

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2004

B1 REVIEW OF THE PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES

The profit before taxation for the current quarter has increased by 40.0% to RM9.3 million from RM6.6 million in the corresponding quarter 2003, mainly due to higher activities recorded by the hospitals.

B2 MATERIAL CHANGE IN QUARTERLY RESULTS

The profit before taxation for the current quarter of RM9.3 million has decreased by 5.2% as compared to preceding quarter of RM9.7 million. This was mainly due to higher overheads and interest costs in the current quarter.

B3 CURRENT YEAR PROSPECTS

Barring any unforeseen circumstances, the Board is optimistic that the Group's performance for the financial year ending 31 December 2004 is expected to improve.

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>6 months ended</u>	
	<u>30.6.2004</u>	<u>30.6.2003</u>	<u>30.6.2004</u>	<u>30.6.2003</u>
	RM'000	RM'000	RM'000	RM'000
Taxation	<u>1,595</u>	<u>1,963</u>	<u>3,419</u>	<u>3,875</u>

The effective tax rate of the Group for the period ended 30 June 2004 is lower than the statutory tax rate due to availability of unutilised losses for offset against current period profit of certain subsidiaries.

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.