Company No.		
247079	М	

KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2005

30.6.2005 RM'000 30.6.2004 RM'000 OPERATING ACTIVITIES RM'000 Net profit attributable to shareholders 16,851 16,446 Adjustments for: Taxation 5,925 3,419 Minority interest (2,399) (944) Associated company 217 19 - share of profit 217 19 - share of tax 0 110 Property, plant and equipment - 0 - depreciation 15,443 13,466 Amortisation of nurse training 2,022 1,820 Interest income (434) (741) Interest income (434) (741) Interest income 1,547 1,560 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: 1 1,467 35,672 Inventories (2,258) (1,468) (3,249) Receivables 41,647 35,672 Interest paid		6 months ended	
OPERATING ACTIVITIESNet profit attributable to shareholders16,85116,446Adjustments for: Taxation5,9253,419Minority interest(2,399)(944)Associated company21719- share of profit21719- share of tax0110Property, plant and equipment2,0221,820- depreciation15,44313,466Amortisation of nurse training2,0221,820Interest expense8,0809,700Allowance for doubful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital: Inventories(2,258)(1,468)Receivables(2,669)(3,248)(14,812)Payables2,22710,554Related companiesCash generated from operations41,64735,672Interest paid Income tax paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(2083)0Additional investment in associate Additional investment in associate0(259)Deposits pledged with banks(58)00Interest received434741		<u>30.6.2005</u>	<u>30.6.2004</u>
Net profit attributable to shareholders 16,851 16,446 Adjustments for: Taxation 5,925 3,419 Minority interest (2,399) (944) Associated company 217 19 - share of profit 217 19 - share of tax 0 110 Property, plant and equipment - (434) - depreciation 15,443 13,466 Amortisation of nurse training 2,022 1,820 Interest income (434) (741) Interest expense 8,080 9,700 Allowance for doubful debts 1,847 (1,925) Diminution in value of investment 0 1,500 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: Inventories (2,258) (1,4812) Inventories (2,256) (3,248) (2,484) Cash generated from operations 41,647 35,672 Interest paid		RM'000	RM'000
Adjustments for: Taxation5,9253,419Minority interest(2,399)(944)Associated company21719- share of profit21719- share of tax0110Property, plant and equipment2,0221,820Interest income(434)(741)Interest expense8,0809,700Allowance for doubful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital: Inventories(2,258)(1,468)Receivables(4,981)(14,812)14,812)Payables2,22710,5548,080Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid Income tax paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(259)Purchase of property, plant and equipment Additional investment in associate Additional investment in associate0(259)Deposits pledged with banks (58)000Interest received434741	OPERATING ACTIVITIES		
Taxation 5,925 3,419 Minority interest (2,399) (944) Associated company 217 19 - share of profit 217 19 - share of tax 0 110 Property, plant and equipment 0 120 - depreciation 15,443 13,466 Amortisation of nurse training 2,022 1,820 Interest income (434) (741) Interest expense 8,080 9,700 Allowance for doubtful debts 1,847 (1,925) Diminution in value of investment 0 1,500 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: 1 1,776 1,776 Inventories (2,258) (1,468) (3,248) Related companies (2,669) (3,248) (3,248) Cash generated from operations 41,647 35,672 Interest paid (5,634) (2,494)	Net profit attributable to shareholders	16,851	16,446
Minority interest (2,399) (944) Associated company - share of profit 217 19 - share of tax 0 110 Property, plant and equipment - depreciation 15,443 13,466 Amortisation of nurse training 2,022 1,820 Interest income (434) (741) Interest expense 8,080 9,700 Allowance for doubtful debts 1,847 (1,925) Diminution in value of investment 0 1,500 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: Inventories (2,258) (1,468) Receivables (4,981) (14,812) Payables 2,227 10,554 Related companies (2,669) (3,248) (2,669) (3,248) (2,494) Cash generated from operations 41,647 35,672 Interest paid (5,634) (2,494) Net cash from operating activities 27,933 23,478 <td>Adjustments for:</td> <td></td> <td></td>	Adjustments for:		
Associated company - share of profit21719- share of profit21719- share of tax0110Property, plant and equipment15,44313,466- depreciation15,44313,466Amortisation of nurse training2,0221,820Interest income(434)(741)Interest expense8,0809,700Allowance for doubful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital: Inventories(2,258)(1,468)Inventories(2,27110,554Receivables(3,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES1(2,083)0Additional investment Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received		5,925	3,419
- share of profit 217 19 - share of tax 0 110 Property, plant and equipment 0 110 - depreciation 15,443 13,466 Amortisation of nurse training 2,022 1,820 Interest expense (434) (741) Interest expense 8,080 9,700 Allowance for doubtful debts 1,847 (1,925) Diminution in value of investment 0 1,500 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: 1 1,776 1,776 Inventories (2,258) (1,468) 14,647 Receivables (4,981) (14,812) 14,8412 Payables 2,227 10,554 10,554 Related companies (2,669) (3,248) (2,444) Cash generated from operations 41,647 35,672 Interest paid (8,080) (9,700) (5,634) (2,444)		(2,399)	(944)
- share of tax0110Property, plant and equipment15,44313,466- depreciation15,44313,466Amortisation of nurse training2,0221,820Interest income(434)(741)Interest expense8,0809,700Allowance for doubtful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital:(2,258)(1,468)Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(259)Purchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741			
Property, plant and equipment- depreciation15,44313,466Amortisation of nurse training2,0221,820Interest income(434)(741)Interest expense8,0809,700Allowance for doubtful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital:11,468)Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(259)Purchase of property, plant and equipment Additional investment in associate 00(259)Deposits pledged with banks (58)00Interest received434741			-
- depreciation 15,443 13,466 Amortisation of nurse training 2,022 1,820 Interest income (434) (741) Interest expense 8,080 9,700 Allowance for doubtful debts 1,847 (1,925) Diminution in value of investment 0 1,500 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: Inventories (2,258) (1,468) Receivables (4,981) (14,812) Payables 2,227 10,554 Related companies (2,669) (3,248) (2,449) (2,494) (2,494) Cash generated from operations 41,647 35,672 Interest paid (8,080) (9,700) Income tax paid (5,634) (2,494) (2,494) (2,494) (2,494) Net cash from operating activities 27,933 23,478 (37,993) Additional investment (2,083) 0 INVESTING ACTIVITIES 0 (259) 0 (258) 0 (259) 0		0	110
Amortisation of nurse training2,0221,820Interest income(434)(741)Interest income8,0809,700Allowance for doubtful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital:11,7761,776Inventories(2,258)(1,468)(4,981)(14,812)Payables2,22710,55410,554Related companies(2,669)(3,248)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(259)0Purchase of property, plant and equipment Additional investment(2,083)0Additional investment in associate0(259)0Operating ledged with banks(58)00Interest received434741741		15 440	10.400
Interest income (434) (741) Interest expense 8,080 9,700 Allowance for doubtful debts 1,847 (1,925) Diminution in value of investment 0 1,500 Amortisation on goodwill 1,776 1,776 Operating profit before changes in working capital 49,328 44,646 Changes in working capital: 1 1,776 1,776 Inventories (2,258) (1,468) 14,812) Payables 2,227 10,554 10,554 Related companies (2,669) (3,248) (3,248) Cash generated from operations 41,647 35,672 11 Interest paid (8,080) (9,700) 10,000 Income tax paid (5,634) (2,494) 24,949 Net cash from operating activities 27,933 23,478 INVESTING ACTIVITIES 1 1 1 Purchase of property, plant and equipment (18,289) (37,993) Additional investment (2,083) 0 0 Additional investment in associate 0 (259) 0	•		
Interest expense8,0809,700Allowance for doubtful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital:49,32844,646Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(2,59)Purchase of property, plant and equipment Additional investment in associate 00(259) 0Deposits pledged with banks(58)0Interest received434741	•	,	
Allowance for doubtful debts1,847(1,925)Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital:49,328(1,468)Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(2,083)0Purchase of property, plant and equipment Additional investment investment in associate (2,083)0(37,993)Additional investment (2,083)0(259)0Interest received434741741		. ,	· · ·
Diminution in value of investment01,500Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital: Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(2,583)0Purchase of property, plant and equipment Additional investment Investment in associate0(259)Deposits pledged with banks(58)00Interest received434741			
Amortisation on goodwill1,7761,776Operating profit before changes in working capital49,32844,646Changes in working capital: Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES0(259)Purchase of property, plant and equipment Additional investment In associate0(259)Deposits pledged with banks(58)0Interest received434741			
Changes in working capital: Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Amortisation on goodwill	1,776	
Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Operating profit before changes in working capital	49,328	44,646
Inventories(2,258)(1,468)Receivables(4,981)(14,812)Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Changes in working capital:		
Payables2,22710,554Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES118,289)(37,993)Additional investment(18,289)(37,993)Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741		(2,258)	(1,468)
Related companies(2,669)(3,248)Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES210,2330Purchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Receivables	(4,981)	(14,812)
Cash generated from operations41,64735,672Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES27,93323,478Purchase of property, plant and equipment(18,289)(37,993)Additional investment0(259)Deposits pledged with banks(58)0Interest received434741	•	,	
Interest paid(8,080)(9,700)Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES27,93323,478Purchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Related companies	(2,669)	(3,248)
Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES27,93323,478Purchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Cash generated from operations	41,647	35,672
Income tax paid(5,634)(2,494)Net cash from operating activities27,93323,478INVESTING ACTIVITIES27,93323,478Purchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Interest paid	(8,080)	(9,700)
INVESTING ACTIVITIESPurchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	•	. ,	· · ·
Purchase of property, plant and equipment(18,289)(37,993)Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Net cash from operating activities	27,933	23,478
Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	INVESTING ACTIVITIES		
Additional investment(2,083)0Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741	Purchase of property plant and equipment	(18 289)	(37 993)
Additional investment in associate0(259)Deposits pledged with banks(58)0Interest received434741			0,333)
Deposits pledged with banks(58)0Interest received434741			(259)
Interest received 434 741		(58)	
Net cash used in investing activities(19,996)(37,511)		. ,	741
	Net cash used in investing activities	(19,996)	(37,511)

Company No.		
247079	М	

KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2005 (CONTINUED)

	<u>30.6.2005</u> RM'000	<u>6 months ended</u> <u>30.6.2004</u> RM'000
FINANCING ACTIVITIES		
Issue of shares - exercise of share options Bank borrowings - drawdown	27	0
- drawdown - repayment Dividends paid Long term deposits received	66,217 (33,453) (10,131) 324	68,101 (50,200) (8,683) 310
Net cash from financing activities	22,984	9,528
NET CHANGES IN CASH AND CASH EQUIVALENTS	30,921	(4,505)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	6,339	809
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	37,260	(3,696)
DEPOSITS, CASH AND BANK BALANCES		
Deposits with licensed banks Deposits with financed companies Cash and bank balances Bank overdraft	2,156 178 37,437 (993)	2,199 0 9,172 (13,913)
less: Deposits pledged with licensed banks	38,778 (1,518)	(2,542) (1,154)
CASH AND CASH EQUIVALENTS	37,260	(3,696)