



**FINANCIAL STATEMENT ANNOUNCEMENT  
FOR THE FIRST QUARTER ENDED 31 MARCH 2009**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),  
HALF-YEAR AND FULL YEAR RESULTS**

**1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

1(a)(i) Unaudited Group Income Statement for the first quarter ended 31 March 2009.

GROUP	First Quarter		
	Q1 2009 S\$'000	Q1 2008 S\$'000	Increase/ (Decrease) %
<b>Revenue</b>	<b>17,899</b>	<b>19,980</b>	(10.4)
<b><u>Other items of income</u></b>			
Interest income	13	77	(83.1)
Other income	551	126	329.4
<b><u>Items of expense</u></b>			
Financial expense	(241)	(313)	(23.0)
Purchases & Changes in inventories of consumables and medical supplies	(3,682)	(3,800)	(3.1)
Employee benefits expense	(10,106)	(10,282)	(1.7)
Depreciation and amortisation	(1,296)	(1,035)	25.2
Rental expense	(2,354)	(1,780)	32.2
Other expenses	(2,272)	(2,296)	(1.0)
Share of results of associates	(168)	(301)	(44.2)
<b>(Loss) / profit before tax</b>	<b>(1,656)</b>	<b>376</b>	NM
Income tax expense	(8)	(37)	(78.4)
<b>(Loss) / profit for the period</b>	<b>(1,664)</b>	<b>339</b>	NM
<b>Attributable to:</b>			
Equity holders of the Company	(1,190)	29	NM
Minority interests	(474)	310	NM
<b>(Loss) / profit for the period</b>	<b>(1,664)</b>	<b>339</b>	NM

NM: Not Meaningful

1(a)(ii)

GROUP	First Quarter	
	Q1 2009	Q1 2008
	S\$'000	S\$'000
<b><u>Other income:</u></b>		
Other income	533	10
Gain on disposal of associates	-	4
Compensation for breach of contract	-	36
Excess of fair value of net assets acquired over cost	-	76
Foreign exchange transaction gains	18	-
	<b>551</b>	<b>126</b>
<b><u>Financial expense:</u></b>		
Interest expense:		
- Bank loans	211	273
- Obligations under finance leases	30	43
Total interest expense	241	316
Fair value adjustment:		
- Loans and receivables	-	(3)
	<b>241</b>	<b>313</b>
<b><u>Depreciation and amortisation:</u></b>		
Depreciation of property, plant and equipment	1,279	999
Amortisation of intangible assets	17	36
	<b>1,296</b>	<b>1,035</b>

**1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Group		Company	
	31/03/2009	31/12/2008	31/03/2009	31/12/2008
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents	9,504	12,138	2,770	3,227
Trade and other receivables	16,261	17,064	18,589	18,735
Other assets	2,518	2,336	460	486
Inventories	2,656	2,779	13	13
	<b>30,939</b>	<b>34,317</b>	<b>21,832</b>	<b>22,461</b>
<b>Non-current assets:</b>				
Investments in subsidiaries	-	-	28,174	28,345
Investments in associates	3,047	2,414	149	149
Other investments	2,339	2,339	2,635	2,635
Property, plant and equipment	25,040	24,342	4,842	3,961
Goodwill	15,378	15,411	-	-
Intangible assets	351	369	-	-
Other assets	5,556	5,713	-	6
	<b>51,711</b>	<b>50,588</b>	<b>35,800</b>	<b>35,096</b>
<b>TOTAL ASSETS</b>	<b>82,650</b>	<b>84,905</b>	<b>57,632</b>	<b>57,557</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities:</b>				
Trade and other payables	11,965	11,152	9,206	9,287
Other liabilities	1,753	1,585	327	314
Income tax payable	1,411	1,411	-	-
Current portion of borrowings	12,382	11,268	11,543	10,133
Current portion of finance leases	1,094	1,228	495	475
	<b>28,605</b>	<b>26,644</b>	<b>21,571</b>	<b>20,209</b>
<b>Non-current liabilities:</b>				
Deferred tax liabilities	1,183	1,201	-	-
Other payables	-	28	-	28
Provisions	955	955	296	296
Borrowings	2,328	4,476	1,984	3,942
Finance leases	854	951	403	404
	<b>5,320</b>	<b>7,611</b>	<b>2,683</b>	<b>4,670</b>
<b>TOTAL LIABILITIES</b>	<b>33,925</b>	<b>34,255</b>	<b>24,254</b>	<b>24,879</b>
<b>Equity attributable to equity holders of the Company:</b>				
Share capital	39,252	39,252	39,252	39,252
Foreign currency translation reserve	(297)	(479)	-	-
Retained earnings	4,789	5,979	(5,874)	(6,574)
	<b>43,744</b>	<b>44,752</b>	<b>33,378</b>	<b>32,678</b>
Minority interests	4,981	5,898	-	-
<b>TOTAL EQUITY</b>	<b>48,725</b>	<b>50,650</b>	<b>33,378</b>	<b>32,678</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>82,650</b>	<b>84,905</b>	<b>57,632</b>	<b>57,557</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

As at 31/03/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,108	12,368	1,248	11,248

**Amount repayable after one year**

As at 31/03/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
854	2,328	951	4,476

**Details of any collateral**

As at 31 March 2009, the secured Group borrowings refer to assets acquired under hire purchase and finance leases.

**1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

GROUP	Q1 2009	Q1 2008
	S\$'000	S\$'000
<b>Cash flows from operating activities:</b>		
(Loss)/profit before tax	(1,764)	376
Adjustments for:		
Depreciation expense	1,279	999
Interest income	(13)	(77)
Interest expense	241	316
Fair value adjustment on financial assets and financial liabilities	-	(3)
Preliminary expenses written off	-	17
Bad trade receivables written off	13	-
Bad trade receivables recovered	-	14
Provision for impairment of doubtful debts	64	-
Share of results of associates	168	301
Amortisation of intangible assets	17	36
Excess of net assets acquired over cost	-	(76)
Loss on disposal of property, plant and equipment	186	208
Gain on disposal of associates	-	(4)
Unrealised exchange (loss)/gain, net	(17)	30
<b>Operating cash flows before changes in working capital</b>	<b>174</b>	<b>2,137</b>
Cash restricted in use	(8)	-
Trade and other receivables	711	(867)
Inventories	123	(13)
Trade and other payables	1,075	(1,283)
<b>Cash flows from/(used in) operations</b>	<b>2,183</b>	<b>(26)</b>
Income tax paid	(27)	(134)
<b>Net cash flows from/(used in) operating activities</b>	<b>2,156</b>	<b>(160)</b>
<b>Cash flow from investing activities:</b>		
Proceeds from disposal of property, plant and equipment	189	-
Purchase consideration paid for purchase of subsidiaries	(30)	(30)
Purchase of property, plant and equipment	(2,107)	579
Net cash inflow on acquisition of subsidiaries	-	79
Acquisition of additional interests in subsidiaries	-	(651)
Acquisition of interests in associates	(801)	-
Interest received	1	32
<b>Net cash flows (used in)/from investing activities</b>	<b>(2,748)</b>	<b>9</b>

GROUP	Q1 2009	Q1 2008
	S\$'000	S\$'000
<b>Cash flow from financing activities:</b>		
Contribution from minority shareholder of a subsidiary	-	510
Proceeds from borrowings	2,000	-
Repayment of borrowings	(2,688)	(2,647)
Repayment of obligation under finance leases	(232)	(1,118)
Interest paid	(241)	(316)
Dividend paid to minority interests of a subsidiary	(540)	-
<b>Net cash flows used in financing activities</b>	<b>(1,701)</b>	<b>(3,571)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,293)</b>	<b>(3,722)</b>
Effect of exchange rate changes on cash and cash equivalents	(1)	5
<b>Cash and cash equivalents at beginning of period</b>	<b>11,477</b>	<b>19,910</b>
<b>Cash and cash equivalents at end of period</b>	<b>9,183</b>	<b>16,193</b>
Cash as disclosed in balance sheet	9,504	16,448
Less: Cash restricted in use	(321)	(255)
<b>Cash and cash equivalents at end of period</b>	<b>9,183</b>	<b>16,193</b>

The group acquired certain subsidiaries during the period. The transactions were accounted for by the purchase method of accounting. The fair values of assets and liabilities acquired were as follows:

GROUP	Q1 2009	Q1 2008
	S\$'000	S\$'000
Cash and cash equivalents	-	79
Excess of net assets acquired over cost	-	(76)
Trade and other payables	-	(3)
<b>Net assets acquired</b>	<b>-</b>	<b>-</b>
Consideration	-	-
Less: Net cash acquired	-	(79)
<b>Net cash inflow on acquisition of subsidiaries</b>	<b>-</b>	<b>79</b>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

GROUP	Share capital	Foreign currency translation reserve	Retained earnings	Total	Minority interests	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Opening balance at 1 January 2009</b>	39,252	(479)	5,979	44,752	5,898	50,650
Exchange difference on translating foreign operations	-	182	-	182	97	279
<b>Net income recognised directly in equity</b>	-	182	-	182	97	279
Loss for the period	-	-	(1,190)	(1,190)	(474)	(1,664)
<b>Total recognised income and (expense) for the period</b>	-	182	(1,190)	(1,008)	(377)	(1,385)
Dividends paid to minority interests	-	-	-	-	(540)	(540)
<b>Closing balance at 31 March 2009</b>	<b>39,252</b>	<b>(297)</b>	<b>4,789</b>	<b>43,744</b>	<b>4,981</b>	<b>48,725</b>
<b>Opening balance at 1 January 2008</b>	39,252	(568)	18,914	57,598	7,034	64,632
Exchange difference on translating foreign operations	-	(403)	-	(403)	(136)	(539)
<b>Net expense recognised directly in equity</b>	-	(403)	-	(403)	(136)	(539)
Profit for the period	-	-	29	29	310	339
<b>Total recognised income and (expense) for the period</b>	-	(403)	29	(374)	174	(200)
Acquisition of additional interests in subsidiaries	-	-	-	-	(388)	(388)
Contribution from minority shareholders	-	-	-	-	510	510
<b>Closing balance at 31 March 2008</b>	<b>39,252</b>	<b>(971)</b>	<b>18,943</b>	<b>57,224</b>	<b>7,330</b>	<b>64,554</b>

COMPANY	Share capital	Retained earnings	Total equity
	S\$'000	S\$'000	S\$'000
<b>Opening balance at 1 January 2009</b>	39,252	(6,574)	32,678
Profit for the period	-	700	700
<b>Total recognised income for the period</b>	-	700	700
<b>Closing balance at 31 March 2009</b>	<b>39,252</b>	<b>(5,874)</b>	<b>33,378</b>
<b>Opening balance at 1 January 2008</b>	39,252	3,241	42,493
Loss for the period	-	(203)	(203)
<b>Total recognised expense for the period</b>	-	(203)	(203)
<b>Closing balance at 31 March 2008</b>	<b>39,252</b>	<b>3,038</b>	<b>42,290</b>

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

	Number of Ordinary Shares	Share Capital S\$'000
Balance at 31 March 2008 and 31 December 2008	280,803,046	39,252
Balance at 31 March 2009	280,803,046	39,252

Pursuant to announcements made on 6 November 2007 and 29 November 2007, 56,160,599 Bonus Warrants were listed and quoted on the Official List of the Singapore Exchange Securities Trading Limited on 30 November 2007 at an exercise price of S\$0.39. These Bonus Warrants are exercisable between 1 June 2008 to 26 November 2010. When fully exercised, an additional capital of S\$21,902,634 will be raised resulting a total paid up capital of S\$61,154,740. No warrants have been exercised to date.

At the end of the reporting period, there were no outstanding share options.

The Company did not have any treasury shares as at 31 March 2009 and 31 March 2008.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	31/03/2009	31/12/2008
Number of issued shares excluding treasury shares	280,803,046	280,803,046

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares as at 31 March 2009 (31 December 2008: Nil) as the Company did not have any treasury shares as at 31 March 2009 and 31 December 2008.

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The financial statement on consolidated results for the first quarter ended 31 March 2009 have not been audited or reviewed.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

Accounting policies and methods of computation used in the consolidated financial statements for the quarter ended 31 March 2009 are consistent with those applied in the financial statements for the year ended 31 December 2008.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	First Quarter	
	Q1 2009	Q1 2008
Loss / earnings per ordinary share of the group, after deducting any provision for preference dividends:		
(a) Based on weighted average number of ordinary shares in issue; and	-0.42 cents	0.01 cents
(b) On a fully diluted basis	-0.42 cents	0.01 cents

The basic and fully diluted earnings per share above has been calculated based on the loss attributable to shareholders of **S\$1,190,000** (31 March 2008: profit attributable to shareholders of S\$29,000) and the weighted average number of ordinary shares in issue during the financial period of 280,803,046 shares (31 March 2008: 280,803,046 shares).

For the purpose of calculating the fully diluted earnings per share for the period ended 31 March 2009, the effect of the warrants are anti-dilutive and is disregarded.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**  
(a) **current financial period reported on; and**  
(b) **immediately preceding financial year.**

	Group		Company	
	31/03/2009	31/12/2008	31/03/2009	31/12/2008
Net asset value per ordinary share	15.58 cents	15.94 cents	11.89 cents	11.64 cents

The net asset value per share of the Group has been calculated based on the shareholders' equity of **S\$43,744,000** (31 December 2008: S\$44,752,000) and 280,803,046 shares (31 December 2008: 280,803,046 shares).

The net asset value per share of the Company has been calculated based on the shareholders' equity of **S\$33,378,000** (31 December 2008: S\$32,678,000) and 280,803,046 shares (31 December 2008: 280,803,046 shares).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Income Statement**

Revenue for the Group decreased to S\$17.9 million for the first quarter ended 31 March 2009 (1Q2009) as compared to S\$20.0 million for the first quarter ended 31 March 2008 (1Q2008), a decrease of 10.4%. The decrease is mainly due to a 78.5% decrease in revenue of a subsidiary, Singapore Heart, Stroke & Cancer Centre Pte Ltd ("SHSCC").

For 1Q2009, the Group incurred a loss attributable to shareholders of S\$1.19 million as compared to a profit of S\$29,000 in 1Q2008, a decrease of S\$1.16 million. The decrease was mainly as a result of a decrease in Revenue from SHSCC of S\$1.59m as well as increase in rental costs of \$0.6 million.

**Balance Sheet and Cash Flow Statement**

The decrease in cash and cash equivalents is mainly due to purchase of plant and equipment and repayments of borrowings and obligation under finance leases.

The increase in investments in associates is due to injection of capital in Birla-Pacific Medspa Private Limited.

The increase in property, plant and equipment is mainly due to renovations for the expansion of a medical centre in Singapore and purchase of new medical equipment.

The decrease in borrowings and finance leases is mainly due to repayments during the period.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

The Group did not issue any forecast or a prospect statement.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

In view of the global financial downturn, the outlook for the next 12 months is uncertain. The Group will attempt to contain costs even as it grows its healthcare and dentistry divisions through the recruitment of more specialists and investments in advanced medical technologies.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any interim (final) dividend declared (recommended) for the current financial period reported on? **No**

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? **No**

**(c) Date payable**

**Not Applicable.**

**(d) Books closure date**

**Not Applicable.**

**12. If no dividend has been declared/recommended, a statement to that effect.**

**No dividend has been declared or recommended for the quarter ended 31 March 2009.**

**13. Confirmation pursuant to Rule 705(4) of the Listing Manual**

**The Board has confirmed that to the best of its knowledge, nothing has come to its attention, which may render the unaudited financial statements of the Company or the unaudited consolidated financial statements of the Group for the first quarter ended 31 March 2009 to be false or misleading in any material aspect.**

BY ORDER OF THE BOARD

Dr William Chong Lai Leong  
Executive Director and Chief Executive Officer  
15 May 2009