

28 April 2010

**SUTHERLAND HEALTH GROUP PLC  
PLUS Symbol: SHGP**

**PLACING UPDATE AND NEWS ON THAMES VALLEY INNOVATION AND GROWTH AGREEMENT**

The Board of Sutherland Health Group, a national supplier of patient hygiene and sexual health products to customers including the NHS, is pleased to provide an update on two key items of news.

**PLACING**

The Company has raised £215,000 to date out of its target of up to £250,000. This includes a sum of £100,000 from Worship St Investments; £72,000 from TIM EIS Fund, and £15,000 from Directors of the Company. The New Ordinary Shares that qualify for EIS relief will be issued at 2.5p per share.

With the sum of £215,000 already being raised to date and taking into consideration the Company's recent attendance of the Master Investor Show where a number of potential investors expressed interest in the Placing, the Board announce to all interested parties that the Placing will close at **3pm on Friday 7 May 2010**.

The net proceeds of the new Ordinary Shares (expected to be £245,000, assuming full subscription) will be used by the Company to accelerate the sales, marketing and business development activities. In addition to a planned increase in distribution of its current product range, there is a new product development programme already underway.

On 6 April 2010 the Company appointed Corinne Oldcorn as Sales & Marketing Assistant who has specific responsibilities to assist in increasing distribution of products to new and existing trade sectors.

**NEW AGREEMENT**

The Board has signed a Relationship Letter with Thames Valley Innovation and Growth (TVIG). The Company has been selected by TVIG as it meets the required criteria of being an innovative and a growth company located in the Thames Valley. The Company will receive funding for specialist consultancy to further its research into new market opportunities.

Chairman, John French commented: "It is encouraging to see that we are being recognised by Thames Valley Innovation and Growth for what we have achieved to date. This coupled with the support of Worship St Investments and TIM EIS Fund in our current Placing means that we are well placed to progress the plans already identified for the business".

The Directors of the Issuer accept responsibility for this announcement.

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**Notes to Editors:****Sutherland Health Group Plc**

Sutherland Health Group Plc is a national supplier of patient hygiene, sexual health and diagnostic products to the UK National Health Service (NHS) and other UK customers. Its aim is to supply innovative solutions to current health issues by studying current trends and working alongside leading professionals who also work within the health sector.

The company is committed to developing and marketing high quality brands and products that will benefit health professionals and consumers alike in many areas of health. The Group has established its own brands Condomania® Condoms, Sutherland® Lubricating Jelly and Vision® pregnancy diagnostics that have already become established within the NHS business.

The Company has also developed the Sutherland® patient hygiene range which is on contract with NHS England and NHS Northern Ireland that can reduce the risk to patients of cross infection.

The Group is ISO and MHRA registered, and at present principally operates within the United Kingdom.

For further information on the Company visit [www.sutherlandhealth.com](http://www.sutherlandhealth.com)