



**FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT
FOR THE QUARTER ENDED 30 JUNE 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 half year ended 30 June 2009.

GROUP	Second Quarter			Year-To-Date		
	Q2 2009	Q2 2008	Increase/ (Decrease)	30/06/2009	30/06/2008	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	20,439	19,730	3.6	38,338	39,710	(3.5)
<u>Other items of income</u>						
Interest income	14	81	(82.7)	27	158	(82.9)
Other income	88	3,666	(97.6)	621	3,792	(83.6)
<u>Items of expense</u>						
Financial expense	(223)	(277)	(19.5)	(464)	(590)	(21.4)
Changes in inventories of consumables and medical supplies	186	(108)	NM	63	(96)	NM
Purchases of consumables and medical supplies	(4,831)	(3,967)	21.8	(8,390)	(7,779)	7.9
Employee benefits expense	(11,308)	(10,576)	6.9	(21,414)	(20,858)	2.7
Depreciation and amortisation	(1,283)	(1,078)	19.0	(2,579)	(2,113)	22.1
Rental expense	(2,275)	(1,892)	20.2	(4,629)	(3,672)	26.1
Other expenses	(2,316)	(1,957)	18.3	(4,570)	(4,253)	7.5
Share of results of associates	(289)	36	NM	(457)	(265)	72.5
(Loss) / profit before tax	(1,798)	3,658	NM	(3,454)	4,034	NM
Income tax expense	(7)	(277)	(97.5)	(15)	(314)	(95.2)
(Loss) / profit for the period	(1,805)	3,381	NM	(3,469)	3,720	NM
Attributable to:						
Equity holders of the Company	(1,476)	2,461	NM	(2,666)	2,490	NM
Minority interests	(329)	920	NM	(803)	1,230	NM
(Loss) / profit for the period	(1,805)	3,381	NM	(3,469)	3,720	NM

NM: Not Meaningful

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

Statement of Comprehensive Income	Second Quarter			Year-To-Date		
	Q2 2009	Q2 2008	Increase/ (Decrease)	30/06/2009	30/06/2008	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
(Loss) / profit for the period	(1,805)	3,381	NM	(3,469)	3,720	NM
Other comprehensive (expense) / income						
Translation differences relating to financial statements of foreign subsidiaries	(407)	274	NM	(128)	(265)	NM
Total comprehensive (expense) / income for the period	(2,212)	3,655	NM	(3,597)	3,455	NM
Total comprehensive (expense) / income attributable to:						
Equity holders of the Company	(1,743)	2,391	NM	(2,751)	2,017	NM
Minority interests	(469)	1,264	NM	(846)	1,438	NM
Total comprehensive (expense) / income for the period	(2,212)	3,655	NM	(3,597)	3,455	NM

NM: Not Meaningful

1(a)(ii)

GROUP	Second Quarter		Year-To-Date	
	Q2 2009	Q2 2008	30/06/2009	30/06/2008
	S\$'000	S\$'000	S\$'000	S\$'000
Other income:				
Other income	88	708	621	718
Gain on disposal of subsidiaries	-	2,916	-	2,916
Gain on disposal of associates	-	5	-	9
Compensation for breach of contract	-	37	-	73
Excess of fair value of net assets acquired over cost	-	-	-	76
	88	3,666	621	3,792
Financial expense:				
Interest expense:				
- Bank loans	(194)	(192)	(405)	(465)
- Obligations under finance leases	(29)	(82)	(59)	(125)
Total interest expense	(223)	(274)	(464)	(590)
Fair value adjustment:				
- Loans and receivables	-	(3)	-	-
	(223)	(277)	(464)	(590)
Depreciation and amortisation:				
Depreciation of property, plant and equipment	(1,270)	(1,044)	(2,549)	(2,043)
Amortisation of intangible assets	(13)	(34)	(30)	(70)
	(1,283)	(1,078)	(2,579)	(2,113)

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	
	30/06/2009	31/12/2008	30/06/2009	31/12/2008
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets:				
Cash and cash equivalents	7,823	12,138	1,922	3,227
Trade and other receivables	17,605	17,064	19,525	18,735
Other assets	2,377	2,336	384	486
Inventories	2,842	2,779	13	13
	30,647	34,317	21,844	22,461
Non-current assets:				
Investments in subsidiaries	-	-	27,924	28,345
Investments in associates	2,854	2,414	149	149
Other investments	2,339	2,339	2,635	2,635
Property, plant and equipment	24,604	24,342	4,870	3,961
Goodwill	15,297	15,411	-	-
Intangible assets	338	369	-	-
Other assets	5,385	5,713	-	6
	50,817	50,588	35,578	35,096
TOTAL ASSETS	81,464	84,905	57,422	57,557
EQUITY AND LIABILITIES				
Current liabilities:				
Trade and other payables	13,800	11,152	10,137	9,287
Other liabilities	1,922	1,585	349	314
Income tax payable	1,218	1,411	-	-
Current portion of borrowings	11,901	11,268	11,182	10,133
Current portion of finance leases	1,087	1,228	468	475
	29,928	26,644	22,136	20,209
Non-current liabilities:				
Deferred tax liabilities	1,152	1,201	-	-
Other payables	-	28	-	28
Provisions	955	955	296	296
Borrowings	1,855	4,476	1,694	3,942
Finance leases	1,091	951	298	404
	5,053	7,611	2,288	4,670
TOTAL LIABILITIES	34,981	34,255	24,424	24,879
Equity attributable to equity holders of the Company:				
Share capital	39,252	39,252	39,252	39,252
Foreign currency translation reserve	(564)	(479)	-	-
Retained earnings	3,313	5,979	(6,254)	(6,574)
	42,001	44,752	32,998	32,678
Minority interests	4,482	5,898	-	-
TOTAL EQUITY	46,483	50,650	32,998	32,678
TOTAL EQUITY AND LIABILITIES	81,464	84,905	57,422	57,557

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

Amount repayable in one year or less, or on demand

As at 30/06/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,094	11,894	1,248	11,248

Amount repayable after one year

As at 30/06/2009		As at 31/12/2008	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
1,091	1,855	951	4,476

Details of any collateral

As at 30 June 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	Q2 2009	Q2 2008
	S\$'000	S\$'000
Cash flows from operating activities:		
(Loss)/profit before tax	(1,798)	3,658
Adjustments for:		
Depreciation expense	1,270	1,044
Interest income	(14)	(81)
Interest expense	223	274
Fair value adjustment on financial assets and financial liabilities	-	3
Preliminary expenses written off	-	7
Bad trade receivables written off	16	8
Bad trade receivables recovered	-	(68)
(Reversal)/provision for impairment of doubtful debts	(95)	144
Share of results of associates	289	(36)
Amortisation of intangible assets	13	34
Loss/(gain) on disposal of property, plant and equipment	80	(186)
Gain on disposal of subsidiaries	-	(2,916)
Gain on disposal of associates	-	(5)
Unrealised exchange loss, net	30	2
Operating cash flows before changes in working capital	14	1,882
Cash restricted in use	10	-
Trade and other receivables	(1,069)	4,032
Inventories	(186)	108
Trade and other payables	2,034	(1,792)
Cash flows from operations	803	4,230
Income tax paid	(229)	(237)
Net cash flows from operating activities	574	3,993
Cash flows from investing activities:		
Proceeds from disposal of property, plant and equipment	2	-
Purchase consideration paid for purchase of subsidiaries	(30)	(30)
Purchase of property, plant and equipment	(653)	(4,187)
Net cash outflow on acquisition of subsidiaries	-	(146)
Net cash outflow on disposal of subsidiaries	-	(1)
Interest received	3	28
Net cash flows used in investing activities	(678)	(4,336)

GROUP	Q2 2009	Q2 2008
	S\$'000	S\$'000
Cash flows from financing activities:		
Proceeds from borrowings	-	1,650
Repayment of borrowings	(1,439)	(1,685)
Repayment of obligation under finance leases	(364)	(30)
Interest paid	(223)	(274)
Dividends paid	-	(1,123)
Dividends paid to minority interests of a subsidiary	(30)	-
Net cash flows used in financing activities	(2,056)	(1,462)
Net decrease in cash and cash equivalents	(2,160)	(1,805)
Effect of exchange rate changes on cash and cash equivalents	2	2
Cash and cash equivalents at beginning of period	9,183	16,193
Cash and cash equivalents at end of period	7,025	14,390
Cash as disclosed in balance sheet	7,823	14,645
Less: Bank overdraft	(486)	-
Less: Cash restricted in use	(312)	(255)
Cash and cash equivalents at end of period	7,025	14,390

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	Q2 2009	Q2 2008
	S\$'000	S\$'000
Cash and cash equivalents	-	4
Trade and other receivables	-	44
Inventories	-	41
Plant and equipment	-	42
Goodwill	-	236
Trade and other payables	-	(217)
Net assets acquired	-	150
Consideration	-	150
Less: Net cash acquired	-	(4)
Net cash outflow on acquisition of subsidiaries	-	146

The group disposed certain subsidiaries and business units during the period. The net assets at the date of disposal were as follows:

GROUP	Q2 2009	Q2 2008
	S\$'000	S\$'000
Cash and cash equivalents	-	1
Trade and other receivables	-	258
Goodwill	-	26
Asset classified as held for sale	-	302
Trade and other payables	-	(7)
Minority interests	-	(1,180)
Net assets at date of disposal	-	(600)
Gain on disposal recognised in income statement	-	2,916
Cash consideration	-	2,316
Receivables	-	(2,316)
Cash balance disposed off	-	(1)
Net cash outflow on disposal of subsidiaries / business units	-	(1)

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
Opening balance at 1 April 2009	39,252	(297)	4,789	43,744	4,981	48,725
Dividends paid to minority interests	-	-	-	-	(30)	(30)
Total comprehensive expense for the period	-	(267)	(1,476)	(1,743)	(469)	(2,212)
Closing balance at 30 June 2009	39,252	(564)	3,313	42,001	4,482	46,483
Opening balance at 1 April 2008	39,252	(971)	18,943	57,224	7,330	64,554
Disposal of subsidiaries	-	-	-	-	(1,180)	(1,180)
Dividends paid	-	-	(1,123)	(1,123)	-	(1,123)
Total comprehensive (expense) / income for the period	-	(70)	2,461	2,391	1,264	3,655
Closing balance at 30 June 2008	39,252	(1,041)	20,281	58,492	7,414	65,906

COMPANY	Share capital	Retained earnings	Total equity
	S\$'000	S\$'000	S\$'000
Opening balance at 1 April 2009	39,252	(5,874)	33,378
Total comprehensive expense for the period	-	(380)	(380)
Closing balance at 30 June 2009	39,252	(6,254)	32,998
Opening balance at 1 April 2008	39,252	3,038	42,290
Dividends paid	-	(1,123)	(1,123)
Total comprehensive income for the period	-	2,510	2,510
Closing balance at 30 June 2008	39,252	4,425	43,677

- 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 30 June 2009 and 31 December 2008	280,803,046	39,252
Balance at 30 June 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 30 June 2009 and 30 June 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.**

	30/06/2009	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 30 June 2009 (31 December 2008: Nil) as the Company did not have any treasury shares as at 30 June 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 second quarter ended 30 June 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 30 June 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.**

	Second Quarter		Year-To-Date	
	Q2 2009	Q2 2008	30/06/2009	30/06/2008
Loss / earnings per ordinary share of the group for the period based on 1(a) above:				
(a) Basic earnings per share	-0.53 cents	0.88 cents	-0.95 cents	0.89 cents
(b) Diluted earnings per share	-0.53 cents	0.88 cents	-0.95 cents	0.89 cents

The calculations of loss/earnings per ordinary share for the quarter and half year ended 30 June 2009 were based on the weighted average shares of 280,803,046 (Q2 2008: 280,803,046) and 280,803,046 (First Half 2008: 280,803,046), respectively in issue during the period.

For the purpose of calculating the fully diluted earnings per share for the period ended 30 June 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	
	30/06/2009	31/12/2008	30/06/2009	31/12/2008
Net asset value per ordinary share	14.96 cents	15.94 cents	11.75 cents	11.64 cents

The net asset value per share of the Group has been calculated based on the shareholders' equity of S\$42,001,000 (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\$32,998,000 (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

The Group Revenue increased by 3.6% from S\$19.7 million to S\$20.4 million despite a decrease in revenue from its subsidiary, Singapore Heart, Stroke and Cancer Centre Pte Ltd ("SHSCC"), which decreased from S\$2 million to S\$0.4 million during the same period.

For Q2 2009, the Group incurred a loss attributable to shareholders of S\$1.5 million as compared to a profit of S\$2.5 million in Q2 2008. Prior period Q2 2008 profit included a gain on disposal of a subsidiary of S\$2.9 million. The loss in Q2 2009 was mainly as a result of the decrease in revenue of S\$1.6 million from SHSCC as well as increase in rental costs of \$0.4 million, increase in employee benefit expense of \$0.7 million, increase in other expenses of \$0.4 million and increase in share of loss of associates \$0.3 million.

Balance Sheet and Cash Flow Statement

The decrease in cash and cash equivalents of S\$2.2 million for Q2 2009 is mainly due to purchase of plant and equipment of S\$0.7 million and repayments of borrowings and obligation under finance leases of S\$2 million.

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.**

With the ongoing uncertainty of the global economy and the decline in tourism arrivals, the Group will take steps to review its existing operations with the view of improving its financial performance.

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 30 June 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 quarter ended 30 June 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
14 August 2009