

**KPJ HEALTHCARE BERHAD**

(Incorporated in Malaysia)

**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE SECOND QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2008****B1 REVIEW OF THE PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES**

The profit before taxation for the current quarter has increased by 35.7% to RM28.9 million from RM21.3 million in the corresponding quarter 2007 mainly due to higher activities recorded by the hospitals and also contributions from the newly acquired hospital.

**B2 MATERIAL CHANGE IN QUARTERLY RESULTS**

The operating revenue for the quarter increased to RM310.3 million from RM304.7 million in the preceding quarter. Despite the increase in revenue, the profit before taxation for the current quarter of RM28.9 million has decreased by 8.0% as compared to preceding quarter of RM31.4 million due to gain of disposal of RM3.9 million included as part of the results in the preceding quarter.

**B3 CURRENT YEAR PROSPECTS**

The Board is optimistic that Group's financial performance for the financial year ending 31 December 2008 will continue to be encouraging.

**B4 PROFIT FORECAST / GUARANTEE**

The Company is not subjected 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>30.06.2008</u>	<u>30.06.2007</u>	<u>30.06.2008</u>	<u>30.06.2007</u>
	RM'000	RM'000	RM'000	RM'000
Taxation	<u>7,362</u>	<u>5,842</u>	<u>15,130</u>	<u>10,002</u>

The effective tax rate of the Group for the period ended 30 June 2008 is lower than the statutory tax rate due to availability of unutilised losses for offset against current period profit of certain subsidiaries.