

Company No.

247079	M
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KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2007**

	<u>12 months ended</u>	
	<u>31.12.2007</u>	<u>31.12.2006</u>
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the financial year attributable to equity holders of the Company	74,209	40,962
Adjustments for non-cash items:		
Taxation	9,292	18,939
Minority interest	1,724	159
Associates:		
- share of results	(13,253)	(5,004)
Interest income	(2,146)	(1,349)
Interest expense	20,976	19,928
Allowance for doubtful debts	(2,557)	1,699
Bad debt written off	1,805	486
Amortisation of prepaid leases	173	583
Inventories written off	0	1,418
Property, plant and equipment		
- depreciation	40,242	32,065
- gain on disposals	(24)	(4,693)
- write-offs	143	496
Loss/ (gain) on fair value changes	657	(80)
Loss on disposal of a subsidiary	(1,396)	0
Negative goodwill	(2,260)	(276)
Operating profit before changes in working capital	<u>127,585</u>	<u>105,333</u>
Changes in working capital:		
Inventories	(3,681)	(5,217)
Receivables	2,878	(41,283)
Payables	33,920	32,615
Related companies	1,359	2,850
Cash generated from operations	<u>162,061</u>	<u>94,298</u>
Interest paid	(20,976)	(19,928)
Income tax paid	(38,348)	(17,159)
Net cash flow from operating activities	<u>102,737</u>	<u>57,211</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(100,547)	(71,241)
Proceeds from disposal of property, plant and equipment	502	277,450
Additional investment in subsidiary companies	(6,587)	(115,676)
Proceeds from disposal of share in a subsidiary	1,717	0
Deposits pledged with banks	55,876	(56,782)
Net cash flow (used in)/from investing activities	<u>(49,039)</u>	<u>33,751</u>

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KPJ HEALTHCARE BERHAD
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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2007 (CONTINUED)**

	<u>12 months ended</u>	
	<u>31.12.2007</u>	<u>Restated</u>
	RM'000	31.12.2006 RM'000
FINANCING ACTIVITIES		
Interest received	2,146	1,349
Issue of shares		
- exercise of share options	4,982	3,923
Borrowings		
- drawdown	41,800	139,553
- repayment	(27,608)	(217,689)
Dividends paid to		
- shareholders	(20,563)	(15,930)
- minority shareholders of subsidiary companies	0	(145)
Long term deposits		
- received from consultants	688	3,529
Net cash flow from/(used in) financing activities	<u>1,445</u>	<u>(85,410)</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	55,143	5,552
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	<u>33,532</u>	<u>27,980</u>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	<u><u>88,675</u></u>	<u><u>33,532</u></u>
DEPOSITS, CASH AND BANK BALANCES		
Deposits with licensed banks	17,038	62,997
Deposits with financed companies	80	183
Cash and bank balances	78,421	31,508
Bank overdraft	(4,170)	(2,586)
	<u>91,369</u>	<u>92,102</u>
less: Deposits pledged with licensed banks	(2,694)	(58,570)
CASH AND CASH EQUIVALENTS	<u><u>88,675</u></u>	<u><u>33,532</u></u>