

Announcement to the ASX

Chairman's Address – EGM 10.00am Friday 15 July 2011

Sydney – Friday, 15 July 2011 – iSOFT Group Limited (ASX: ISF) releases the attached script to be presented by the Chairman at the Extraordinary General Meeting scheduled to commence at 10.00am today.

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About iSOFT Group

iSOFT Group Limited (ASX: ISF) is a health information technology company listed on the Australian Securities Exchange.

iSOFT works with healthcare professionals to design and build software applications that answer all of the difficult questions posed by today's healthcare delivery challenges. Our solutions act as a catalyst for change, supporting free exchange of critical information across diverse care settings and participating organizations.

Today, more than 13,000 provider organizations in 38 countries use iSOFT's solutions to manage patient information and drive improvements in their core processes. The Group's sustainable development is delivered through careful planning, in-depth analysis of the market, and anticipation of our clients' evolving requirements. Our business is driven by the collective talent, experience and commitment of more than 3,300 specialists in 17 locations worldwide.

A global network of iSOFT subsidiaries, supported by an extensive partner network, provides substantial experience of national healthcare markets. As a result, we offer our clients comprehensive knowledge of local market requirements in terms of culture, language, working practices, regulation and organizational structure.

www.isofthealth.com

ISOFT GROUP LIMITED
10:00AM, FRIDAY, 15 JULY 2011
SHARE SCHEME MEETING 1
(NON-OCF SHAREHOLDERS)

CHAIRMAN'S ADDRESS

INTRODUCTION

Good morning ladies and gentlemen and welcome to this meeting of all shareholders of iSOFT other than those shareholders of iSOFT who are members of the Oceania Capital Partners Group.

I am Bob Ellis, Chairman of iSOFT.

I would like to introduce your other Directors who are present today:

- Ron Series, Executive Director; and
- Ian Tsicalas and Rob Moran Non-Executive Directors.

Andrea Fiumicelli, Chief Executive is participating by telephone.

Other members of iSOFT's management team are also here today sitting in the front row.

Representatives of our share registry, Computershare Investor Services ("Computershare"), are also present today to assist in conducting the poll. Will Mrongovius of Computershare has agreed to act as Returning Officer for this meeting.

I am advised by Computershare that a quorum of iSOFT Shareholders is present. Accordingly, I declare this meeting of iSOFT Shareholders open.

I will be chairing today's meeting.

PURPOSE OF TODAY'S MEETING

iSOFT Shareholders were mailed a copy of the iSOFT Scheme Booklet dated 10 June 2011, which includes the Notice of Meeting for today's Share Scheme Meeting 1. The notice is contained in Annexure B at page 129 of the Scheme Booklet. Copies of the Scheme Booklet are available from the registration desk.

The purpose of this meeting is to consider and, if thought fit, to agree to a scheme of arrangement proposed to be made between iSOFT and its Shareholders. Full details of the Share Scheme, including the reasons you may consider voting for or against the Share Scheme, are contained in the Scheme Booklet.

PROCEDURE FOR TODAY'S MEETINGS

The procedure for today's meeting is as follows:

- Shortly, I will formally move the resolution to approve the Share Scheme (which I will refer to as the "Share Scheme Resolution").
- I will allow for questions on the Share Scheme Resolution and, after any questions, we will move to a vote on the Share Scheme Resolution by poll.
- Following the conclusion of voting, the results of the poll will be announced to the meeting as soon as they are finalised and the meeting will then be closed. The results will also be announced on both the ASX and iSOFT's websites after the close of the meeting.

Before moving to the business of today's meeting, I would like to say a few words about the proposed Share Scheme.

OVERVIEW OF SHARE SCHEME

On 2 April 2011, iSOFT announced that it had entered into a Scheme Implementation Agreement with CSC Computer Sciences Australia Holdings Pty Ltd (which I will refer to as "CSC"), under which it is proposed that CSC will acquire all of the iSOFT Shares on issue for \$0.17 per share by way of a scheme of arrangement.

In order for the Share Scheme to proceed (assuming that the conditions precedent to the Share Scheme are satisfied, which conditions include the Federal Court of Australia ("Court") approving the Share Scheme), the Share Scheme Resolution must be approved at this meeting by the requisite majorities of iSOFT Shareholders (excluding Oceania Healthcare Technology Investments Pty Limited or its related bodies corporate, which I will refer to as "OCP Shareholders"). The Share Scheme Resolution must also then be approved by the OCP Shareholders at a separate share scheme meeting to be held immediately following this meeting.

If the Share Scheme is approved by the requisite majorities of iSOFT Shareholders and becomes Effective (which occurs by the Court approving the Share Scheme at the Second Court Hearing and the Court orders being lodged with ASIC), CSC will also provide iSOFT with sufficient funds (in addition to those required to pay the Share Scheme Consideration):

- to repay all of iSOFT's outstanding debt obligations under its senior debt facilities;
- to repay all of iSOFT's Convertible Notes; and
- to extinguish all of iSOFT's Warrants.

Furthermore, in a separate meeting of iSOFT Optionholders to be held shortly after this meeting, a resolution will be put to iSOFT Optionholders to approve the cancellation of all of the options issued by iSOFT.

INDEPENDENT EXPERT'S CONCLUSION

To assist iSOFT Shareholders in making a decision on the proposed Share Scheme, the Independent Directors commissioned Lonergan Edwards & Associates Limited to prepare an Independent Expert's Report. That report concluded that the acquisition of iSOFT Shares by CSC under the Share Scheme is fair and reasonable, and in the best interests of iSOFT Shareholders, in the absence of a superior proposal.

DIRECTORS' RECOMMENDATION

The Independent Directors of iSOFT, being myself, Ron Series, Peter Housden and Andrea Fiumicelli, unanimously recommend that you vote in favour of the Share Scheme in the absence of a superior proposal. No superior proposal has emerged to date and, as such, the Independent Directors continue to unanimously recommend that you vote in favour of the Share Scheme.

Each of the Independent Directors will vote (or procure the voting of) all iSOFT Shares held or controlled by them in favour of the Share Scheme.

The reasons for the Independent Directors' recommendation of the Share Scheme and the background to the proposal from CSC are outlined in the Scheme Booklet.

REASONS TO VOTE IN FAVOUR OF THE SHARE SCHEME

Briefly, the Independent Directors have identified a number of reasons why you might vote in favour of the Share Scheme – namely:

- a comprehensive strategic review process was undertaken and the proposal from CSC is considered by the Independent Directors to offer the best outcome for iSOFT Shareholders in terms of price and certainty of execution;
- the Independent Expert has concluded that the acquisition of iSOFT Shares by CSC under the Share Scheme is fair and reasonable and in the best interests of iSOFT Shareholders;

- the Share Scheme consideration of \$0.17 per share offered by CSC represents an attractive premium to the market price of iSOFT Shares prior to the announcement of the proposal;
- the Share Scheme will deliver immediate and certain value to iSOFT Shareholders and eliminate future risks inherent in the business;
- if the Share Scheme does not proceed, you will continue to be subject to the risks associated with an investment in iSOFT's business (including the risks associated with the required refinancing of iSOFT) and general market risks;
- the iSOFT share price is likely to fall if the Share Scheme is not implemented and no alternative proposal emerges; and
- the Share Scheme has been unanimously recommended by the Independent Directors as being in the best interests of iSOFT Shareholders, in the absence of a superior proposal and no superior proposal has emerged.

REASONS NOT TO VOTE IN FAVOUR OF THE SHARE SCHEME

However, there are also reasons why you may wish to vote against the Share Scheme – namely:

- you may disagree with the recommendation of the Independent Directors and the conclusion of the Independent Expert;
- you may be of the view that your investment in iSOFT could be worth more than \$0.17 per share;
- if the Share Scheme becomes Effective there will be tax consequences that may not suit you;
- you may wish to participate in any future value created by iSOFT's on-going operations;
- you may consider that a superior proposal will emerge; or
- you may disagree with the terms of the Share Scheme or the associated commercial arrangements, including the repayment of iSOFT's Convertible Notes in full which provides the OCP Shareholders with a benefit.

CONDITIONS PRECEDENT

The Share Scheme is now principally conditional on three things occurring:

- iSOFT Shareholders (who are not OCP Shareholders) passing the Share Scheme Resolution at this meeting;
- OCP Shareholders passing a resolution on the same terms as the Share Scheme Resolution at Share Scheme Meeting 2, which will be held immediately after this meeting; and
- the Court approving the Share Scheme at the Second Court Hearing, which is scheduled for 2.15pm on Monday, 18 July 2011 and those Court orders being lodged with ASIC.

There are some other regulatory and procedural conditions precedent to the Share Scheme, usual for a transaction of this nature, which are described in the Scheme Booklet. The iSOFT Directors believe that all of these conditions have been met, or are expected to be met, before the Second Court Hearing.

PROCEDURE FOLLOWING THIS MEETING

If the Share Scheme Resolution is approved at this meeting and OCP Shareholders pass a resolution on the same terms as the Share Scheme Resolution at Share Scheme Meeting 2, iSOFT will seek the approval of the Court in respect of the Share Scheme on Monday, 18 July 2011.

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If the Court approves the Share Scheme at the Second Court Hearing, the Court orders will be lodged with the ASIC the following day (ie. Tuesday, 19 July 2011) and trading in iSOFT Shares will be suspended at the close of trading on that day. At that point, the Share Scheme will become legally effective and will bind all iSOFT Shareholders.

The implementation date for the Share Scheme is expected to be Friday, 29 July 2011. The consideration payable to you in respect of the iSOFT Shares you hold on the Share Scheme Record Date (which is expected to be Tuesday, 26 July 2011) should be dispatched to you on Friday, 29 July 2011.

ISOFT GROUP LIMITED
10:30AM, FRIDAY, 15 JULY 2011
SHARE SCHEME MEETING 2
(OCP SHAREHOLDERS)

CHAIRMAN'S ADDRESS

INTRODUCTION

Good morning ladies and gentlemen and welcome to this meeting of shareholders of iSOFT who are members of the Oceania Capital Partners Group.

I am Bob Ellis, Chairman of iSOFT.

Representatives of our share registry, Computershare Investor Services ("Computershare"), are also present today to assist in conducting the poll. Will Mrongovius of Computershare has agreed to act as Returning Officer for this meeting.

I am advised by Computershare that a quorum is present. Accordingly, I declare this meeting open.

I will be chairing today's meeting.

PURPOSE OF TODAY'S MEETING

iSOFT Shareholders were mailed a copy of the iSOFT Scheme Booklet dated 10 June 2011, which includes the Notice of Meeting for today's Share Scheme Meeting 2. The notice is contained in Annexure B at page 130 of the Scheme Booklet. Copies of the Scheme Booklet are available from the registration desk.

The purpose of this meeting is to consider and, if thought fit, to agree to a scheme of arrangement proposed to be made between iSOFT and its Shareholders. Full details of the Share Scheme, including the reasons you may consider voting for and against the Share Scheme, are contained in the Scheme Booklet.

PROCEDURE FOR TODAY'S MEETING

The procedure for today's meeting is as follows:

- Shortly, I will formally move the resolution to approve the Share Scheme (which I will refer to as the Share Scheme Resolution).
- I will allow for questions on the Share Scheme Resolution and, after any questions, we will move to a vote on the Share Scheme Resolution by poll.
- Following the conclusion of voting, the results of the poll will be announced to the meeting as soon as they are finalised and the meeting will then be closed. The results will also be announced on both the ASX and iSOFT's websites after the close of the meeting.

A resolution on the same terms as the Share Scheme Resolution has been approved by non-OCP Shareholders of iSOFT at an earlier meeting of iSOFT Shareholders.

ISOFT GROUP LIMITED
11:00AM, FRIDAY, 15 JULY 2011
OPTION SCHEME MEETING

CHAIRMAN'S ADDRESS

INTRODUCTION

Good morning ladies and gentlemen and welcome to this meeting of optionholders of iSOFT Group Limited ("iSOFT").

I am Bob Ellis, Chairman of iSOFT.

I would like to introduce your other Directors who are present today:

- Ron Series, Executive Director; and
- Ian Tsicalas and Rob Moran Non-Executive Directors.

Andrea Fiumicelli, Chief Executive is participating by telephone.

Other members of iSOFT's management team are also here today sitting in the front row.

Representatives of our share registry, Computershare Investor Services, are also present today to assist in conducting the poll. Will Mrongovius of Computershare has agreed to act as Returning Officer for this meeting.

I am advised by Computershare that a quorum of iSOFT Optionholders is present. Accordingly, I declare this meeting of iSOFT Optionholders open.

I will be chairing today's meeting.

PURPOSE OF TODAY'S MEETING

iSOFT Optionholders were mailed a copy of the iSOFT Scheme Booklet dated 10 June 2011, which includes the Notice of Meeting for today's Option Scheme Meeting. The notice is contained in Annexure C at page 135 of the Scheme Booklet. Copies of the Scheme Booklet are available from the registration desk.

The purpose of this meeting is to consider and, if thought fit, to agree to a scheme of arrangement proposed to be made between iSOFT and its Optionholders. Full details of the Option Scheme, including the reasons you may consider voting for and against the Option Scheme, are contained in the Scheme Booklet.

PROCEDURE FOR TODAY'S MEETING

The procedure for today's meeting is as follows:

- Shortly, I will ask whether anyone will move and then second the Preliminary Resolution.
- I will allow for questions on the Preliminary Resolution and, after any questions, we will move to a vote on the Preliminary Resolution by poll.
- I will then ask whether anyone will move and then second the amended Option Scheme Resolution.
- I will allow for questions on the amended Option Scheme Resolution and, after any questions, we will move to a vote on the amended Option Scheme Resolution by poll.
- Following the conclusion of voting, the results of the poll will be announced to the meeting as soon as they are finalised and the meeting will then be closed. The results will also be announced on iSOFT's website after closure of the meeting.

Before moving to the business of today's meeting, I would like to say a few words about the proposed Option Scheme.

OVERVIEW OF OPTION SCHEME

On 2 April 2011, iSOFT announced that it had entered into a Scheme Implementation Agreement with CSC Computer Sciences Australia Holdings Pty Ltd (which I will call "CSC"), under which it is proposed that all of the options issued by iSOFT will be cancelled for the applicable consideration for each type of option by way of a scheme of arrangement.

In order for the Option Scheme to proceed (assuming that the conditions precedent to the Option Scheme are satisfied, which conditions included that the proposed Share Scheme be approved the Court at the Second Court Hearing and the Court orders being lodged with ASIC), the Preliminary Resolution and the Option Scheme Resolution must be approved at this meeting by iSOFT Optionholders by the requisite majorities.

If the Share Scheme becomes Effective (which occurs by the Court approving the Share Scheme at the Second Court Hearing and the Court orders being lodged with ASIC), CSC will also provide iSOFT with sufficient funds (in addition to the Option Scheme Consideration):

- to repay all of iSOFT's outstanding debt obligations under its senior debt facilities;
- to repay all of iSOFT's Convertible Notes; and
- to extinguish all of iSOFT's Warrants.

INDEPENDENT EXPERT'S CONCLUSION

To assist iSOFT Optionholders in making a decision on the proposed Option Scheme, the Independent Directors commissioned Lonergan Edwards & Associates Limited to prepare an Independent Expert's Report. That report concluded that the cancellation of the iSOFT Options under the Option Scheme was fair and reasonable, and in the best interests of iSOFT Optionholders, in the absence of a superior proposal.

DIRECTORS RECOMMENDATION

The Independent Directors of iSOFT, being myself, Ron Series, Peter Housden and Andrea Fiumicelli, unanimously recommend that you vote in favour of the Option Scheme in the absence of a superior proposal. No superior proposal has emerged to date and, as such, the Independent Directors continue to unanimously recommend that you vote in favour of the Option Scheme.

Each of the Independent Directors will vote (or procure the voting of) all iSOFT Options held or controlled by them in favour of the Option Scheme.

REASONS TO VOTE IN FAVOUR OF THE OPTION SCHEME

Briefly, the Independent Directors have identified a number of reasons why you might vote in favour of the Option Scheme – namely:

- the Option Scheme has been unanimously recommended by the Independent Directors as being in the best interests of iSOFT optionholders, in the absence of a superior proposal and no superior proposal has emerged to date;
- the Independent Expert has concluded that the Option Scheme is fair and reasonable and in the best interests of iSOFT Optionholders; and
- the Option Scheme consideration offered by CSC represents certain value for iSOFT Options (all of which are significantly out of the money) and is above the Independent Expert's valuation range for the iSOFT Options.

REASONS NOT TO VOTE IN FAVOUR OF THE OPTION SCHEME

However, there are also reasons why you may wish to vote against the Option Scheme - namely:

- you may disagree with the recommendation of the Independent Directors and the conclusion of the Independent Expert;
- you may be of the view that your investment in iSOFT could be worth more than the consideration offered for your iSOFT Options;
- if the Option Scheme becomes effective there will be tax consequences that may not suit you;
- you may wish to participate in any future value created by iSOFT's on-going operations;
- you may consider that a superior proposal will emerge; or
- you may disagree with the terms of the Option Scheme or the associated arrangements, including the repayment of the convertible notes in full which provides OCP Shareholders with a benefit.

CONDITIONS PRECEDENT

The Option Scheme is now conditional on a few things occurring:

- the Share Scheme becoming Effective, by the Court approving the Share Scheme at the Second Court Hearing and the Court orders being lodged with ASIC;
- iSOFT Optionholders passing the Option Scheme resolution at this Option Scheme Meeting;
- the Court approving the Option Scheme at the Second Court Hearing, which is scheduled for 2.15pm on Monday, 18 July 2011 and the Court orders being lodged with ASIC.

The Share Scheme was approved by the iSOFT Shareholders at the two Share Scheme Meetings held earlier today. If the Share Scheme is approved by the Court at the Second Court Hearing, the Share Scheme will proceed irrespective of whether the Option Scheme is approved at this Option Scheme Meeting. Following implementation of the Share Scheme, CSC will own more than 90% of the issued capital in iSOFT and, if the Option Scheme is not approved, CSC may seek to compulsorily acquire all of the iSOFT Options under Part 6A.2 of the Corporation Act (although it is not obliged to do so).

The iSOFT Directors believe that all of the conditions for the Option Scheme have been met, or are expected to be met, before the Second Court Hearing, which is scheduled for this Monday, 18 July 2011.

PROCEDURES FOLLOWING THIS MEETING

Assuming both the resolutions for the Option Scheme, being the Preliminary Resolution and the Option Scheme Resolution, are approved at this meeting, iSOFT will seek the approval of the Court for the Option Scheme at 2.15pm on Monday, 18 July 2011.

If the Court approves the Option Scheme at that hearing, the Court orders will be lodged with ASIC the following day (ie. Tuesday, 19 July 2011). At that point, the Option Scheme will become legally effective and will bind all iSOFT optionholders. The implementation date of the Option Scheme is expected to be Friday, 29 July 2011. Your scheme consideration should be dispatched to you on that