



DOCTORS HOSPITAL

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NEWS RELEASE

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Doctors Hospital Health System Limited (Doctors Hospital) announces plans for the private issuance of 2,000,000 (2M) existing common shares to Fairfax financial

Friday, 26th February, 2021, NASSAU, BAHAMAS: Pending the approval of the Securities Commission of the Bahamas, the Board of Directors of Doctors Hospital has voted to issue 2,000,000 of its unissued and authorized common shares to a subsidiary of Fairfax Financial Holdings Limited of Toronto, Canada ('Fairfax') at a subscription price of B\$6.75c per share.

Proceeds from the private placement (B\$13.5 million) will be used to finance strategic growth, enabling Doctors Hospital to explore new service opportunities in the outpatient area and to augment the delivery of critically needed healthcare services outside of New Providence. The proceeds are not intended to supplement working capital requirements or to retire debt, both which are adequately covered with existing cash on hand.

The Chairman of the Board of Directors of Doctors Hospital, Felix Stubbs, announced that a unanimous resolution of the Board of Directors in January 2021 followed a period of due diligence, which included meeting with Chairman and Chief Executive Officer of Fairfax, Mr. Prem Watsa, and determining the expectations that Fairfax had for the equity purchase. 'Fairfax is clearly impressed with the leadership, vision and future growth possibilities of Doctors Hospital.' Mr. Stubbs continued, 'I was especially reassured by Fairfax's application of its business and life values in this decision. Fairfax is investing in Bahamian leadership without expecting to be actively involved in the strategic or day to day operations of Doctors Hospital.' Fairfax also does not intend to seek representation on the Board of Directors of Doctors Hospital.

Mr. Watsa said, 'Fairfax is very impressed by Dr. Charles Diggiss, Doctors Hospital's President and single largest shareholder, and we are very excited about the possibilities emanating from Dr. Diggiss' vision. We admire his business acumen and we were impressed by his initiative to create synergies with the Cleveland Clinic.' Mr. Watsa continued, 'Fairfax's formula for investing is making fair and friendly deals and, in this case, we seek to place the resources, influence and

support of our global organization firmly behind Doctor's Hospital's vision as represented in its President Dr. Charles Diggiss.'

Corporate Legal Counsel for Doctors Hospital, Mr. Randol Dorsett, revealed that 'the issuance of this equity position in Doctors Hospital to Fairfax, which will constitute a 17% (seventeen percent) ownership interest, is being subjected to all regulatory scrutiny requirements and is proceeding diligently towards approval by the regulators.

Dr. Diggiss noted, 'it is both humbling and reassuring that Bahamian corporate leadership still attracts foreign investor confidence and the resultant movement of capital into the Bahamas. Bahamian business growth extending beyond our national borders is not new, however growth and expansion facilitated and supported by strong global partners and brands: that's what creating the future Bahamas is about. The possibilities are defined by our courage, attention to our values and a focus on the long term best interest of our patients and our business.'

Explaining the impact to the Doctors Hospital's long-term fiscal performance, Doctors Hospital's Chief Financial Officer Dennis Deveau, remarked 'the cash injection from this transaction presents a new source of debt free funding which will provide for a robust expansion into service areas where there is clear under-capacity nationally.' Doctors Hospital has remained fiscally resilient throughout the COVID19 pandemic, delivering critically needed testing capacity and inpatient hospitalization for Bahamians.

Following the issuance of the subject 2,000,000 common shares, there will be a total of 11,971,634 issued and listed common shares.

About Doctors Hospital

Accredited by Joint Commission International in 2010, Doctors Hospital Health System ("Doctors Hospital") is the premier tertiary healthcare institution in The Bahamas. Doctors Hospital was formerly named The Rassin Hospital, founded in 1955 by the late Dr Meyer Rassin, a leading orthopedic surgeon who opened the original 20,000 square-foot, 24-bed medical facility. The Rassin Hospital was the most modern hospital in the West Indies for its time and a longtime dream of Dr Meyer Rassin to provide quality healthcare to patients. A group of Bahamian physicians bought the facility in 1986 and renamed it Doctors Hospital. In 1993, the hospital completed a 50,000-square-foot expansion and then became a publicly traded company in 1999. It now has over 1000 Bahamian shareholders. Today, Doctors Hospital is a 94-bed multi-site health system comprising two unique facilities. The main hospital situated at the corner of Collins Avenue and Shirley Street provides a full range of inpatient and outpatient services. The satellite facility, Doctors Hospital West (formerly Bahamas Medical Center), is located in western New Providence on Blake Road and currently serves as the national center for the treatment of the critically ill COVID19 positive patients.

About Fairfax and V. Prem Watsa

Fairfax is a holding company which, through its subsidiaries, is engaged in property and casualty insurance and reinsurance and associated investment management. V Prem Watsa is

an Indian – Canadian citizen and businessman who is the Founder, Chairman, and Chief Executive Officer of Fairfax. Mr Watsa was awarded the Order of Canada and the fourth highest civilian award of India, the 'Padma Shri', in January 2020.