

Company No.

247079	M
--------	---

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2006**

	<u>3 months ended</u>	
	<u>31.3.2006</u>	<u>31.3.2005</u>
	RM'000	RM'000
OPERATING ACTIVITIES		
Net profit attributable to shareholders	7,829	8,724
Adjustments for:		
Taxation	2,625	2,640
Minority interest	1,126	(1,226)
Associated companies	(202)	171
Property, plant and equipment - depreciation	9,682	6,958
Amortisation of nurse training	1,078	534
Interest income	(127)	(217)
Interest expense	6,114	3,174
Allowance for doubtful debts	857	1,067
Amortisation on goodwill	0	888
Operating profit before changes in working capital	<u>28,982</u>	<u>22,713</u>
Changes in working capital:		
Inventories	(1,741)	(1,896)
Receivables	(19,804)	(3,019)
Payables	32,425	(1,243)
Related companies	(9,627)	(965)
Cash generated from operations	<u>32,235</u>	<u>15,590</u>
Interest paid	(6,114)	(3,174)
Income tax (paid)/refundable	(1,809)	(1,583)
Net cash from operating activities	<u>24,312</u>	<u>10,833</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(70,732)	(9,190)
Additional investment in subsidiary companies	(48,000)	0
Interest received	127	217
Net cash used in investing activities	<u>(118,605)</u>	<u>(8,973)</u>

Company No.

247079	M
--------	---

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2006 (CONTINUED)**

	<u>3 months ended</u>	
	<u>31.3.2006</u>	<u>31.3.2005</u>
	RM'000	RM'000
FINANCING ACTIVITIES		
Issue of shares		
- exercise of share options	15	27
Bank borrowings		
- drawdown	100,149	24,239
- repayment	(9,220)	(8,542)
Dividends paid	(11,581)	(10,131)
Long term deposits received	324	217
	<u>79,687</u>	<u>5,810</u>
Net cash from/(used in) financing activities		
	<u>79,687</u>	<u>5,810</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	(14,606)	7,670
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	27,980	6,339
	<u>27,980</u>	<u>6,339</u>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	13,374	14,009
	<u>13,374</u>	<u>14,009</u>
DEPOSITS, CASH AND BANK BALANCES		
Deposits with licensed banks	4,297	1,599
Deposits with financed companies	212	172
Cash and bank balances	27,941	17,640
Bank overdraft	(17,288)	(3,943)
	<u>15,162</u>	<u>15,468</u>
less: Deposits pledged with licensed banks	(1,788)	(1,459)
	<u>13,374</u>	<u>14,009</u>
CASH AND CASH EQUIVALENTS	13,374	14,009
	<u>13,374</u>	<u>14,009</u>