

Registration No.

199201015575 (247079-M)

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

**A NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER
2024 (CONTINUED)**

A14 CAPITAL COMMITMENTS

Capital expenditures not provided for in the interim financial report as at 30 September 2024 are as follows:

	RM'000
Approved by the Directors and contracted	156,701
Approved by the Directors but not contracted	44,393
	<hr/>
	201,094
	<hr/> <hr/>

**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING
REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD
ENDED 30 SEPTEMBER 2024**

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

Additional information as required by Appendix 9B of Bursa Malaysia Listing Requirements:

- a. Review on statements of comprehensive income for the current quarter compared to the corresponding quarter of the preceding financial period (3 months)

Group

The Group recorded revenue of RM1,032.8 million, an increase of 14% or RM125.9 million compared to RM906.9 million recorded in the quarter ended 30 September 2023 ("corresponding quarter"). This was largely contributed by the increase in patients' visits, as well as increased bed capacity in the current quarter as compared to the corresponding quarter.

EBITDA of RM253.7 million for the quarter was 2% lower than the corresponding quarter of RM257.7 million. Profit before tax ("PBT") increased to RM139.6 million, an increase of 2% compared to the corresponding quarter of RM136.3 million.

Malaysia

Malaysia segment contributed approximately 98% of the Group's total revenue. The segment recorded revenue of RM1,015.7 million for the current quarter, representing 14% increase compared to RM888.1 million of revenue recorded in the corresponding quarter. As mentioned earlier, this was largely contributed by the increase in patients' visits and bed capacity in the current quarter.

EBITDA of RM249.6 million for the current quarter was lower by RM3.3 million than RM252.9 million in the corresponding quarter. Meanwhile, the segment recorded PBT of RM140.1 million for the current quarter, an improvement from RM139.1 million compared to the quarter ended 30 September 2023.

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

B1 REVIEW OF THE PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES (CONTINUED)

Additional information as required by Appendix 9B of Bursa Malaysia Listing Requirements:
(continued)

- a. Review on statements of comprehensive income for the current quarter compared to the corresponding quarter of the preceding financial period (3 months) (continued)

Others

Others segment recorded revenue of RM17.8 million for the current quarter, a 9% decrease from RM19.7 million of revenue recorded in the corresponding quarter. The EBITDA and loss before tax was RM4.5 million and RM0.5 million respectively for the current quarter.

- b. Review on statements of comprehensive income for the current financial period compared to the preceding financial period

Group

The Group recorded revenue of RM2,871.4 million for the financial period ended 30 September 2024, an increase of 15% from the RM2,507.2 million recorded in the financial period ended 30 September 2023 (“corresponding financial period”). This was largely contributed by the higher number of patients visits and increase in bed capacity in the current financial period.

EBITDA of RM687.3 million for the current financial period was 7% or RM43.4 million higher compared to the corresponding financial period. PBT for the financial period increased to RM349.7 million from RM294.5 million, an increase of 19% compared to the corresponding financial period.

Malaysia

Malaysia segment revenue of RM2,822.5 million contributed 98% of the total Group’s revenue for the financial period. This accounted for 15% increase compared to RM2,459.5 million compared to the corresponding financial period.

The segment’s EBITDA and PBT for the current financial period increased by 6% to RM680.5 million and 14% to RM357.9 million respectively compared to the corresponding financial period. This was largely contributed by the increase in patients visits evidenced by increase in BOR and bed capacity in the current financial period.

Others

Others segment’s revenue of RM50.9 million in the current financial period remained fairly unchanged compared to RM50.6 million recorded in the corresponding financial period. The EBITDA was RM7.9 million for the current financial period, RM3.3 million higher compared to the corresponding financial period. Loss before tax for the financial period improved 58% to RM8.1 million.

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

B1 REVIEW OF THE PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES (CONTINUED)

Additional information as required by Appendix 9B of Bursa Malaysia Listing Requirements:
(continued)

c. Review on statements of financial position for the current financial period compared to the preceding financial period

As at 30 September 2024, the Group's total assets stood at RM7,316.6 million, RM23.5 million increase compared to RM7,293.1 million recorded as at 30 September 2023. The increase was largely contributed by the increase in trade and other receivables, in tandem with increase in hospital activities during the financial period.

Total liabilities as at 30 September 2024 decreased to RM4,645.2 million from RM4,799.1 million as at 30 September 2023 mainly due to lower borrowings balance.

Total equity attributable to shareholders increased by RM147.1 million or 6%, mainly arising from the profit recorded in the financial period.

d. Review on statements of cash flows for the current financial period compared to the preceding financial period

Net cash generated from operating activities increased to RM554.3 million, 5% increase compared to preceding financial period of RM527.4 million. This was contributed by the increase in the net cash flows generated from operations, driven by improved performance in hospital operations.

The Group's net cash used in investing activities was lower by RM54.1 million from RM163.7 million recorded in the preceding financial period.

The Group's net cash used in financing activities amounted to RM360.8 million, which was an increase of RM165.6 million compared to the corresponding financial period. This was primarily due to the lower drawdown of borrowings in the current financial period as compared to the preceding corresponding financial period which included an issuance of Sukuk Wakalah of RM555.0 million during 2023. This was offset by a lower repayment of borrowings during the financial period.

Registration No.

199201015575 (247079-M)

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

B2 MATERIAL CHANGES IN QUARTERLY RESULTS

	<u>Quarter ended</u> <u>30.09.2024</u>	<u>Quarter ended</u> <u>30.06.2024</u>		Total RM'000	Var %
	Continuing operations RM'000	Continuing operations RM'000	Discontinued operations RM'000		
Revenue	1,032,832	930,559	-	930,559	11
Other income	7,030	6,997	(2,957)	4,040	74
Operating profit/(loss)	169,077	150,517	(2,957)	147,560	15
EBITDA/ (LBITDA)	253,668	230,174	(2,957)	227,217	12
Profit/(Loss) before tax	139,566	118,602	(2,957)	115,645	21
Net profit/(loss) for the financial period ("PAT")	95,922	86,402	(2,957)	83,445	15
Total comprehensive income/(expense) for the financial period	103,002	85,026	(2,957)	82,069	26
Profit/(Loss) attributable to Owners of the Company	86,026	77,562	(1,685)	75,877	13

The Group recorded revenue of RM1,032.8 million from continuing operations, an increase of 11% or RM102.2 million compared to RM930.6 million recorded in the quarter ended 30 June 2024 ("preceding quarter"). This was largely contributed by increased in patients visits evidenced by the increase in BOR and bed capacity in the current quarter.

EBITDA from continuing operations for the quarter was 10% or RM23.5 million higher than the preceding quarter of RM230.2 million. PBT from continuing operations in the current quarter was RM139.6 million, an increase of RM21.0 million compared to the preceding quarter.

B3 CURRENT YEAR PROSPECTS

The Malaysian economic growth for 2024 has strengthened towards the year end, with the World Bank raising its forecast for Malaysia's growth to 4.9% based on its October 2024 - Malaysia Economic Monitor report. This is an upwards revision from its previous forecast of 4.3% in April 2024.

The Malaysian healthcare landscape is also expected to remain dynamic, with significant growth driven by private and public-sector spending. This is evidenced by recent Budget 2025 announced by government of Malaysia, with Ministry of Health getting the second highest allocation of RM45.3 billion. The Group intends to pursue and deliver its strategic initiatives which include assets optimisation, bed expansion and talent acquisition. Additionally, as we move forward, the Group is committed to upholding prudent financial management and discipline. The industry continues to face competitive talent landscape in the healthcare industry as well as pressure on costs are expected to remain in the near future. The Group remains confident on its prospects for the current financial year ending 31 December 2024.

B4 PROFIT FORECAST / GUARANTEE

The Group did not provide any profit forecast or profit guarantee in any public document.