

Registration No.

199201015575 (247079-M)

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

Registration No.

199201015575 (247079-M)

KPJ HEALTHCARE BERHAD
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER
2024**

The Directors of KPJ Healthcare Berhad are pleased to announce the financial results for the Group for the third quarter and financial period ended 30 September 2024.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE
INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

	Note	Individual Quarter			For the		
		3 months ended			financial period ended		
		30.09.2024	30.09.2023	Var	30.09.2024	30.09.2023	Var
		RM'000	RM'000	%	RM'000	RM'000	%
			Restated			Restated	
<u>Continuing operations</u>							
Revenue		1,032,832	906,894	14	2,871,406	2,507,246	15
Cost of sales		(563,970)	(513,574)	(10)	(1,610,444)	(1,453,358)	(11)
Gross profit		468,862	393,320	19	1,260,962	1,053,888	20
Administrative expenses		(305,902)	(266,912)	(15)	(830,724)	(704,978)	(18)
Other income		7,030	48,185	(85)	20,586	58,177	(65)
Zakat		(913)	(690)	(32)	(4,758)	(2,506)	(90)
Operating profit		169,077	173,903	(3)	446,066	404,581	10
Finance income		5,181	5,395	(4)	17,393	12,335	41
Finance costs							
- Borrowings		(21,617)	(28,710)	25	(66,906)	(72,610)	8
- Lease liabilities		(26,679)	(28,119)	5	(80,828)	(83,705)	3
Finance costs - net		(43,115)	(51,434)	16	(130,341)	(143,980)	9
Share of results of associates, net of tax		13,604	13,819	(2)	33,957	33,899	-
Profit before tax		139,566	136,288	2	349,682	294,500	19
Tax	B5	(43,644)	(35,834)	(22)	(107,063)	(77,057)	(39)
Profit for the financial period from continuing operations		95,922	100,454	(5)	242,619	217,443	12
<u>Discontinued operations</u>							
(Loss)/Profit for the financial period from discontinued operations		-	(1,272)	100	32,507	(14,373)	>100

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

	Individual Quarter			For the		
	3 months ended			financial period ended		
	30.09.2024	30.09.2023	Var	30.09.2024	30.09.2023	Var
	RM'000	RM'000	%	RM'000	RM'000	%
		Restated			Restated	
Profit for the financial period	95,922	99,182	(3)	275,126	203,070	35
Other comprehensive income for the financial period, net of tax:						
- from continuing operations	7,080	(1,934)	>100	610	(1,743)	>100
- from discontinued operations	-	2,154	(100)	(1,580)	4,215	>(100)
Total comprehensive income for the financial period	103,002	99,402	4	274,156	205,542	33
Profit for the financial period attributable to:						
Owners of the Company						
- continuing operations	86,026	92,078	(7)	214,771	197,788	9
- discontinued operations	-	(331)	100	18,529	(7,770)	>100
Non-controlling interests						
- continuing operations	9,896	8,376	18	27,848	19,655	42
- discontinued operations	-	(941)	100	13,978	(6,603)	>100
	95,922	99,182	(3)	275,126	203,070	35
Total comprehensive income for the financial period attributable to:						
Owners of the Company						
- continuing operations	93,106	90,144	3	215,381	196,045	10
- discontinued operations	-	1,823	(100)	16,949	(3,555)	>100
Non-controlling interests						
- continuing operations	9,896	8,376	18	27,848	19,655	42
- discontinued operations	-	(941)	100	13,978	(6,603)	>100
	103,002	99,402	4	274,156	205,542	33

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE
INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)**

	<u>Individual Quarter</u>			<u>For the</u>		
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>Var</u>	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>Var</u>
		Restated			Restated	
Dividend per share (sen)	1.00	0.80	25	3.00	2.05	46
	<u> </u>	<u> </u>		<u> </u>	<u> </u>	
Earnings per share attributable to Owners of the Company:						
Basic (sen)						
- continuing operations	1.97	2.11		4.92	4.54	
- discontinued operations	-	(0.01)		0.42	(0.18)	
	<u> </u>	<u> </u>		<u> </u>	<u> </u>	

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024**

	<u>Note</u>	<u>30.09.2024</u> RM'000	<u>31.12.2023</u> RM'000 Audited
<u>ASSETS</u>			
<u>Non-current assets</u>			
Property, plant and equipment	A9	2,842,635	2,774,474
Right-of-use assets		1,548,800	1,585,857
Investment properties		355,557	358,166
Intangible assets		196,940	198,470
Investment in associates		522,284	513,857
Equity instruments classified as FVOCI*		1,507	1,507
Deferred tax assets		125,076	125,653
Trade and other receivables		19,115	19,262
		<u>5,611,914</u>	<u>5,577,246</u>
<u>Current assets</u>			
Inventories		77,529	73,008
Trade and other receivables		794,480	673,649
Tax recoverable		99,926	98,008
Deposits, bank and cash balances		729,421	785,227
Dividend receivable		3,350	3,873
		<u>1,704,706</u>	<u>1,633,765</u>
Assets held for sale		-	35,151
		<u>1,704,706</u>	<u>1,668,916</u>
Total assets		<u><u>7,316,620</u></u>	<u><u>7,246,162</u></u>
<u>EQUITY AND LIABILITIES</u>			
<u>Current liabilities</u>			
Trade and other payables		747,125	658,292
Contract liabilities		94,739	87,779
Current tax liabilities		11,040	11,060
Borrowings	B7	439,746	546,955
Lease liabilities		41,326	39,920
Dividend payable		43,643	3,200
		<u>1,377,619</u>	<u>1,347,206</u>
Liabilities associated with assets held for sale		-	54,349
		<u>1,377,619</u>	<u>1,401,555</u>
Net current assets		<u>327,087</u>	<u>267,361</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024 (CONTINUED)**

	<u>Note</u>	<u>30.09.2024</u> RM'000	<u>31.12.2023</u> RM'000 Audited
<u>Non-current liabilities</u>			
Borrowings	B7	1,339,567	1,364,964
Lease liabilities		1,844,456	1,870,338
Deferred tax liabilities		69,662	67,038
Provision for retirement benefits		2,163	2,069
Deposits		11,774	12,046
		<u>3,267,622</u>	<u>3,316,455</u>
Total liabilities		<u>4,645,241</u>	<u>4,718,010</u>
Net assets		<u>2,671,379</u>	<u>2,528,152</u>
<u>Equity attributable to Owners of the Company</u>			
Share capital	A6	999,190	999,190
Less: Treasury shares		(155,310)	(155,310)
Reserves		1,640,685	1,539,284
		<u>2,484,565</u>	<u>2,383,164</u>
Non-controlling interests		186,814	144,988
Total equity		<u>2,671,379</u>	<u>2,528,152</u>
Total equity and liabilities		<u><u>7,316,620</u></u>	<u><u>7,246,162</u></u>
Net assets per share attributable to Owners of the Company (RM)		<u>0.55</u>	<u>0.53</u>

* "FVOCI" refers to fair value through other comprehensive income

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

	Non-distributable						Distributable		Total	Non-controlling interest	Total equity
	Number of shares '000	Share capital RM'000	Treasury shares RM'000	Merger reserve RM'000	FVOCI reserve RM'000	Exchange reserve RM'000	Revaluation reserve RM'000	Retained earnings RM'000			
At 1 January 2024	4,526,608	999,190	(155,310)	(3,367)	49	11,404	228,267	1,302,931	2,383,164	144,988	2,528,152
Profit for the financial period	-	-	-	-	-	(1,580)	-	234,880	233,300	41,826	275,126
Other comprehensive income	-	-	-	-	-	610	-	(1,580)	(970)	-	(970)
Total comprehensive income	-	-	-	-	-	(970)	-	233,300	232,330	41,826	274,156
Transactions with Owners:											
Dividends on ordinary shares	-	-	-	-	-	-	-	(130,929)	(130,929)	-	(130,929)
At 30 September 2024	4,526,608	999,190	(155,310)	(3,367)	49	10,434	228,267	1,405,302	2,484,565	186,814	2,671,379

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	Non-distributable								Distributable		Non-controlling interest	Total equity
	Number of shares '000	Share capital RM'000	Treasury shares RM'000	Esos reserve RM'000	Merger reserve RM'000	FVOCI reserve RM'000	Exchange reserve RM'000	Revaluation reserve RM'000	Retained earnings RM'000	Total RM'000		
At 1 January 2023	4,505,528	976,329	(155,310)	40,276	(3,367)	(217)	1,764	237,733	1,130,052	2,227,260	126,958	2,354,218
Profit for the financial period	-	-	-	-	-	-	-	-	190,018	190,018	13,052	203,070
Other comprehensive income	-	-	-	-	-	-	(1,743)	-	-	(1,743)	-	(1,743)
Total comprehensive income	-	-	-	-	-	-	(1,743)	-	190,018	188,275	13,052	201,327
Transactions with Owners:												
Issue of share capital - ESOS	21,080	22,861	-	(3,678)	-	-	-	-	-	19,183	-	19,183
Disposal of interest in subsidiaries	-	-	-	-	-	-	4,215	(31,123)	19,150	(7,758)	16,439	8,681
Lapsed ESOS	-	-	-	(36,598)	-	-	-	-	36,598	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(89,468)	(89,468)	-	(89,468)
Total transactions with Owners	21,080	22,861	-	(40,276)	-	-	4,215	(31,123)	(33,720)	(78,043)	16,439	(61,604)
At 30 September 2023	4,526,608	999,190	(155,310)	-	(3,367)	(217)	4,236	206,610	1,286,350	2,337,492	156,449	2,493,941

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024**

	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before tax		
- continuing operations	349,682	294,500
- discontinued operations	32,507	(13,934)
	<u>382,189</u>	<u>280,566</u>
Adjustments for:		
Share of results of associates	(33,957)	(33,899)
Finance income	(17,408)	(12,422)
Finance costs		
- Borrowings	66,925	72,309
- Lease liabilities	80,828	83,730
Gain on disposal of shares in subsidiaries	-	(44,744)
Property, plant and equipment:		
- Depreciation	154,006	148,554
- Written-off	225	-
- Loss on disposals	16	1,119
Right-of-use assets:		
- Depreciation	51,411	54,008
Intangible assets:		
- Amortisation of software development expenditure	1,863	7,526
Inventories written-off	379	273
Provision for retirement benefits	135	135
Assets held for sale:		
- Gain on disposal of assets held for sale	-	(1,288)
- Net gain on extinguishment of net liabilities from disposal of aged care business	(40,302)	-
Operating profit before working capital changes	<u>646,310</u>	<u>555,867</u>
Changes in working capital:		
Inventories	(4,900)	(9,722)
Receivables	(121,054)	(84,030)
Payables	132,248	100,927
Contract liabilities	6,960	564
Cash flows generated from operations	<u>659,564</u>	<u>563,606</u>
Income tax refund	-	19,499
Income tax paid	(105,230)	(55,711)
Net cash generated from operating activities	<u>554,334</u>	<u>527,394</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)**

	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000
INVESTING ACTIVITIES		
Additions to property, plant and equipment	(247,663)	(161,216)
Proceeds from disposal of property, plant and equipment	375	235
Disposals of interest in subsidiaries:		
- Proceeds, net of cash and cash equivalents disposed	-	19,770
- Settlement of Shareholder's Loan	-	156,277
Proceeds from disposal of assets held for sale	-	20,082
Interest received	17,393	12,422
Decrease/(Increase) in deposits with licensed banks with maturity of more than 3 months	99,973	(228,492)
Dividends received from associates	20,334	17,254
	<hr/>	<hr/>
Net cash used in investing activities	(109,588)	(163,668)
	<hr/>	<hr/>
FINANCING ACTIVITIES		
Dividends paid to non-controlling interests	(3,200)	(2,560)
Issue of shares:		
- ESOS	-	19,183
Borrowings:		
- Drawdown	68,416	700,999
- Repayments	(207,203)	(673,746)
Payment of lease liabilities	(111,581)	(105,537)
Interest paid	(66,906)	(72,309)
Dividends paid to shareholders	(87,286)	(89,468)
Decrease in designated accounts	46,950	28,207
	<hr/>	<hr/>
Net cash used in financing activities	(360,810)	(195,231)
	<hr/>	<hr/>
Net changes in cash and cash equivalents	83,936	168,495
Currency translation differences	1,000	(1,935)
Cash and cash equivalents at beginning of the financial period	552,503	416,866
	<hr/>	<hr/>
Cash and cash equivalents at end of the financial period	637,439	583,426
	<hr/> <hr/>	<hr/> <hr/>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)**

Cash and cash equivalents in the statement of cash flows comprises the following amounts from the statement of financial position:

	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000
Deposits, bank and cash balances	729,421	836,973
Less:		
Overdraft	(24,587)	(18,677)
Deposits with licensed banks with maturity of more than 3 months	(2,897)	(231,373)
Designated accounts (FSRA)	(64,498)	(3,497)
Cash and cash equivalents at end of the financial period	<u>637,439</u>	<u>583,426</u>

Included in the deposits with licensed banks of the Group is an amount of RM64,498,000 (2023: RM3,497,000) being minimum balance required in the Financial Service Reserve Account ("FSRA") for borrowings purposes.

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

A1 BASIS OF PREPARATION

These interim financial statements have been prepared in accordance with MFRS134 “*Interim Financial Reporting*”, the Malaysian Financial Reporting Standards (“MFRS”), International Financial Reporting Standards, the requirements of the Companies Act 2016 in Malaysia and paragraph 9.22 of the Bursa Malaysia Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023.

ACCOUNTING POLICIES

The accounting policies are consistent with those adopted in audited annual financial statements for the financial year ended 31 December 2023. The standards and interpretations effective beginning on 1 January 2024, either not relevant or has no material impact on the financial performance or position of the Group are disclosed below:

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
Amendments to MFRS 101: Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

The standards and amendments to standards that have been issued but not yet effective are disclosed below:

Description	Effective for annual periods beginning on or after
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 and MFRS 7: Classification and Measurement of Financial Instruments	1 January 2026
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group intends to adopt these standards, if applicable, when they become effective.

A2 AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the annual financial statements for the financial year ended 31 December 2023 was unqualified.

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

A3 SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations have not been significantly affected by any seasonal or cyclical trend.

A4 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no material unusual items during the financial period other than disclosed in the condensed consolidated interim financial statements.

A5 CHANGE IN ACCOUNTING ESTIMATES AND POLICIES

There were no material changes of the amounts reported in the recent audited financial statements of the Group for the financial year ended 31 December 2023 that may have a material effect in the current financial period under review.

A6 DEBT AND EQUITY SECURITIES

There has been no issuance or repayments of debt and equity securities during the current financial period under review other than as disclosed in Note B7.

A7 DIVIDENDS

The dividends declared and paid by the Company since 31 December 2023 were as follows: -

	RM
In respect of the financial year ending 31 December 2024:	
First interim dividend of 1.0 sen per share on 4,364,301,366 shares. The dividend was declared on 16 February 2024 and paid on 29 March 2024.	43,643,014
Second interim dividend of 1.0 sen per share on 4,364,301,366 shares. The dividend was declared on 27 May 2024 and paid on 5 July 2024.	43,643,014
Third interim dividend of 1.0 sen per share on 4,364,301,366 shares. The dividend was declared on 28 August 2024 and paid on 4 October 2024.	43,643,014
	<u>130,929,042</u>

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**A NOTES TO THE INTERIM FINANCIAL REPORT
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2024 (CONTINUED)**

A8 SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal management reporting provided to the chief operating decision maker (“CODM”), which is the KPJ Group Management Committee (“KGMC”). The KGMC considers the business by geographical location. The reportable segments have been identified as follows:

Continuing Operations

- i. Malaysia - All healthcare activities including the private hospitals, pathology and laboratory services and distribution of pharmaceutical, medical and consumer healthcare products.
- ii. Others - Operating segments involved in provision of hospital and retirement village services in Thailand, Bangladesh and Australia, private university of nursing and allied health and sale of hospital merchandise and other similar activities, none of which are individually significant to warrant separate disclosure per quantitative thresholds required by MFRS 8.

Discontinued Operations

- i. Indonesia - Operating segments involved in provision of hospital services in Indonesia. The Group had in April 2022, decided to divest of its interest in all entities in Indonesia’s region (referred as “Indonesia operations”) as part of its strategic plan to place greater focus on the Group’s core Malaysia segment. The divestments were completed on 5 April 2023 and 18 September 2023.
- ii. Australia: Aged care - Operating segment involved in providing aged care services by Jeta Gardens in Australia. The Group had in December 2023, decided to divest of its interest in aged care business in Australia as part of its strategic plan to place greater focus on the Group’s core Malaysia segment. The divestment was completed on 31 January 2024.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The KGMC assesses the performance of the operating segments based on earnings before interest, tax, depreciation and amortisation (“EBITDA”) and profit after tax.

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

A8 SEGMENT REPORTING (CONTINUED)

Individual quarter 3 months ended

	<u>Malaysia</u> RM'000	<u>Others</u> RM'000	<u>Total segments</u> RM'000	<u>Adjustments and eliminations</u> RM'000	<u>Total</u> RM'000
<u>30 September 2024</u>					
<u>Revenue</u>					
Revenue from external customers	1,015,686	17,820	1,033,506	(674)	1,032,832
<u>Results</u>					
Depreciation and amortisation	(68,858)	(2,249)	(71,107)	120	(70,987)
Finance costs (net)	(40,610)	(2,764)	(43,374)	259	(43,115)
Share of results of associates, net of tax	13,534	70	13,604	-	13,604
Profit/(loss) before tax	140,109	(530)	139,579	(13)	139,566
Tax	(43,446)	(198)	(43,644)	-	(43,644)
Profit/(loss) after tax	96,663	(728)	95,935	(13)	95,922
EBITDA	249,577	4,483	254,060	(392)	253,668
Total assets	7,223,647	242,740	7,466,387	(149,767)	7,316,620
Total liabilities	4,441,488	351,260	4,792,748	(147,507)	4,645,241
Additions to property, plant and equipment	109,668	8,607	118,275	-	118,275

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

A8 SEGMENT REPORTING (CONTINUED)

Individual quarter 3 months ended (continued)

	<u>Continuing operations</u>						<u>Total</u> RM'000
	<u>Malaysia</u> RM'000	<u>Others</u> RM'000	<u>Total segments</u> RM'000	<u>Adjustments and eliminations</u> RM'000	<u>Sub-total</u> RM'000	<u>Discontinued operations</u> RM'000	
<u>30 September 2023</u>							
<u>Revenue</u>							
Revenue from external customers	888,126	19,657	907,783	(889)	906,894	26,296	933,190
<u>Results</u>							
Depreciation and amortisation	(67,049)	(3,053)	(70,102)	120	(69,982)	(1,188)	(71,170)
Finance costs (net)	(46,803)	(5,168)	(51,971)	537	(51,434)	315	(51,119)
Share of results of associates, net of tax	13,543	276	13,819	-	13,819	-	13,819
Profit/(loss) before tax	139,067	(2,771)	136,296	(8)	136,288	(1,071)	135,217
Tax	(35,510)	(324)	(35,834)	-	(35,834)	(201)	(36,035)
Profit/(loss) after tax	103,557	(3,095)	100,462	(8)	100,454	(1,272)	99,182
EBITDA/(LBITDA)	252,919	5,450	258,369	(665)	257,704	(198)	257,506
Total assets	7,117,978	305,952	7,423,930	(130,875)	7,293,055	-	7,293,055
Total liabilities	4,469,884	460,167	4,930,051	(130,937)	4,799,114	-	4,799,114
Additions to property, plant and equipment	59,587	55	59,642	-	59,642	-	59,642

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

A8 SEGMENT REPORTING (CONTINUED)

Individual quarter 3 months ended (continued)

The functional currencies for Indonesia and Australia operations are as follows:

	30 September 2024		30 September 2023			
	Australia AUD'000	Australia RM'000	Indonesia IDR'000	Indonesia RM'000	Australia AUD'000	Australia RM'000
<u>Revenue</u>						
Revenue from external customers	418	916	27,387,795	7,797	6,969	20,687
<u>Results</u>						
Depreciation and amortisation	(72)	(170)	(2,228,770)	(622)	(509)	(1,502)
Finance costs (net)	(380)	(1,030)	77,972	22	(741)	(2,186)
Share of results of associates, net of tax	26	70	-	-	31	90
Profit/(loss) before tax	10,133	26,024	7,131,779	2,101	(1,343)	(3,859)
Tax	-	-	(696,435)	(201)	-	-
Profit/(loss) after tax	10,133	26,024	6,435,344	1,900	(1,343)	(3,859)
EBITDA/(LBITDA)	10,585	27,224	9,282,577	2,701	(93)	(171)
Total assets	20,591	58,593	-	-	38,385	116,257
Total liabilities	57,358	163,213	-	-	77,183	233,763

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

A8 SEGMENT REPORTING (CONTINUED)

For the financial period ended

	<u>Continuing operations</u>						
	<u>Malaysia</u>	<u>Others</u>	<u>Total</u>	<u>Adjustments</u>	<u>Sub-total</u>	<u>Discontinued</u>	<u>Total</u>
	RM'000	RM'000	segments	and	RM'000	operations	RM'000
			RM'000	eliminations		RM'000	
				RM'000			
<u>30 September 2024</u>							
<u>Revenue</u>							
Revenue from external customers	2,822,523	50,904	2,873,427	(2,021)	2,871,406	5,884	2,877,290
<u>Results</u>							
Depreciation and amortisation	(200,202)	(7,404)	(207,606)	359	(207,247)	(33)	(207,280)
Finance costs (net)	(122,474)	(8,605)	(131,079)	738	(130,341)	(4)	(130,345)
Share of results of associates, net of tax	33,739	218	33,957	-	33,957	-	33,957
Profit/(loss) before tax	357,865	(8,141)	349,724	(42)	349,682	32,507	382,189
Tax	(106,385)	(678)	(107,063)	-	(107,063)	-	(107,063)
Profit/(loss) after tax	251,480	(8,819)	242,661	(42)	242,619	32,507	275,126
EBITDA	680,541	7,868	688,409	(1,139)	687,270	32,544	719,814
Total assets	7,223,647	242,740	7,466,387	(149,767)	7,316,620	-	7,316,620
Total liabilities	4,441,488	351,260	4,792,748	(147,507)	4,645,241	-	4,645,241
Additions to property, plant and equipment	238,008	9,655	247,663	-	247,663	-	247,663

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

A8 SEGMENT REPORTING (CONTINUED)

For the financial period ended (continued)

	<u>Continuing operations</u>						<u>Total</u> RM'000
	<u>Malaysia</u> RM'000	<u>Others</u> RM'000	<u>Total segments</u> RM'000	<u>Adjustments and eliminations</u> RM'000	<u>Sub-total</u> RM'000	<u>Discontinued operations</u> RM'000	
<u>30 September 2023</u>							
<u>Revenue</u>							
Revenue from external customers	2,459,490	50,601	2,510,091	(2,845)	2,507,246	71,980	2,579,226
<u>Results</u>							
Depreciation and amortisation	(196,364)	(9,407)	(205,771)	359	(205,412)	(4,676)	(210,088)
Finance costs (net)	(131,240)	(14,534)	(145,774)	1,794	(143,980)	363	(143,617)
Share of results of associates, net of tax	33,112	787	33,899	-	33,899	-	33,899
Profit/(loss) before tax	313,860	(19,358)	294,502	(2)	294,500	(13,934)	280,566
Tax	(76,190)	(867)	(77,057)	-	(77,057)	(439)	(77,496)
Profit/(loss) after tax	237,670	(20,225)	217,445	(2)	217,443	(14,373)	203,070
EBITDA/(LBITDA)	641,464	4,583	646,047	(2,155)	643,892	(9,621)	634,271
Total assets	7,117,978	305,952	7,423,930	(130,875)	7,293,055	-	7,293,055
Total liabilities	4,469,884	460,167	4,930,051	(130,937)	4,799,114	-	4,799,114
Additions to property, plant and equipment	160,685	132	160,817	-	160,817	399	161,216

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

A8 SEGMENT REPORTING (CONTINUED)

For the financial period ended (continued)

The functional currencies for Indonesia and Australia operations are as follows:

	30 September 2024		30 September 2023			
	Australia AUD'000	Australia RM'000	Indonesia IDR'000	Indonesia RM'000	Australia AUD'000	Australia RM'000
<u>Revenue</u>						
Revenue from external customers	2,633	7,861	86,455,135	25,340	16,511	49,700
<u>Results</u>						
Depreciation and amortisation	(367)	(1,096)	(10,242,238)	(3,002)	(1,511)	(4,549)
Finance costs (net)	(1,081)	(3,228)	296,827	87	(2,238)	(6,738)
Share of results of associates, net of tax	73	218	-	-	83	251
Profit/(loss) before tax	9,613	28,700	4,394,405	1,288	(7,326)	(22,053)
Tax	-	-	(1,497,782)	(439)	-	-
Profit/(loss) after tax	9,613	28,700	2,896,623	849	(7,326)	(22,053)
EBITDA/(LBITDA)	11,061	33,024	14,339,816	4,203	(3,577)	(10,766)
Total assets	20,591	58,593	-	-	38,385	116,257
Total liabilities	57,358	163,213	-	-	77,183	233,763
Additions to property, plant and equipment	-	-	1,284,610	399	-	-

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**A NOTES TO THE INTERIM FINANCIAL REPORT
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2024 (CONTINUED)**

A8 SEGMENT REPORTING (CONTINUED)

The key exchange rate used, provided by the ultimate holding corporation, is as follows;

	<u>30.09.2024</u>	<u>30.09.2023</u>
1 Australian Dollar		
Closing	2.8455	3.0287
Average	2.9855	3.0102
1,000 Indonesian Rupiah		
Closing	0.2721	0.3028
Average	0.2852	0.2931
	<u> </u>	<u> </u>

A9 VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The Group's land and buildings were fully revalued as at 31 December 2020, except for certain land and buildings that were revalued on 31 December 2023 following their completion and commencement of operations in the financial year 2023.

A10 MATERIAL EVENTS SUBSEQUENT TO THE REPORTING PERIOD

There were no material events subsequent to the financial period ended 30 September 2024.

A11 CHANGES IN THE COMPOSITION OF THE GROUP

There were no material changes in the composition of the Group during the current financial period.

A12 CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets since the statement of financial position as at 31 December 2023.

A13 RELATED PARTY TRANSACTIONS

All related party transactions within the Group had been entered into in the normal course of business and were carried out on normal commercial terms.

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**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.

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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.

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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.

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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.

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

B5 TAX

	Individual Quarter 3 months ended		For the financial period ended	
	<u>30.09.2024</u>	<u>30.09.2023</u>	<u>30.09.2024</u>	<u>30.09.2023</u>
	RM'000	RM'000	RM'000	RM'000
Income tax expense	43,644	35,834	107,063	77,057

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the financial period. The effective tax rate is above the statutory tax rate due to certain expenses not deductible for tax purposes and the impact of tax losses not recognised.

B6 STATUS OF CORPORATE PROPOSALS

There were no significant outstanding corporate proposals during the financial period under review.

B7 BORROWINGS

Details of the Group's borrowings are as follows:

	<u>Current</u> RM'000	<u>Non-current</u> RM'000	<u>Total</u> RM'000
<u>As at 30 September 2024</u>			
<u>Secured</u>			
Term loans:			
- Islamic	39,309	116,767	156,076
Hire purchase creditors:			
- Conventional	40	28	68
- Islamic	16,310	17,772	34,082
<u>Unsecured</u>			
Revolving credits:			
- Islamic	259,500	-	259,500
Bank overdrafts:			
- Islamic	24,587	-	24,587
Islamic Medium Term Notes:			
- Sukuk Murabahah	100,000	-	100,000
- Sukuk Wakalah	-	1,205,000	1,205,000
Total	<u>439,746</u>	<u>1,339,567</u>	<u>1,779,313</u>

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

B7 BORROWINGS (CONTINUED)

Details of the Group's borrowings are as follows (continued):

	<u>Current</u> RM'000	<u>Non-current</u> RM'000	<u>Total</u> RM'000
<u>As at 30 September 2023</u>			
<u>Secured</u>			
Term loans:			
- Islamic	51,841	144,002	195,843
Hire purchase creditors:			
- Conventional	38	69	107
- Islamic	17,677	31,446	49,123
<u>Unsecured:</u>			
Revolving credits:			
- Islamic	253,000	-	253,000
Bank overdrafts:			
- Islamic	18,677	-	18,677
Islamic Medium Term Notes:			
- Sukuk Murabahah	100,000	100,000	200,000
- Sukuk Wakalah	-	1,205,000	1,205,000
Total	<u>441,233</u>	<u>1,480,517</u>	<u>1,921,750</u>

B8 FINANCIAL INSTRUMENTS WITH OFF BALANCE SHEET RISK

As at the date of this report, there were no financial instruments with off balance sheet risk.

B9 MATERIAL LITIGATIONS

There were no pending material litigations since the date of the last statement of financial position.

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

B10 DIVIDENDS

The dividends declared and paid by the Company since 31 December 2023 were as follows:-

	RM
In respect of the financial year ending 31 December 2024:	
First interim dividend of 1.0 sen per share on 4,364,301,366 shares. The dividend was declared on 16 February 2024 and paid on 29 March 2024.	43,643,014
Second interim dividend of 1.0 sen per share on 4,364,301,366 shares. The dividend was declared on 27 May 2024 and paid on 5 July 2024.	43,643,014
Third interim dividend of 1.0 sen per share on 4,364,301,366 shares. The dividend was declared on 28 August 2024 and paid on 4 October 2024.	43,643,014
	<u>130,929,042</u>

B11 EARNINGS PER SHARE

Basic earnings per share

Basic earnings per share of the Group is calculated by dividing the Group's profit/loss attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the financial period.

	As at <u>30.09.2024</u>	As at <u>30.09.2023</u>
<u>Continuing operations</u>		
Profit attributable to Owners of the Company (RM'000)	214,771	197,788
Weighted average number of ordinary shares in issue ('000)	4,364,301	4,361,014
Basic earnings per share (sen)	<u>4.92</u>	<u>4.54</u>
<u>Discontinued operations</u>		
Profit/(Loss) attributable to Owners of the Company (RM'000)	18,529	(7,770)
Weighted average number of ordinary shares in issue ('000)	4,364,301	4,361,014
Basic earnings per share (sen)	<u>0.42</u>	<u>(0.18)</u>