

KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2006

	12 months ended	
	31.12.2006	Restated 31.12.2005
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit attributable to equity holders of the Company	42,287	32,657
Adjustments for:		
Taxation	17,285	13,560
Minority interest	458	(3,916)
Associated companies		
- share of profit	(5,104)	119
- share of tax	100	63
Interest income	(1,349)	(506)
Interest expense	20,233	16,357
Allowance for doubtful debts	3,828	3,428
Property, plant and equipment		
- depreciation	35,577	31,069
- loss/(gain) on disposals	(4,693)	(270)
- write-offs	0	178
Loss on disposal of share in a subsidiary	0	82
Amortisation on goodwill	0	3,912
Operating profit before changes in working capital	108,622	96,733
Changes in working capital:		
Inventories	(4,496)	(2,782)
Receivables	(47,655)	(14,872)
Payables	(11,003)	26,861
Related companies	(1,424)	616
Cash generated from operations	44,044	106,556
Interest paid	(20,233)	(16,357)
Income tax paid	(27,159)	(9,513)
Net cash flow from operating activities	(3,348)	80,686
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(71,241)	(81,025)
Proceeds from disposal of property, plant and equipment	277,451	395
Additional investment in subsidiary companies	(115,640)	(17,962)
Additional investment	0	(3,153)
Deposits pledged with banks	0	(329)
Proceeds from disposal of share in a subsidiary	0	26
Net cash flow used in investing activities	90,570	(102,048)

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

	<u>12 months ended</u>	
	<u>31.12.2006</u>	<u>Restated</u>
	RM'000	31.12.2005 RM'000
FINANCING ACTIVITIES		
Interest received	1,349	506
Issue of shares		
- exercise of share options	3,923	53
Borrowings		
- drawdown	139,553	105,192
- repayment	(214,972)	(53,175)
Dividends paid to:		
- shareholders	(15,294)	(10,131)
- minority shareholders of subsidiary companies	(145)	(189)
Long term deposits		
- received from consultants	3,529	827
- repayment to consultants	0	(80)
Net cash flow from financing activities	<u>(82,687)</u>	<u>43,003</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	4,535	21,641
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	27,980	6,339
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	<u>32,515</u>	<u>27,980</u>
DEPOSITS, CASH AND BANK BALANCES		
Deposits with licensed banks	6,225	1,953
Deposits with financed companies	174	212
Cash and bank balances	31,431	34,827
Bank overdraft	(3,527)	(7,224)
	<u>34,303</u>	<u>29,768</u>
less: Deposits pledged with licensed banks	(1,788)	(1,788)
CASH AND CASH EQUIVALENTS	<u>32,515</u>	<u>27,980</u>