

**KPJ HEALTHCARE BERHAD**  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORTS**

**30 SEPTEMBER 2014**

Company No.

247079	M
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## KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

### INTERIM FINANCIAL REPORTS

FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

The Directors of KPJ Healthcare Berhad are pleased to announce the financial results for the Group for the three months ended 30 September 2014.

The interim report is prepared in accordance with FRS134 "Interim Financial Reporting" and paragraph 9.22 of the Bursa Malaysia's Listing Requirements, and should be read in conjunction with the Group's financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report.

### UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		<u>3 months ended</u>	<u>3 months ended</u>	<u>9 months ended</u>	<u>9 months ended</u>
		<u>30.09.2014</u>	<u>30.09.2013</u>	<u>30.09.2014</u>	<u>30.09.2013</u>
		RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>		657,078	565,183	1,922,643	1,697,932
Cost of sales		(429,888)	(401,488)	(1,280,732)	(1,180,779)
Gross profit		227,190	163,695	641,911	517,153
Administration and Other operating expenses		(177,512)	(143,585)	(511,050)	(443,601)
Other income		4,460	7,114	18,777	18,433
Operating profit		54,138	27,224	149,638	91,985
Finance Income		3,897	3,216	9,122	8,691
Finance cost		(15,400)	(9,476)	(38,349)	(23,956)
Finance costs – net		(11,503)	(6,260)	(29,227)	(15,265)
Associates - share of results		8,782	7,623	26,679	25,021
<b>Profit before zakat and tax</b>	B1	51,417	28,587	147,090	101,741
Zakat		(465)	(330)	(1,395)	(990)
Income tax expense	B5	(14,911)	(6,861)	(41,785)	(24,418)
Profit net of tax		36,041	21,396	103,910	76,333
Other comprehensive income		(28)	99	(2,821)	1,163
Total comprehensive income for the period		36,013	21,495	101,089	77,496

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**UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014**

	Note	<u>Individual Quarter</u> <u>3 months ended</u>		<u>Cumulative Quarter</u> <u>6 months ended</u>	
		<u>30.09.2014</u> RM'000	<u>30.09.2013</u> RM'000	<u>30.09.2014</u> RM'000	<u>30.09.2013</u> RM'000
<b>Profit attributable to:</b>					
Equity holders of the Company		29,126	19,415	93,090	69,802
Minority interest		6,915	1,981	10,820	6,531
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net profit attributable to shareholders</b>		<u>36,041</u>	<u>21,396</u>	<u>103,910</u>	<u>76,333</u>
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		29,098	19,514	90,269	70,965
Minority interest		6,915	1,981	10,820	6,531
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net profit attributable to shareholders</b>		<u>36,013</u>	<u>21,495</u>	<u>101,089</u>	<u>77,496</u>
<b>Dividend per share (sen)</b>	A7	<u>1.45</u>	<u>2.00</u>	<u>2.90</u>	<u>8.00</u>
<b>Earnings per share (sen)</b>	B11				
- Basic					
- at par value RM0.50		2.83	1.62	9.06	7.11
- Diluted					
- at par value RM0.50		<u>2.56</u>	<u>1.51</u>	<u>8.15</u>	<u>6.54</u>

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**KPJ HEALTHCARE BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2014**

	<u>Note</u>	<u>30.09.2014</u>	<u>Audited</u> <u>31.12.2013</u>
<b>ASSETS</b>		RM'000	RM'000
<b>Non-current assets</b>			
Property, plant and equipment	A9	1,357,726	1,206,019
Other Assets		25,865	22,031
Investment properties		278,317	62,746
Interest in associates		510,370	475,536
Available-for-sale financial assets		554	554
Intangible assets		258,774	235,957
Deferred tax assets		22,972	25,678
		<u>2,454,578</u>	<u>2,028,521</u>
<b>Current assets</b>			
Inventories		54,005	52,837
Receivables, deposits and prepayments		456,563	427,102
Tax refund receivable		14,536	18,169
Deposit, cash and bank balances		213,628	312,965
		<u>738,732</u>	<u>811,073</u>
Non-current assets held for sale		0	2,013
		<u>738,732</u>	<u>813,086</u>
<b>Total assets</b>		<u><u>3,193,310</u></u>	<u><u>2,841,607</u></u>
<b>EQUITY</b>			
<b>Capital and reserves attributable to the Company's equity holders</b>			
Share capital	A6	513,890	490,955
Reserves		756,891	596,955
		<u>1,270,781</u>	<u>1,087,910</u>
Less: Treasury Shares		(45,621)	(364)
<b>Total equity attributable to shareholders of the Company</b>		<u>1,225,160</u>	<u>1,087,546</u>
<b>Minority interest</b>		95,801	84,981
<b>Total equity</b>		<u>1,320,961</u>	<u>1,172,527</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Borrowings	B7	824,487	668,870
Deposits		20,507	17,253
Deferred tax liabilities		41,110	47,153
		<u>886,104</u>	<u>733,276</u>

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**KPJ HEALTHCARE BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2014**

	<u>30.09.2014</u>	<u>Audited</u>
	RM'000	31.12.2013
		RM'000
<b>Current liabilities</b>		
Payables	520,774	489,963
Borrowings	B7	
- bank overdrafts	0	8,140
- others	381,299	350,482
Current tax liabilities	9,882	11,951
Deferred revenue	59,578	62,177
Dividend Payable	14,712	13,091
	<u>986,245</u>	<u>935,804</u>
<b>Total liabilities</b>	<u>1,872,349</u>	<u>1,669,080</u>
<b>Total equity and liabilities</b>	<u>3,193,310</u>	<u>2,841,607</u>
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>		
- at par value RM0.50	1.19	1.11

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**KPJ HEALTHCARE BERHAD**

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**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014**

Note	Attributable to shareholders of the Company												
	Issued and fully paid ordinary shares of RM0.50 each			Treasury shares		Warrant reserve		Non-distributable		Distributable		Minority Interest	Total equity
	Number of shares '000	Nominal value RM'000	Share premium RM'000	shares RM'000	reserve RM'000	Merger reserve RM'000	Exchange reserve RM'000	Revaluation reserve RM'000	Retained earnings RM'000	Total RM'000			
At 1 January 2014	981,910	490,955	0	(364)	0	(3,367)	3,285	50,415	546,622	1,087,546	84,981	1,172,527	
Total comprehensive income for the period	0	0	0	0	0	0	(2,821)	0	93,090	90,269	10,820	101,089	
Rights Issue	43,637	21,819	37,528	0	62,838	0	0	0	(2,567)	119,618	0	119,618	
Issue of shares:													
- exercise of share warrants	2,232	1,116	1,406	0	0	0	0	0	0	2,522	0	2,522	
- shares bought back	0	0	0	(45,257)	0	0	0	0	0	(45,257)	0	(45,257)	
Changes in ownership interest in subsidiaries	0	0	0	0	0	0	0	0	0	0	0	0	
Transaction with non-controlling Interests	0	0	0	0	0	0	0	0	0	0	0	0	
Dividend in respect of the financial year ending:													
31 December 2014													
- 1st Interim	0	0	0	0	0	0	0	0	(14,826)	(14,826)	0	(14,826)	
- 2nd Interim	0	0	0	0	0	0	0	0	(14,712)	(14,712)	0	(14,712)	
	0	0	0	0	0	0	0	0	(29,538)	(29,538)	0	(29,538)	
At 30 September 2014	1,027,779	513,890	38,934	(45,621)	62,838	(3,367)	464	50,415	607,607	1,225,160	95,801	1,320,961	

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**KPJ HEALTHCARE BERHAD**

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**UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2013**

Note	Attributable to shareholders of the Company										
	Issued and fully paid ordinary shares of RM0.50 each		Share premium	Treasury shares	Merger reserve	Non-distributable		Distributable		Minority Interest	Total equity
	Number of shares '000	Nominal value RM'000				Exchange reserve	Revaluation reserve	Retained earnings	Total		
At 1 January 2013	646,182	323,091	147,288	(23)	(3,367)	(25)	50,415	518,546	1,035,925	67,528	1,103,453
Total comprehensive income for the period	0	0	0	0	0	1,163	0	69,802	70,965	6,531	77,496
Issue of shares:											
- exercise of share warrants	8,096	4,048	9,715	0	0	0	0	0	13,763	0	13,763
- shares bought back	0	0	0	(341)	0	0	0	0	(341)	0	(341)
Dividend in respect of the financial year ended:											
31 December 2012											
- 4th Interim	0	0	0	0	0	0	0	(26,014)	(26,014)	0	(26,014)
31 December 2013											
- 1st Interim	0	0	0	0	0	0	0	(13,060)	(13,060)	0	(13,060)
- 2nd Interim	0	0	0	0	0	0	0	(13,084)	(13,084)	0	(13,084)
-											
	0	0	0	0	0	0	0	(52,158)	(52,158)	0	(52,158)
At 30 September 2013	654,278	327,139	157,003	(364)	(3,367)	1,138	50,415	536,190	1,068,154	74,059	1,142,213

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**KPJ HEALTHCARE BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014**

	<u>9 months ended</u>	
	<u>30.09.2014</u>	<u>30.09.2013</u>
	RM'000	RM'000
<b>OPERATING ACTIVITIES</b>		
Profit for the financial year attributable to equity holders of the Company	93,090	69,802
Adjustments for:		
Zakat	1,395	990
Taxation	41,785	24,418
Minority interest	10,820	6,531
Associated companies	(26,679)	(25,021)
Finance income	(9,122)	(8,691)
Finance costs	38,349	23,956
Allowance for doubtful debts	891	5,768
Property, plant and equipment - depreciation	80,052	68,724
Gain on disposal of shares in an associate	-	(2,993)
Operating profit before changes in working capital	<u>230,581</u>	<u>162,584</u>
Changes in working capital:		
Inventories	(1,168)	6,311
Receivables	(32,947)	(55,856)
Payables	(23,452)	(82,324)
Cash from operations	<u>173,014</u>	<u>30,715</u>
Interest received	9,122	8,691
Income tax paid	(44,226)	(27,810)
Net cash from operating activities	<u>137,910</u>	<u>11,596</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(202,533)	(233,769)
Purchase of investment property	(212,997)	-
Acquisition of subsidiary company	(16,516)	(70,355)
Additional investment in subsidiary company	-	(6,833)
Proceeds from disposal of shares in an associate	-	18,689
Net cash used in investing activities	<u>(432,046)</u>	<u>(292,268)</u>



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**KPJ HEALTHCARE BERHAD**  
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**UNAUDITED CONDENSED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014 (CONTINUED)**

	<u>9 months ended</u>	
	<u>30.09.2014</u>	<u>30.09.2013</u>
	RM'000	RM'000
<b>FINANCING ACTIVITIES</b>		
Issuance of shares		
- right issues	122,185	-
- exercise of share warrants	2,522	13,763
Purchase of treasury shares	(45,257)	-
Bank borrowings		
- drawdown	436,914	428,027
- repayment	(260,250)	(54,553)
Dividend paid to shareholders	(14,826)	(55,228)
Interest paid	(38,349)	(23,956)
	<u>202,939</u>	<u>308,053</u>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	<b>(91,197)</b>	<b>27,381</b>
<b>CURRENCY TRANSLATION DIFFERENCES</b>	<b>-</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>304,825</b>	<b>200,414</b>
	<u>304,825</u>	<u>200,414</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>213,628</b>	<b>227,795</b>
	<u><u>213,628</u></u>	<u><u>227,795</u></u>
<b>DEPOSITS, CASH AND BANK BALANCES</b>		
Deposits with licensed banks	104,905	48,180
Cash and bank balances	117,424	187,482
Bank overdraft	-	(2,568)
	<u>222,329</u>	<u>233,094</u>
less: Deposits pledged with licensed banks	(8,701)	(5,299)
	<u>(8,701)</u>	<u>(5,299)</u>
<b>CASH AND CASH EQUIVALENTS</b>	<b>213,628</b>	<b>227,795</b>
	<u><u>213,628</u></u>	<u><u>227,795</u></u>

**KPJ HEALTHCARE BERHAD**

(Incorporated in Malaysia)

**A NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014****A1 BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Financial Reporting Standard (FRS) 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB).

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2013.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent audited financial statements for the financial year ended 31 December 2013 except for the newly-issued Malaysian Accounting Standards Board approved accounting framework - Malaysian Financial Reporting Standards ("MFRS"), Amendments to standards and IC Interpretations ("IC Int.") to be applied by all Entities Other Than Private Entities for the:

Financial periods beginning on or after 1 January 2014

Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10, MFRS 12 and MFRS 127	Investment Entities
Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting
Amendments to MFRS 119	Defined Benefit Plans: Employee Contributions
IC Interpretation 21	Levies

To be announced

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009)
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)
MFRS 9	Financial Instruments: Hedge Accounting and amendments to MFRS 9, MFRS 7 and MFRS 139

The adoption of the above standards and interpretations will have no material impact on the interim financial report in the period of initial application.

**A2 AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audit report of the preceding annual financial statements was not qualified.

**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 items, transactions or events of a material and unusual nature which would substantially affect the earnings, revenue, assets, liabilities, equity or cash flows of the Group for the current financial period under review.

## KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

### A NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### A5 CHANGE IN ACCOUNTING ESTIMATES

There is no change in the estimates of amounts reported in prior interim periods of the current financial period or change of estimates of amounts reported in prior financial years that has a material effect in the current financial period under review.

#### A6 DEBT AND EQUITY SECURITIES

There has been no issuance of shares, share buy-backs, and repayments of debt and equity securities by the Company in the current financial period under review, except for the followings:

##### i. Treasury Shares

On 10 June 2014, at the Annual General Meeting, the shareholders of the Company renewed their approval for the Company to buy-back its own shares of up to ten percent (10%) of the issued and paid-up share capital of the Company.

Up to 30 September 2014, 13,290,000 units of KPJ Healthcare Berhad shares were bought by the Company from the open market, listed on the Main Market of Bursa Listed Securities Berhad, at an average buy-back price of RM3.39 per share for a total consideration of RM45,256,859 including transaction cost and was financed by internally generated fund. The shares were retained as treasury shares.

##### ii. Share split, bonus issue and free warrants (2010)

###### Share Split

On 15 January 2010, the Company has subdivided its existing 211,050,615 ordinary shares of RM1 each into 422,101,230 ordinary shares of RM0.50 each ("Share Split").

###### Bonus Issue

On the same date, the Company issued bonus shares of up to 105,525,308 new ordinary shares of RM0.50 each, which credited as fully paid up by the Company, on the basis of one (1) Bonus Shares for every four (4) shares held by the entitled shareholders of the Company after the share split ("Bonus Issue").

###### Free Warrants (2010/2015)

On the same date, the Company issued up to 131,906,635 free warrants on the basis of one (1) free warrant for every four (4) shares held by the entitled shareholders of the Company after the Share Split and Bonus Issue.

The warrants exercise period is five years commencing from the offer date. Warrant exercise price is 15% discount to the theoretical ex-all price based on five-day volume weighted-average market price up to and including 20 November 2009 ("price fixing date").

Subsequent to the Bonus Issue in December 2013, the exercise price of the warrants is now revised to RM1.13 per units (converted into ordinary share at par value RM0.50).

The new shares issued arising from the Share Split, Bonus Issue and Free Warrants exercised shall upon issue and allotment, rank pari passu in all respects.

## KPJ HEALTHCARE BERHAD

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A NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

## A6 DEBT AND EQUITY SECURITIES (CONTINUED)

iii. Bonus issue, Rights issue and free warrants (2013)Bonus Issue

On 29 July 2013, the shareholders of KPJ Healthcare Berhad ("KPJ"), have approved the listing of Bonus Issue up to 327,279,946 new shares ("Bonus Shares"), to be credited as fully paid up by the Company, on the basis of one (1) Bonus Share for every two (2) Shares held by the entitled shareholders of the Company on the Entitlement Date of 26 December 2013.

The transactions were completed on 27 December 2013 with listing of 327,279,946 Bonus Shares and 2,451,551 additional warrants 2010/2015 consequential to the Bonus Issue.

Rights Issue

On 29 January 2014, 43,637,326 Rights Shares and 87,274,652 New Warrants as well as 96,098 additional warrants 2010/2015 consequential to the Rights Issue were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad.

The issue price of RM2.80 for the Right Shares are arrived based on a discount of approximately thirty percent (30%) over the theoretical ex-all price of the shares (after taking into account the Proposed Bonus Issue) based on the five (5) days volume weighted average market price ("VWAP") of the shares immediately preceding the price fixing date.

Free Warrants (2014/2019)

On 29 January 2014, Warrants 2014/2019 are issued for free to the subscribers of the renounceable rights issue of 43,637,326 new ordinary shares of RM0.50 each in KPJ Healthcare Berhad Rights Shares on the basis of one (1) Rights Share for every fifteen (15) existing KPJ Shares held by the entitled shareholders of the Company, together with 87,274,652 free detachable new warrants ("Warrant(s) 2014/2019") on the basis of two (2) Warrants 2014/2019 for every one (1) Rights Share subscribed at an issue price of RM2.80 per Rights Share ("Rights Issue").

The number of issued and paid up ordinary share capital as a result of the above mentioned Corporate Exercise is as follows:

	<u>30.09.2014</u>	<u>30.09.2014</u>
	Number of shares ('000)	RM'000
<u>Ordinary shares of RM0.50 each</u>		
At start of the financial period	981,910	490,955
Issued during the financial period		
- exercise of Free Warrants (1 free warrant for every 4 shares) (ii)	2,232	1,116
- Rights Issue (1 rights share for every 15 shares) (iii)	43,637	21,819
At end of financial period	<u>1,027,779</u>	<u>513,890</u>

Balance of free warrants which have yet to be exercised at the end of the financial period is disclosed in Note B6.

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## KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

### A NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### A7 DIVIDENDS PAID

In respect of the financial year ending 31 December 2014:

On 26 May 2014, the Directors declared 1<sup>st</sup> interim single tier dividend of 1.45 cents per share on 1,022,500,184 ordinary shares amounting to RM14,826,250. The dividend was fully paid on 18 July 2014.

On 26 August 2014, the Directors declared 2<sup>nd</sup> interim single tier dividend of 1.45 cents per share on 1,014,618,755 ordinary shares amounting to RM14,711,970. The dividend was fully paid on 21 October 2014.

#### A8 SEGMENT REPORTING

The chief operating decision-maker has been identified as the management committee. This committee reviews the Group's internal reports in order to assess the Group's performance and allocate resources. The committee considers both geographic and nature of the business.

The Group principally operates in one main business segment namely the operating of specialist hospitals. This business segment is segregated geographically to Malaysia, Indonesia and Thailand. Other operations of the Group mainly comprise of the provision of hospital management services, pathology and laboratory services, marketing and distribution of pharmaceutical, medical and surgical products and operating a private university college of nursing and allied health and also providing retirement village and aged care facility services in Australia.

30 September  
2014

	← Hospitals →			Aged Care Facility	Support Services, Corporate & Others	Adjustments/ Elimination	Group
	Malaysia (RM'000)	Indonesia (RM'000)	Thailand (RM'000)	Australia (RM'000)	(RM'000)	(RM'000)	(RM'000)
Revenue	1,739,708	31,528	0	30,673	510,605	(389,871)	1,922,643
Intersegment revenue	0	0	0	0	(25,171)	25,171	0
External revenue	<u>1,739,708</u>	<u>31,528</u>	<u>0</u>	<u>30,673</u>	<u>485,434</u>	<u>(364,700)</u>	<u>1,922,643</u>
Profit/(loss) for the period	155,336	(2,130)	1,499	(3,129)	(15,729)	(31,937)	103,910

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**KPJ HEALTHCARE BERHAD**

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**A NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014**

**A8 SEGMENT REPORTING (CONTINUED)**

30 September  
2013

	← Hospitals →			Aged Care Facility  (RM'000)	Support Services, Corporate & Others  (RM'000)	Adjustments/ Elimination  (RM'000)	Group  (RM'000)
	Malaysia (RM'000)	Indonesia (RM'000)	Thailand (RM'000)				
Revenue	1,506,414	25,365	0	26,046	487,082	(346,975)	1,697,932
Intersegment revenue	0	0	0	0	(26,496)	26,496	0
External revenue	1,506,414	25,365	0	26,046	460,586	(320,479)	1,697,932
Profit/(loss) for the period	124,837	(6,001)	1,729	(3,253)	(16,628)	(24,351)	76,333

**A9 VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT**

The freehold land, long leasehold land and buildings were re-valued by the Directors on 31 December 2010 based on open market valuations carried out by an independent firm of professional valuers, CH Williams, Talhar & Wong of 3228, Menara Tun Razak, Jalan Raja Laut, 50768 Kuala Lumpur to reflect market value for existing use. The valuations made are in compliance with the Group policy to revalue freehold land, long leasehold land and building once in every 5 years.

The valuations of property, plant and equipment have been brought forward without amendment from the last audited financial statement for the year ended 31 December 2010.

**A10 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

There were no material events subsequent to the financial period ended 30 September 2014 that has not been reflected in the interim financial reports, except as stated in note B6.

**A11 CHANGES IN THE COMPOSITION OF THE GROUP**

There are no changes in the composition of the Group during current quarter.

**A12 CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS**

There were no material changes in contingent liabilities or contingent assets since the last annual balance sheet date as at 31 December 2013 except as stated in note B9.

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KPJ HEALTHCARE BERHAD  
(Incorporated in Malaysia)

A NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

A13 CAPITAL COMMITMENT

Capital expenditures not provided for in the interim financial report as at 30 September 2014 are as follows:

	RM'000
Approved and contracted	146,881
Approved but not contracted	245,344

392,225

Analysed as follows:

Building	276,245
Medical equipment	61,859
Other property, plant and equipment	54,121

392,225

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## KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

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

The profit before taxation for the current quarter of RM51.4 million has increased by 80% as compared to the corresponding quarter in 2013 of RM28.6 million. The increase is due to the improved performance from the existing hospitals and newly open hospitals in the group which are currently in the middle of their gestation period i.e. KPJ Bandar Baru Klang and PT Khasanah Putera Jakarta Medica.

Additional Information As Required By Appendix 9B of Bursa Malaysia Listing Requirements

##### a. Current financial period compared to last financial period (nine months)

The Group recorded revenue of RM1,922.6 million for 9 months ended 30 September 2014 with an increase of 13% from RM1,697.9 million as reported for 2013. The higher revenue for the period is mainly due to the increase in revenue of the existing hospitals and newly open hospitals in the group.

##### Malaysia

The Malaysian segment revenue for 9 months ended 30 September 2014 has increased by 15% to RM1,739.7 million compared with RM1,506.4 million as reported in 2013. The higher revenue reported is due to the increase in revenue of the existing hospitals and newly open hospitals in the group.

##### Indonesia

The Indonesian segment revenue of RM31.5 million for 9 months ended 30 September 2014 is 24% higher than the revenue reported in 2013 of RM25.4 million. The increase in revenue from this segment is due to the increase in activity in both hospitals in Jakarta.

##### Aged Care Facility

The Aged Care Facility segment revenue for 9 months ended 30 September 2014 is RM30.7 million, 18% higher than the revenue reported in 2013 of RM26.0 million which is in line with the increase in activity at the facility.

##### Support Services, Corporate and Others

The revenue from Support Services, Corporate and Others segment of RM485.4 million for 9 months ended 30 September 2014 is 5% higher, compared to revenue from the same period in 2013 of RM460.6 million. Marketing and distribution of pharmaceutical, medical and surgical products and pathology and also from the laboratory services contributed to the revenue growth of this segment, which has increased in line with the increase in revenue of the hospitals within the Group.



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## KPJ HEALTHCARE BERHAD

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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

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

##### b. Current quarter compared with the corresponding quarter of the preceding year (three months)

The Group recorded revenue of RM657.1 million for 3 months ended 30 September 2014 with an increase of 16% from RM565.2 million as reported for 2013. The higher revenue for the period is mainly due to the increase in revenue of the existing hospitals and newly open hospitals in the group.

##### Malaysia

The Malaysian segment revenue for 3 months ended 30 September 2014 has increased by 26% to RM592.0 million compared with RM470.1 million as reported in 2013. The higher revenue reported is due to the increase in revenue of the existing hospitals and newly open hospitals in the group.

##### Indonesia

The Indonesian segment revenue of RM10.5 million for 3 months ended 30 September 2014 is 24% higher than the revenue reported in 2013 of RM8.5 million. The increase in revenue from this segment is due to the increase in activity in both hospitals in Jakarta.

##### Aged Care Facility

The Aged Care Facility segment revenue for 3 months ended 30 September 2014 is RM13.6 million, 5% higher than the revenue reported in 2013 of RM13.0 million which is in line with the increase in activity at the facility.

##### Support Services, Corporate and Others

The revenue from Support Services, Corporate and Others segment of RM200.3 million for 3 months ended 30 September 2014 is 4% higher, compared to revenue from the same period in 2013 of RM192.4 million. Marketing and distribution of pharmaceutical, medical and surgical products and pathology and also from the laboratory services contributed to the revenue growth of this segment, which has increased in line with the increase in revenue of the hospitals within the Group.

#### B2 MATERIAL CHANGE IN QUARTERLY RESULTS

The profit before taxation for the current quarter of RM51.4 million increased by 2% as compared to the preceding quarter of RM50.2 million. The slight increase in the net profit before tax is due to improved performance of certain subsidiaries but this is mitigated by the newly open hospitals in the Group which are at their gestation period.

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**KPJ HEALTHCARE BERHAD**  
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**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014**

**B3 CURRENT YEAR PROSPECTS**

Continued public awareness about the importance of healthcare will further support the Group core strategy in increasing and enhancing the capacity and improve service delivery for our patients within the network of KPJ hospitals.

Based on the positive economic prospects, increasing demand by public and the financial achievements for the current financial period, the Board of Directors is confident that the Group will achieve better performance in comparison to the previous year.

**B4 PROFIT FORECAST / GUARANTEE**

The Company is not subject 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>9 months ended</u>	
	<u>30.09.2014</u>	<u>30.09.2013</u>	<u>30.09.2014</u>	<u>30.09.2013</u>
	RM'000	RM'000	RM'000	RM'000
Taxation	<u>14,911</u>	<u>6,861</u>	<u>41,785</u>	<u>24,418</u>

The effective tax rate of the Group for the period ended 30 September 2014 is higher than the statutory tax rate due to the Group is unable to utilise the benefits of current year accumulated losses from the newly opened subsidiaries to net off the total tax expenses for the Group.

**B6 STATUS OF CORPORATE PROPOSALS**

a) Free Warrants (2010/2015)

On 15 January 2010, the Company has granted 131,906,484 units of listed and quoted free warrants ("Free Warrants") on the basis of one (1) Free Warrant for every four (4) shares held by the entitled shareholders of the Company with an exercise price of RM1.70 per unit (converted into ordinary shares at par value of RM0.50).

Subsequent to the Bonus Issue in December 2013, the exercise price of the warrants is now revised to RM1.13 per unit (converted into ordinary share at par value RM0.50).

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## KPJ HEALTHCARE BERHAD

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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B6 STATUS OF CORPORATE PROPOSALS (CONTINUED)

##### a) Free Warrants (2010/2015) (continued)

Set out below are details of Free Warrants granted by the Company:

	Number of shares '000
Issued on 15.01.2010	131,907
Exercised in Financial Year Ended 2010	(32,281)
Balance not exercised as at 01.01.2011	99,626
Exercised in Financial Year Ended 2011	(25,077)
Balance not exercised as at 01.01.2012	74,549
Exercised in Financial Year Ended 2012	(61,197)
Balance not exercised as at 01.01.2013	13,352
Exercised in Financial Year Ended 2013	(8,448)
Additional Warrants issued as a result of Bonus Shares issued on 27.12.2013	2,452
Balance not exercised as at 01.01.2014	7,356
Additional Warrants issued as a result of Right Shares issued on 29.01.2014	96
Exercised in Current period	(2,232)
Balance not exercised as at 30.09.2014	5,220

Pursuant to the terms and conditions as stipulated in the Deed Poll, the Subscription Rights of the Free Warrants will expire on Friday, 9<sup>th</sup> January 2015. As at 30<sup>th</sup> September 2014, the total number of unexercised/outstanding warrants is 5,219,160.

##### Free Warrants (2014/2019)

On 29 January 2014, the Warrants 2014/2019 are issued for free to the subscribers of the renounceable rights issue of 43,637,326 new ordinary shares of RM0.50 each in KPJ Healthcare Berhad Rights Shares on the basis of one (1) Rights Share for every fifteen (15) existing KPJ Shares held by the entitled shareholders of the Company, together with 87,274,652 free detachable new warrants ("Warrant(s) 2014/2019") on the basis of two (2) Warrants 2014/2019 for every one (1) Rights Share subscribed at an issue price of RM2.80 per Rights Share ("Rights Issue").

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## KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B6 STATUS OF CORPORATE PROPOSALS (CONTINUED)

##### a) Free Warrants (2014/2019) (continued)

Set out below are details of Free Warrants granted by the Company:

	Number of shares <u>'000</u>
Issued on 29.01.2014 and balance as at 30.09.2014	87,275

##### b) Proposed Combination of New Issue of Securities KPJ Healthcare Berhad ("KPJHB")

On 28 November 2013, at the Extraordinary General Meeting, the shareholders of KPJHB have duly approved the combination of new issue detailed out below:

- (i) Proposed renounceable rights issue of up to 43,968,866 new KPJ shares on the basis of one (1) rights share for every fifteen (15) existing KPJ shares held, together with up to 87,937,732 free detachable new warrants 2013/2018 on the basis of two (2) new warrants for every one (1) rights share subscribed.

On 29 January 2014, 43,637,326 Rights Shares and 87,274,652 New Warrants as well as 96,098 additional warrants 2010/2015 consequential to the Rights Issue were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad.

Rights shares has an issue price of RM2.80, is arrived based on a discount of approximately thirty percent (30%) over the theoretical ex-all price of KPJ shares (after taking into account the Proposed Bonus Issue) based on the five (5)-day VWAP of KPJ shares immediately preceding the price fixing date.

The new shares issued arising from the Bonus Issue, Rights Issue and Free Warrants exercised shall upon issue and allotment, rank pari passu in all respects.

The exercise of the Rights Shares and New Warrants as well as additional warrants 2010/2015 consequential to the Rights Issue were completed on 29 January 2014.

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## KPJ HEALTHCARE BERHAD

(Incorporated in Malaysia)

### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B6 STATUS OF CORPORATE PROPOSALS (CONTINUED)

##### b) Proposed Combination of New Issue of Securities KPJ Healthcare Berhad ("KPJHB") (continued)

The gross proceeds from the Rights Issue of Shares with Warrants of RM122,185,000 was utilised as follows:

Descriptions	Proposed Utilisation RM'000	Actual utilisation as at 30 Sep 2014 RM'000	Amount unutilised as at 30 Sep 2014 RM'000	Expected time frame for utilisation of proceeds (from the date of listing of the Rights Shares)
Business expansion	80,000	49,600	30,400	Within 36 months
Repayment of borrowings	35,000	35,000	-	Within 12 months
Working capital	4,185	4,185	-	Within 12 months
Estimated expenses for the Bonus Issue and Rights Issue	3,000	3,000	-	Within 3 months
Total estimated proceeds	122,185	91,785	30,400	

##### c) Proposed Disposal of Two (2) Parcels of Freehold Lands Together With Buildings ("Properties") by Puteri Nursing College Sdn Bhd ("PNCSB")

On 3 October 2014, PNCSB, a wholly owned subsidiary of KPJ Healthcare Berhad, entered into a sale and purchase agreement ("SPA") with AmanahRaya Trustees Berhad ("Trustee"), on behalf of Al-'Aqar, to dispose the Properties for a total disposal consideration of RM77,800,000 upon the terms and conditions of the SPA ("Proposed Disposal").

Upon completion of the Proposed Disposal, PNCSB will enter into a lease agreement with Al-'Aqar, represented by its Trustee, and Damansara REIT Managers Sdn Berhad, being the manager of Al-'Aqar, for the lease of the Properties to PNCSB upon terms and conditions of the Lease Agreement to be agreed between the aforesaid parties.

The proposed disposal is expected to be completed in the second (2<sup>nd</sup>) quarter of 2015.

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## KPJ HEALTHCARE BERHAD

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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B6 STATUS OF CORPORATE PROPOSALS (CONTINUED)

##### d) Memorandum of Understanding ("MOU") Between Kumpulan Perubatan (Johor) Sdn Bhd ("KPJSB"), Pelaburan Hartanah Berhad and Nadayu Properties Berhad

On 16 October 2014, KPJSB had signed a MOU with Pelaburan Hartanah Berhad ("PHB") and Nadayu Properties Berhad ("NPB") for the proposed development and leasing of a purpose-built hospital building to be known as the "KPJ Damansara Specialist Hospital II" by PHB to KPJSB.

The Parties shall execute three (3) agreements, namely Sale and Purchase Agreement ("SPA"), the Agreement to Lease ("ATL") and Lease Agreement ("LA") which shall be executed within six (6) months from the date of the execution of MOU.

##### e) Proposed Combination of New Issue of Securities KPJ Healthcare Berhad ("KPJ")

On 21 October 2014, Board of Directors announced that the Company proposes to undertake the following:-

- i. Proposed establishment of an employees' share option scheme of up to 10.0% of the enlarged issued and paid-up share capital of KPJ, to be granted to eligible directors and employees of KPJ and its subsidiaries ("KPJ Group"), which are not dormant;
- ii. Proposed restricted issue via Section 132D of the Companies Act, 1965 of up to 28,000,000 new ordinary shares of RM0.50 each in KPJ, representing approximately 2.5% of the issued and paid-up share capital, to selected resident consultants of KPJ Group; and
- iii. Proposed amendment to the Articles of Association.

The listing proposals was submitted to Bursa Malaysia Securities Berhad ("Bursa Securities") on 23 October 2014 and approved on 31 October 2014 by ensuring full compliance of all the requirements as provided under the Main Market Listing Requirements of Bursa Securities at all times.

The proposed combination of New Issue of Securities is expected to be completed in the fourth (4<sup>th</sup>) quarter of 2014.

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## KPJ HEALTHCARE BERHAD

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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B6 STATUS OF CORPORATE PROPOSALS (CONTINUED)

##### f) Proposed establishment of "Sukuk Programmes" by Point Zone (M) Sdn Bhd

On 3 November 2014, Point Zone (M) Sdn Bhd ("Point Zone") (a wholly-owned subsidiary of KPJ Healthcare Berhad ("KPJ")) received the authorisation from the Securities Commission Malaysia to establish the Sukuk Programmes.

The Sukuk Programmes is the proposed Islamic Commercial Papers ("ICP") pursuant to an ICP Programme and proposed Islamic Medium Term Notes ("IMTN") pursuant to an IMTN Programme, with a combined limit of up to RM1.5 Billion in Nominal Value for the Sukuk Programmes and a sub-limit of RM500.0 Million in Nominal Value for the ICP Programme, based on the Shariah principle of Murabahah.

The proceeds raised from the Sukuk Programmes shall be utilised to refinance the outstanding amount under the existing Islamic Commercial Papers/Islamic Medium Term Notes Programme of up to RM450.0 Million and to advance to KPJ to finance the expansion and working capital requirements of the KPJ group's healthcare and healthcare related businesses (including to finance/refinance any borrowings incurred in relation thereto).

The proposed establishment of Sukuk Programmes is expected to be completed in the first (1<sup>st</sup>) quarter of 2015.

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## KPJ HEALTHCARE BERHAD

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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B7 BORROWINGS

Details of the Group's borrowings as at 30 September 2014 are as follows:

	<u>30.09.2014</u>	<u>Audited</u> <u>31.12.2013</u>
	RM'000	RM'000
<u>Current</u>		
Term loans		
- Islamic (secured)	4,033	4,683
- Conventional (secured)	1,199	2,444
Revolving Credit		
- Islamic (unsecured)	302,500	277,027
- Conventional (unsecured)	57,490	55,900
Hire Purchase and lease liabilities		
- Islamic (secured)	16,061	8,516
- Conventional (secured)	16	1,912
Bank overdrafts		
- Conventional (unsecured)	0	8,140
	<u>381,299</u>	<u>358,622</u>
<u>Non current</u>		
Islamic Commercial papers (unsecured)	449,000	499,000
Term loans		
- Islamic (secured)	268,975	85,353
- Conventional (secured)	66,578	51,561
Hire Purchase and lease liabilities		
- Islamic (secured)	39,778	29,573
- Conventional (secured)	156	3,383
	<u>824,487</u>	<u>668,870</u>
Grand total	<u><u>1,205,786</u></u>	<u><u>1,027,492</u></u>

#### B8 FINANCIAL INSTRUMENTS WITH OFF BALANCE SHEET RISK

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

#### B9 MATERIAL LITIGATIONS

On 13 January 2014, Hospital Penawar Sdn Bhd had filed an Application for leave to appeal to the Federal Court against the Court of Appeal's decision dated 12 December 2013 ("the said Application").

The unsealed copy of the said Application was served on the Company's solicitors on 10 January 2014. The Federal Court has fixed the Leave Application for further case management on 20 January 2015.



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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B10 DIVIDENDS

In respect of the financial year ending 31 December 2014:

On 26 May 2014, the Directors declared 1<sup>st</sup> interim single tier dividend of 1.45 cents per share on 1,022,500,184 ordinary shares amounting to RM14,826,250. The dividend was fully paid on 18 July 2014.

On 26 August 2014, the Directors declared 2<sup>nd</sup> interim single tier dividend of 1.45 cents per share on 1,014,618,755 ordinary shares amounting to RM14,711,970. The dividend was fully paid on 21 October 2014.

#### B11 EARNINGS PER SHARE

(a) Basic earnings per share

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

	<u>30.09.2014</u>	<u>9 months ended</u> <u>30.09.2013</u>
Profit for the financial year attributable to equity holders of the Company (RM'000)	93,090	69,802
Adjusted number of ordinary shares in issue ('000)	1,027,779	981,558*
Basic earnings per share (sen)		
- at par value RM0.50	<u>9.06</u>	<u>7.11</u>

\*The bonus issue was without consideration and it is treated as if it had occurred before the beginning of 1 January 2012.

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## KPJ HEALTHCARE BERHAD

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### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014

#### B11 EARNINGS PER SHARE (CONTINUED)

##### (b) Diluted

For the diluted earnings per share calculation, the average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares. The dilutive potential ordinary shares for the Group are the warrants issued.

For the share warrants issued, a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average share price of the Company's shares) based on the monetary value of the subscription rights attached to the outstanding warrants. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the warrants. The difference is added to the denominator as an issue of ordinary shares for no consideration. This calculation serves to determine the 'bonus' element in the ordinary shares outstanding for the purpose of computing the dilution. No adjustment is made to profit for the financial year for the warrants calculation.

	<u>30.09.2014</u>	<u>9 months ended 30.09.2013</u>
Profit for the financial year attributable to equity holders of the Company (RM'000)	93,090	69,802
Number of ordinary shares in issue ('000)	1,027,779	981,558
Adjusted number of ordinary shares in issue and issuable ('000)	114,839	85,307
Number of ordinary shares for diluted earnings per share ('000)	1,142,618	1,066,865
Diluted earnings per share (sen) - at par value RM0.50	<u>8.15</u>	<u>6.54</u>

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**KPJ HEALTHCARE BERHAD**  
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**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2014**

**B12 SUPPLEMENTARY INFORMATION DISCLOSED PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

The following analysis of realized and unrealized retained profits/(accumulated losses) is prepared pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Securities Berhad Listing Requirements and in accordance with the Guidance on Special Matter No.1 – Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

	<u>As at</u> <u>30.09.2014</u> RM'000	<u>As at</u> <u>30.09.2013</u> RM'000
Total retained profits of the Company and its subsidiaries		
- Realised gains	607,372	555,315
- Unrealised gains	(38,312)	(19,176)
	<u>569,060</u>	<u>536,139</u>
Total share of retained profits from associates		
- Realised gains	98,972	31,484
- Unrealised gains	(2,742)	(2,650)
	<u>665,290</u>	<u>564,973</u>
Less: Consolidation adjustments	(57,683)	(28,783)
Total group retained profits as per consolidated financial statements	<u><u>607,607</u></u>	<u><u>536,190</u></u>