

Statement in Compliance with Section 172 (1) of the Companies Act 2006

On 17 December 2020, Eakin Healthcare Group Limited acquired the entire issued share capital of Armstrong Medical Limited; a company incorporated in Northern Ireland. The principal activity of Armstrong Medical Limited (Armstrong Medical) is the manufacture, distribution and selling of critical care, perioperative and neonatal respiratory and anaesthesia products for the UK and export markets. The cash consideration was discharged through a loan to Eakin Healthcare Group Limited from the parent company, Dunrogan Limited.

The acquisition addressed the objectives of reducing dependence on any one product or any one geographical market; satisfying a key objective of the Group, and to actively seek to invest in business diversification within identified parameters.

The stakeholders impacted by the decision were the employees, customers and suppliers of Armstrong Medical and the acquiring shareholder. There was no impact on the operations of the other companies within the Group.

Communication with employees of Armstrong Medical was through face-to face-consultations and written communications which were attended by senior executives of the Group's HR department to explain the rationale for the transaction and to give them appropriate assurances. Customers of Armstrong Medical were contacted both by management of Armstrong Medical and Eakin Healthcare Group; again to explain the rationale for the transaction and to give them appropriate assurances. Suppliers were also contacted for the same reason.

In the short-term, we have strengthened the management team within Armstrong Medical through a number of senior appointments. The long-term impact of the decision to acquire Armstrong Medical is that Eakin Healthcare Group is more diversified in its operations both within the UK and internationally and we anticipate increased sales and profit growth.

Signed on behalf of the Board of Directors:

TG Eakin

A handwritten signature in black ink, appearing to be 'TG Eakin', written over a faint horizontal line.