



**Half-Year Financial Statement Announcement**  
**For the Period Ended 30 June 2007**

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

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

	<b>GROUP</b>		
	<b>6 months ended</b>		
	<b>30.06.2007</b>	<b>30.06.2006</b>	<b>Change</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<b>Revenue</b>	36,424	29,979	<b>21.5</b>
Financial income	271	93	<b>191.4</b>
Financial expense	(1,112)	(595)	<b>86.9</b>
Purchases of consumables	(6,092)	(5,712)	<b>6.7</b>
Changes in inventories of medical supplies	(467)	(304)	<b>53.6</b>
Employee benefits expense	(18,931)	(13,661)	<b>38.6</b>
Depreciation and amortisation	(1,970)	(1,351)	<b>45.8</b>
Other expenses	(6,536)	(5,359)	<b>22.0</b>
Gain on disposal of subsidiaries	1,085	-	<b>n.m.</b>
Other credits / (charges)	89	20	<b>n.m.</b>
Share of profit / (loss) of associates	646	(20)	<b>n.m.</b>
<b>Profit before tax</b>	<b>3,407</b>	<b>3,090</b>	<b>10.3</b>
Income tax expense	(524)	(602)	<b>(13.0)</b>
<b>Profit for the period</b>	<b>2,883</b>	<b>2,488</b>	<b>15.9</b>
<b>Profit attributable to:</b>			
Equity holders of the company	2,787	2,096	<b>33.0</b>
Minority interests	96	392	<b>(75.5)</b>
<b>Profit for the period</b>	<b>2,883</b>	<b>2,488</b>	<b>15.9</b>

**n.m. : not meaningful**

1(a)(ii) Significant income statement items (with appropriate breakdowns and explanations) for the current financial period reported on and the corresponding period of the immediately preceding financial year.

	<b>GROUP</b>	
	<b>6 months ended</b>	
	<b>30.06.2007</b>	<b>30.06.2006</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Financial income</b>		
Interest income		
- outside parties	271	93
	<u>271</u>	<u>93</u>
<b>Financial expense</b>		
Provision for impairment of doubtful trade receivables	(241)	(28)
Bad trade receivables written off	(1)	(7)
Interest expense	(848)	(558)
Foreign exchange transaction loss	(22)	(2)
	<u>(1,112)</u>	<u>(595)</u>
<b>Depreciation and amortisation</b>		
Goodwill impairment	(200)	-
Depreciation of plant and equipment	(1,692)	(1,351)
Amortisation of intangible assets	(78)	-
	<u>(1,970)</u>	<u>(1,351)</u>

**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		
	30.06.2007 S\$'000	31.12.2006 S\$'000	Change %	30.06.2007 S\$'000	31.12.2006 S\$'000	Change %
<b>ASSETS</b>						
<b>Current assets:</b>						
Cash	19,436	9,766	99.0	10,552	3,008	250.8
Trade and other receivables	16,129	27,534	(41.4)	18,902	26,600	(28.9)
Inventories	2,514	2,047	22.8	13	13	-
<b>Total current assets</b>	<b>38,079</b>	<b>39,347</b>	<b>(3.2)</b>	<b>29,467</b>	<b>29,621</b>	<b>(0.5)</b>
<b>Non-current assets:</b>						
Investments in subsidiaries	-	-	-	33,137	24,810	33.6
Investments in associates	8,859	953	829.6	1,360	1,360	-
Other investments	473	468	1.1	360	360	-
Property, plant and equipment	19,357	18,792	3.0	2,597	2,722	(4.6)
Goodwill	20,748	20,331	2.1	-	-	-
Intangible assets	6,418	6,416	-	-	-	-
Other receivables	5,487	3,182	72.4	164	32	412.5
<b>Total non-current assets</b>	<b>61,342</b>	<b>50,142</b>	<b>22.3</b>	<b>37,618</b>	<b>29,284</b>	<b>28.5</b>
<b>Total assets</b>	<b>99,421</b>	<b>89,489</b>	<b>11.1</b>	<b>67,085</b>	<b>58,905</b>	<b>13.9</b>
<b>LIABILITIES AND EQUITY</b>						
<b>Current liabilities:</b>						
Trade and other payables	12,691	12,775	(0.7)	9,628	10,439	(7.8)
Current tax payable	627	807	(22.3)	-	-	-
Current portion of long-term borrowings	7,218	9,318	(22.5)	5,320	7,578	(29.8)
Current portion of finance leases	2,022	2,077	(2.6)	126	126	-
<b>Total current liabilities</b>	<b>22,558</b>	<b>24,977</b>	<b>(9.7)</b>	<b>15,074</b>	<b>18,143</b>	<b>(16.9)</b>
<b>Non-current liabilities</b>						
Deferred tax	2,144	2,172	(1.3)	34	34	-
Other payables	1,137	1,262	(9.9)	346	398	(13.1)
Long-term borrowings	11,328	12,115	(6.5)	8,553	8,411	1.7
Finance leases	1,514	2,380	(36.4)	179	242	(26.0)
<b>Total non-current liabilities</b>	<b>16,123</b>	<b>17,929</b>	<b>(10.1)</b>	<b>9,112</b>	<b>9,085</b>	<b>0.3</b>
<b>Total liabilities</b>	<b>38,681</b>	<b>42,906</b>	<b>(9.8)</b>	<b>24,186</b>	<b>27,228</b>	<b>(11.2)</b>
<b>Equity attributable to equity holders of the company</b>						
Share capital	39,252	26,842	46.2	39,252	26,842	46.2
Other reserves	(377)	(596)	(36.7)	-	-	-
Retained earnings	16,808	15,397	9.2	3,647	4,835	(24.6)
	55,683	41,643	33.7	42,899	31,677	35.4
Minority interests	5,057	4,940	2.4	-	-	-
<b>Total equity</b>	<b>60,740</b>	<b>46,583</b>	<b>30.4</b>	<b>42,899</b>	<b>31,677</b>	<b>35.4</b>
<b>Total liabilities and equity</b>	<b>99,421</b>	<b>89,489</b>	<b>11.1</b>	<b>67,085</b>	<b>58,905</b>	<b>13.9</b>

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

**(a) the amount repayable in one year or less, or on demand**

<b>(in S\$'000)</b>			
<b>As at 30.06.2007</b>		<b>As at 31.12.2006</b>	
Secured	Unsecured	Secured	Unsecured
3,240	6,000	3,137	8,258

**(b) the amount repayable after one year**

<b>(in S\$'000)</b>			
<b>As at 30.06.2007</b>		<b>As at 31.12.2006</b>	
Secured	Unsecured	Secured	Unsecured
3,666	9,176	5,120	9,375

**(c) Details of collaterals**

As at 30 June 2007, the secured Group borrowings refer to

- assets acquired under hire purchase and finance leases.
- term loan extended to our Indian entity. The term loan is secured against an equitable mortgage on land at Survey No. 28 situated at Khajaguda Village, Hyderabad, India and hypothecation of equipment purchased.

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

	<b>GROUP</b>	
	<b>6 months ended</b>	
	<b>30.06.2007</b>	<b>30.06.2006</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities:</b>		
Profit for the period	2,883	2,488
Adjustments for:		
Income tax expense	524	602
Depreciation of plant and equipment	1,692	1,351
Goodwill impairment	200	-
Interest income	(167)	(93)
Interest expense	848	558
Fair value adjustment on financial assets and financial liabilities	(104)	-
Share of (profit) / loss of associates	(646)	20
Amortisation of intangible assets	78	-
Loss on disposal of plant and equipment	1	-
Gain on disposal of subsidiaries	(1,085)	-
Loss on disposal of associates	-	75
Operating profit before working capital changes	4,224	5,001
Cash - restricted deposits	17	-
Trade and other receivables	2,841	(2,502)
Inventories	(467)	(304)
Trade and other payables	832	958
Cash generated from operations	7,447	3,153
Income tax paid	(724)	(553)
Net cash from operating activities	6,723	2,600
<b>Cash flows from investing activities:</b>		
Proceeds from disposal of plant and equipment	-	1
Purchase consideration paid for purchase of subsidiaries	(385)	(880)
Purchase of plant and equipment	(1,879)	(2,969)
Dividend from associates	-	611
Interest received	160	93
Net increase in investments (goodwill)	(1,309)	(163)
Net increase in other investments	(4)	-
Proceeds from disposal of associates	-	2,763
Net cash outflow on acquisition of subsidiaries / business units	-	(932)
Net cash used in investing activities	(3,417)	(1,476)
<b>Cash flows from financing activities:</b>		
(Decrease) / increase in borrowings	(2,921)	860
Proceeds from issue of shares	12,410	-
Net decrease in finance leases	(1,220)	(737)
Dividend paid	(1,376)	(1,146)
Interest paid	(848)	(558)
Net cash from / (used in) financing activities	6,045	(1,581)
Net effect of exchange rate changes in consolidating subsidiaries	336	78
Net increase / (decrease) in cash and cash equivalents	9,687	(379)
Cash and cash equivalents at beginning of period	9,683	9,414
<b>Cash and cash equivalents at end of period</b>	<b>19,370</b>	<b>9,035</b>

**Cash and cash equivalents in the cash flow statement:**

	<b>GROUP</b>	
	<b>6 months ended</b>	
	<b>30.06.2007</b>	<b>30.06.2006</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Cash as disclosed in balance sheet	19,436	9,627
Less: Cash restricted in use <sup>(a)</sup>	( 66)	-
Short-term borrowings	-	(592)
Cash and cash equivalents at end of period	19,370	9,035

(a) This is for bank balance held by bank as security for certain overdraft facilities and performance guarantee granted to the group.

**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.**

(in S\$'000)	Share Capital	Foreign Currency Translation Reserve	Retained Earnings	Total	Minority Interest	Total Equity
<b>Group</b>						
<b>Balance at 1 January 2006</b>	26,965	(413)	12,501	39,053	9,381	48,434
<b>Changes in equity for 2006:</b>						
Exchange difference on translating foreign operations	-	40	-	40	(7)	33
Net income / (expense) recognised directly in equity	-	40	-	40	(7)	33
Profit for the period	-	-	2,096	2,096	392	2,488
<b>Total recognised income and (expense) for the period</b>	-	40	2,096	2,136	385	2,521
Acquisition of a subsidiary	-	-	-	-	95	95
Dividends paid	-	-	(1,146)	(1,146)	-	(1,146)
<b>Balance at 30 June 2006</b>	26,965	(373)	13,451	40,043	9,861	49,904
<b>Balance at 1 January 2007</b>	26,842	(596)	15,397	41,643	4,940	46,583
<b>Changes in equity for 2007:</b>						
Exchange difference on translating foreign operations	-	219	-	219	21	240
Net income / (expense) recognised directly in equity	-	219	-	219	21	240
Profit for the period	-	-	2,787	2,787	96	2,883
<b>Total recognised income and (expense) for the period</b>	-	219	2,787	3,006	117	3,123
Issue of share capital	12,410	-	-	12,410	-	12,410
Dividends paid	-	-	(1,376)	(1,376)	-	(1,376)
<b>Balance at 30 June 2007</b>	39,252	(377)	16,808	55,683	5,057	60,740

(in S\$'000)	Share Capital	Retained Earnings	Total
<b>Company</b>			
<b>Balance at 1 January 2006</b>	26,965	3,319	30,284
<b>Changes in equity for 2006:</b>			
Net loss for the period	-	(321)	(321)
Total recognised expense for the period	-	(321)	(321)
Dividends paid	-	(1,146)	(1,146)
<b>Balance at 30 June 2006</b>	26,965	1,852	28,817
<b>Balance at 1 January 2007</b>			
	26,842	4,835	31,677
<b>Changes in equity for 2007:</b>			
Net profit for the period	-	188	188
Total recognised income for the period	-	188	188
Issue of share capital	12,410	-	12,410
Dividends paid	-	(1,376)	(1,376)
<b>Balance at 30 June 2007</b>	39,252	3,647	42,899

**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. State also the number of shares that may be issued on conversion of all the outstanding convertibles 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.**

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

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

The half-year financial statement on consolidated results for the period ended 30 June 2007 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 half-year ended 30 June 2007 are consistent with those applied in the financial statements for the year ended 31 December 2006.

**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 on the following basis:-**

		Group	
		6 months ended	
		30.06.2007	30.06.2006
(a)	<b>Based on weighted average number of ordinary shares on issue (cents)</b>	1.02	0.88
(b)	<b>On a fully diluted basis (cents)</b>	1.02	0.88

The basic and fully diluted earnings per share above have been calculated based on profit attributable to shareholders of S\$2,787,000 (30 June 2006: S\$2,096,000) and the weighted average number of ordinary shares in issue during the financial period of 273,377,632 shares (30 June 2006: 238,803,046 shares).

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

	Group		Company	
	As at 30.06.2007	As at 31.12.2006	As at 30.06.2007	As at 31.12.2006
<b>Net asset value per ordinary share (cents)</b>	19.83	17.44	15.28	13.26

The net asset value per share of the Group has been calculated based on the shareholders' equity of S\$55,683,000 (31 December 2006: S\$41,643,000) and 280,803,046 shares (31 December 2006: 238,803,046 shares). The net asset value per share of the Company has been calculated based on shareholders' equity of S\$42,899,000 (31 December 2006: S\$31,677,000) and issued share capital of 280,803,046 shares (31 December 2006: 238,803,046 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.**

The Group's revenue for the half year ended 30 June 2007 ("1H2007") increased 21.5% to S\$36.4 million from S\$30.0 million for the half year ended 30 June 2006 ("1H2006"). Revenue from the Specialist Healthcare division and Dentistry unit contributed to the Group's growth by increasing 36.1%. Revenue from the general practice medicine unit decreased by 78.3% due to the divestment of 10 clinics in the second half-year of financial year ended 31 December 2006.

The profit attributable to shareholders increased by 33% to S\$2.8 million from S\$2.1 million in 1H2006. The increase was mainly due to higher revenue generated from the operating activities of the core specialist and dentistry businesses of the Group, notwithstanding divestments in 2006 and start up expenses of the new diagnostic centre in Shanghai. In addition, there was recognition of S\$1.1 million in profits arising from the disposal of the 10 clinics and one diagnostic unit (see para. 9).

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

In the Group's full year 2006 results announcement, it was stated that:

The Group expects to recognise approximately S\$1.1 million (after-tax) in profits out of the deferred income of S\$1.8 million (after-tax) arising from its disposal of the 10 clinics and one diagnostic unit in 1H2007.

The current results are in line with the prospect statement disclosed in the last announcement.

**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.**

The Group will continue to expand the specialist healthcare division. We continue to expect start-up expenses to be incurred at the newly set up diagnostic centre in Shanghai.

Subsequent to the half-year ended 30 June 2007, the Group entered into the following transactions:

- (a) Completion of the sale and leaseback for the property at 19 Adam Road, Singapore.
- (b) Conclusion of joint venture with Kuwait Finance House (Malaysia) Berhad in respect of the Group's investment in Radlink Asia Pte Ltd.

**11 Dividend**

**(a) Current financial period reported on**

**Any dividend declared for the current financial period reported on?** Yes

Name of Dividend : Interim dividend  
Dividend Type : Cash  
Dividend amount : Tax exempt dividend of 0.3 cents per ordinary share

**(b) Corresponding period of the immediately preceding financial year**

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

**(c) The date the dividend is payable**

The dividends will be paid on 12 September 2007.

**(d) Books closure date**

Notice is hereby given that the Share Transfer Books and Register of Members of the Company will be closed on 28 August 2007 for the preparation of Dividend Vouchers. Registrable transfers received by the Company's Registrar, Lim Associates (Pte) Ltd at 3 Church Street, #08-01 Samsung Hub, Singapore 049483 up to 5.00 p.m. on 27 August 2007 will be registered before entitlements to the dividend are determined.

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

Not applicable

**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 half-year ended 30 June 2007 to be false or misleading in any material aspect.

**14 Reclassification and comparatives figures.**

Certain reclassifications have been made to the prior year's financial statements to enhance comparability with the current year financial statement. The classifications included the following:-

<b>(in S\$'000)</b>	<b>After reclassification</b>	<b>Before reclassification</b>	<b>Difference</b>
<b>Group</b>			
<b>Income statement</b>			
Revenue*	29,979	29,303	676
Financial income	93	862	(769)
Financial expense	(595)	(593)	(2)
Other credits / (charges)	20	(75)	95
			<u>0</u>
Purchase of consumables	(5,712)	(6,016)	304
Changes in inventories of medical supplies	(304)	-	<u>(304)</u>
			<u>0</u>

\* The Revenue reclassification is due mainly to reclassification of rental income and others from Financial income to Revenue.

**BY ORDER OF THE BOARD**

**Dr William Chong Lai Leong**  
**Executive Director and Chief Executive Officer**  
**Date: 7 August 2007**