

MEDIA RELEASE – 22 FEBRUARY 2007

**FINANCIAL RESULTS
FOR THE HALF YEAR ENDED
31 DECEMBER 2006**

**STRONG PROFIT RESULT FROM ORGANIC AND ACQUISITION GROWTH COMBINED WITH
IMPROVED OPERATIONAL EFFICIENCIES**

The Directors of Independent Practitioner Network Limited are pleased to announce the results for the half year ended 31 December 2006

1. Highlights

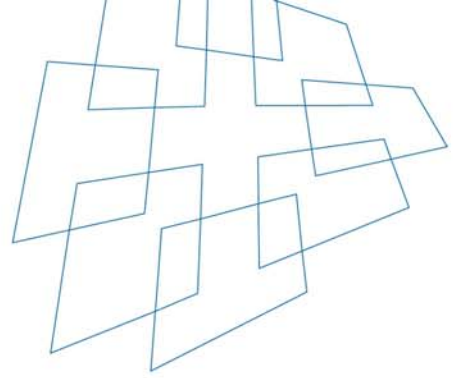
- Increase in Net Profit After Tax ["NPAT"] from continuing operations of 63% to \$4.1M;
- Increase in earnings before interest, tax, depreciation and amortisation from continuing operations ("EBITDA") of 19% to \$7.2M;
- Increase in revenue and income from continuing operations of 6% to \$44.7M;
- Increase in earnings per share of 39% from 0.28 cents to 0.39 cents per share;
- Increase in cash flows from operating activities of 93% to \$6.1M;

2. Commentary

IPN is pleased to announce a strong performance for the first half of financial year 2007. Much of the uplift in profit has come from improved efficiency coupled with organic growth in the form of a lift in doctor productivity and strong sub tenancy revenue.

The consolidated entity reported an NPAT for the half year ended 31 December 2006 of \$3.8M (2005: \$2.7M), representing an increase of 40%. Excluding the discontinuing operations of Cliveden Hill Private Hospital and the discontinued operations of the Lifecare physiotherapy business and Restart Consulting businesses sold during the 2006 financial year, the profit from continuing operations after income tax expense increased 63% to \$4.1M.

EBITDA from continuing operations has increased 19% to \$7.2M for the half year ended 31 December 2006.



IPN continues to pursue its strategy for growth through acquisition. On 2 October 2006 the Company acquired 2 medical centres at Redcliffe and Deception Bay in Queensland. Subsequent to the half year end, IPN acquired 4 medical centres and is currently in advanced negotiations to acquire further medical centres. In addition IPN's recruitment and acquisition team has identified significant numbers of GPs who are in various stages of moving their practices to existing IPN centres.

IPN's Managing Director Dr Malcolm Parmenter said "The outlook for the second half of financial year 2007 is for continued strong growth. IPN expects that in addition to organic growth, the benefits of GP recruitment into existing IPN centres and the acquisition of new standalone medical centres will provide significant benefit. As previously forecast, IPN remains on track to increase GP numbers by 50 full time equivalent doctors from FY2006 to FY2007. IPN's improved access to debt funding continues to facilitate this growth by acquisition."

ENDS

Contact

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This media release should be read in conjunction with the Company's Appendix 4D – Interim Financial Report posted on the Company's website on 22 February 2006 (www.ipnet.com.au)