

**KPJ HEALTHCARE BERHAD**

(Incorporated in Malaysia)

**B ADDITIONAL INFORMATION REQUIRED BY THE KLSE'S LISTING REQUIREMENTS FOR THE FIRST QUARTER AND FINANCIAL PERIOD ENDED 31 MARCH 2003****B1 REVIEW OF THE PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES**

The profit before taxation for the current quarter has increased by 80.3% as compared to the corresponding quarter in 2002 mainly due to profit contributed by the acquired companies namely, Tawakal Holdings Sdn Bhd, Medical Centre (Johore) Sdn Bhd ("MCJ") and Kumpulan Perubatan (Johor) Sdn Bhd..

**B2 MATERIAL CHANGE IN QUARTERLY RESULTS**

The profit before taxation for the current quarter of RM 6.09 million has decreased by 32.2% as compared to preceding quarter of RM 8.98 million. This is mainly due to higher depreciation and interest costs in the current quarter.

**B3 CURRENT YEAR PROSPECTS**

The Directors anticipate the Severe Acute Respiratory Syndrome (SARS) to have an impact on the current year's performance.

**B4 PROFIT FORECAST**

The Company is not subject to any variance of actual profit from forecast profit/profit guarantee for the current financial period under review.

**B5 TAXATION**

	<u>3 months ended</u>		<u>3 months ended</u>	
	<u>31.3.2003</u>	<u>31.3.2002</u>	<u>31.3.2003</u>	<u>31.3.2002</u>
	RM'000	RM'000	RM'000	RM'000
Taxation	<u>1,913</u>	<u>1,174</u>	<u>1,913</u>	<u>1,174</u>

The effective tax rate of the Group for the period ended 31 March 2003 is higher than the statutory tax rate because certain expenses were not deductible for tax purposes.

**B6 SALE OF UNQUOTED INVESTMENTS AND/ OR PROPERTIES**

There were no profits on sale of investments or properties for the current financial period under review.