

**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 2006**

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

The profit before taxation for the current quarter has increased by 29.4% to RM13.2 million from RM10.2 million in the corresponding quarter 2005, mainly due to higher activities recorded by the hospitals and also contributions from the newly acquired hospital.

**B2 MATERIAL CHANGE IN QUARTERLY RESULTS**

The profit before taxation for the current quarter of RM13.2 million has increased by 13.8% as compared to preceding quarter of RM11.6 million. The increase in the profit before tax is in line with the increase in revenue.

**B3 CURRENT YEAR PROSPECTS**

The Board is optimistic that the Group's performance for the financial year ending 31 December 2006 will continue to improve.

**B4 PROFIT FORECAST / GUARANTEE**

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>30.6.2006</u>	<u>30.6.2005</u>	<u>30.6.2006</u>	<u>30.6.2005</u>
	RM'000	RM'000	RM'000	RM'000
Taxation	<u>4,041</u>	<u>3,284</u>	<u>6,666</u>	<u>5,924</u>

The effective tax rate of the Group for the period ended 30 June 2006 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 except for those disclosed in Note B8.

**B7 QUOTED SECURITIES**

There was no purchase or disposal of quoted securities for the current financial period under review.