre</p> <p>2006: November – Successful completion of Private Placement Memorandum raising £1.5m December – Flotation on PLUS Markets</p> <p>2007: November – completion of capital re-organisation Opening of Canary Wharf clinic</p> <p>2008: Opening of Chancery Lane clinic</p> <p>2009: Opening of Baker Street Clinic</p>																		

* Include duplication.

General Medical Clinics

11 February 2010

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