

**THOMSON MEDICAL GROUP LIMITED**

(Incorporated in the Republic of Singapore)  
(Company Registration No: 199908381D)  
(the "Company")

**Unaudited Fourth Quarter Financial Statement Announcement For The Financial Period Ended 31 December 2019**

**PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2, Q3 & Q4), HALF YEAR AND FULL YEAR ANNOUNCEMENTS**

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

**1 (a)(i) CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2019**

	Group			Group		
	4th quarter ended 31 December			12 months ended 31 December		
	2019 \$'000	2018 \$'000	Change %	2019 \$'000	2018 \$'000	Change %
<b>Healthcare - Continuing operations</b>						
Revenue	58,575	56,146	4	229,818	215,610	7
Other income	1,345	1,276	5	5,012	6,126	(18)
Inventories and consumables	(12,321)	(11,569)	7	(47,839)	(44,657)	7
Staff costs	(17,609)	(16,032)	10	(67,984)	(60,330)	13
Depreciation and amortisation	(4,565)	(2,904)	57	(17,601)	(11,528)	53
Other operating expenses	(15,705)	(18,883)	(17)	(63,905)	(68,038)	(6)
<b>Results from operating activities</b>	<b>9,720</b>	<b>8,034</b>	<b>21</b>	<b>37,501</b>	<b>37,183</b>	<b>1</b>
Finance income	643	778	(17)	2,863	3,031	(6)
Finance costs	(6,180)	(5,814)	6	(25,706)	(18,173)	41
Net finance costs	(5,537)	(5,036)	10	(22,843)	(15,142)	51
<b>Profit before tax from continuing operations</b>	<b>4,183</b>	<b>2,998</b>	<b>40</b>	<b>14,658</b>	<b>22,041</b>	<b>(33)</b>
Income tax expense	(5,254)	(2,198)	NM	(11,517)	(7,341)	57
<b>(Loss)/profit from continuing operations, net of tax</b>	<b>(1,071)</b>	<b>800</b>	<b>NM</b>	<b>3,141</b>	<b>14,700</b>	<b>(79)</b>
<b>Real Estate - Discontinued operation</b>						
Loss from discontinued operation, net of tax	-	(5,105)	NM	(2,260)	(10,640)	(79)
<b>(Loss)/profit for the period</b>	<b>(1,071)</b>	<b>(4,305)</b>	<b>(75)</b>	<b>881</b>	<b>4,060</b>	<b>(78)</b>
<b>Attributable to:</b>						
<b>Owners of the Company</b>						
(Loss)/profit from continuing operations, net of tax	(1,156)	(138)	NM	538	10,843	(95)
Loss from discontinued operation, net of tax	-	(4,324)	NM	(2,205)	(8,682)	(75)
<b>(Loss)/profit for the period attributable to owners of the Company</b>	<b>(1,156)</b>	<b>(4,462)</b>	<b>(74)</b>	<b>(1,667)</b>	<b>2,161</b>	<b>NM</b>
<b>Non-controlling interests</b>						
Profit from continuing operations, net of tax	85	938	(91)	2,603	3,857	(33)
Loss from discontinued operation, net of tax	-	(781)	NM	(55)	(1,958)	(97)
<b>Profit for the period attributable to non-controlling interests</b>	<b>85</b>	<b>157</b>	<b>(46)</b>	<b>2,548</b>	<b>1,899</b>	<b>34</b>
<b>Healthcare - Continuing operations</b>						
<b>EBITDA</b>	<b>14,285<sup>(1)</sup></b>	<b>10,938</b>	<b>31</b>	<b>55,102<sup>(1)</sup></b>	<b>48,711</b>	<b>13</b>

NM – Not meaningful

**Notes:**

<sup>(1)</sup> Excluding the effect from the SFRS(I) 16 Leases, the EBITDA would have been \$12.5m and \$47.9m for 4Q2019 and 12M2019 respectively.

<sup>(2)</sup> This announcement covered a 12 month period from 1 January to 31 December 2019. The Company has changed its financial year end from 31 December to 30 June (please refer to announcement dated 27 September 2019). The financial period is now covering an 18 month period from 1 January 2019 to 30 June 2020.

- 1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

1 (a)(ii) OTHER INFORMATION - HEALTHCARE - CONTINUING OPERATIONS

	Group			Group		
	4th quarter ended 31 December			12 months ended 31 December		
	2019 \$'000	2018 \$'000	Change %	2019 \$'000	2018 \$'000	Change %
<b>Other expenses</b>						
Rental expenses	(134)	(1,562)	(91)	(364)	(6,052)	(94)
Transaction costs on corporate exercise	-	-	NM	-	(328)	NM
Loss on disposal of property and equipment	(96)	(27)	NM	(706)	(153)	NM
Property and equipment written off	(2)	-	NM	(3)	(13)	(77)
(Allowance for)/ reversal of expected credit losses on trade debts, net	(38)	(48)	(21)	(240)	23	NM
Impairment loss on development and investment properties	-	(1,984)	NM	-	(1,984)	NM
Foreign exchange loss, net	(14)	(186)	(92)	(22)	(286)	(92)
<b>Income tax expenses</b>						
(Under)/ over provision of prior year income tax	-	-	NM	(293)	3	NM
Deferred tax arising from change in the tax rate of real property gains tax in Malaysia	3,186	-	NM	3,186	-	NM

1 (a)(iii) STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2019

	Group			Group		
	4th quarter ended 31 December			12 months ended 31 December		
	2019 \$'000	2018 \$'000	Change %	2019 \$'000	2018 \$'000	Change %
<b>(Loss)/profit for the period</b>	<b>(1,071)</b>	<b>(4,305)</b>	<b>(75)</b>	<b>881</b>	<b>4,060</b>	<b>(78)</b>
<b>Other comprehensive income:</b>						
<b>Items that will not be reclassified to profit or loss</b>						
Net change in fair value of equity instruments at fair value through other comprehensive income	-	(92)	NM	62	(878)	NM
	-	(92)	NM	62	(878)	NM
<b>Items that may be reclassified subsequently to profit or loss</b>						
Foreign currency translation	(1,280)	(1,568)	(18)	(1,626)	(308)	NM
	(1,280)	(1,568)	(18)	(1,626)	(308)	NM
<b>Other comprehensive income for the period, net of tax</b>	<b>(1,280)</b>	<b>(1,660)</b>	<b>(23)</b>	<b>(1,564)</b>	<b>(1,186)</b>	<b>32</b>
<b>Total comprehensive income for the period</b>	<b>(2,351)</b>	<b>(5,965)</b>	<b>(61)</b>	<b>(683)</b>	<b>2,874</b>	<b>NM</b>
<b>Attributable to:</b>						
Owners of the Company	(2,182)	(6,065)	(64)	(2,800)	806	NM
Non-controlling interests	(169)	100	NM	2,117	2,068	2
<b>Total comprehensive income for the period</b>	<b>(2,351)</b>	<b>(5,965)</b>	<b>(61)</b>	<b>(683)</b>	<b>2,874</b>	<b>NM</b>
<b>Attributable to:</b>						
<b>Owners of the Company</b>						
Total comprehensive income from continuing operations, net of tax	(2,182)	(2,906)	(25)	(595)	7,991	NM
Total comprehensive income from discontinued operations, net of tax	-	(3,159)	NM	(2,205)	(7,185)	(69)
<b>Total comprehensive income for the period attributable to owners of the Company</b>	<b>(2,182)</b>	<b>(6,065)</b>	<b>(64)</b>	<b>(2,800)</b>	<b>806</b>	<b>NM</b>

NM – Not meaningful

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

**STATEMENT OF FINANCIAL POSITION**

	Group		Company	
	As at 31 Dec 2019	As at 31 Dec 2018	As at 31 Dec 2019	As at 31 Dec 2018
	\$'000	\$'000	\$'000	\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property and equipment	390,670	345,784	259	399
Intangible assets	488,808	489,130	-	-
Investment property	150,341	150,606	-	-
Investment in subsidiaries	-	-	2,294,803	2,294,803
Right-of-use assets	23,795	-	388	-
	<u>1,053,614</u>	<u>985,520</u>	<u>2,295,450</u>	<u>2,295,202</u>
<b>Current assets</b>				
Development property	142,656	142,916	-	-
Inventories	5,875	5,540	-	-
Amounts due from subsidiaries (non-trade)	-	-	275,959	175,314
Trade and other receivables	24,748	22,939	385	529
Cash and short-term deposits	110,906	121,745	42,610	6,141
	<u>284,185</u>	<u>293,140</u>	<u>318,954</u>	<u>181,984</u>
Assets of disposal group classified as held for distribution	-	210,406	-	154,041
	<u>284,185</u>	<u>503,546</u>	<u>318,954</u>	<u>336,025</u>
<b>TOTAL ASSETS</b>	<b><u>1,337,799</u></b>	<b><u>1,489,066</u></b>	<b><u>2,614,404</u></b>	<b><u>2,631,227</u></b>
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities</b>				
Contract liabilities	3,417	3,410	-	-
Trade and other payables	59,529	40,235	5,462	1,839
Amounts due to the ultimate controlling shareholder	4,811	9,811	4,811	9,811
Income tax payable	7,703	8,316	-	-
Interest-bearing loans and borrowings	12,527	236,636	5,000	129,569
Lease liabilities	7,793	-	247	-
	<u>95,780</u>	<u>298,408</u>	<u>15,520</u>	<u>141,219</u>
Liabilities directly associated with disposal group classified as held for distribution	-	57,603	-	-
	<u>95,780</u>	<u>356,011</u>	<u>15,520</u>	<u>141,219</u>
<b>Net current assets</b>	<b><u>188,405</u></b>	<b><u>147,535</u></b>	<b><u>303,434</u></b>	<b><u>194,806</u></b>
<b>Non-current liabilities</b>				
Deferred tax liabilities	10,352	6,960	-	-
Interest-bearing loans and borrowings	558,245	341,665	223,523	-
Lease liabilities	16,377	-	149	-
Provisions	514	297	-	-
	<u>585,488</u>	<u>348,922</u>	<u>223,672</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>	<b><u>681,268</u></b>	<b><u>704,933</u></b>	<b><u>239,192</u></b>	<b><u>141,219</u></b>
<b>NET ASSETS</b>	<b><u>656,531</u></b>	<b><u>784,133</u></b>	<b><u>2,375,212</u></b>	<b><u>2,490,008</u></b>
<b>Equity attributable to owners of the Company</b>				
Share capital	2,364,497	2,772,209	2,364,497	2,772,209
Retained earnings/ (accumulated losses)	181,556	(97,499)	10,715	(282,201)
Other reserves	(1,966,150)	(1,959,396)	-	-
Reserve of disposal group classified as held for distribution	-	(1,276)	-	-
	<u>579,903</u>	<u>714,038</u>	<u>2,375,212</u>	<u>2,490,008</u>
<b>Non-controlling interests</b>	<u>76,628</u>	<u>70,095</u>	<u>-</u>	<u>-</u>
<b>TOTAL EQUITY</b>	<b><u>656,531</u></b>	<b><u>784,133</u></b>	<b><u>2,375,212</u></b>	<b><u>2,490,008</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,337,799</u></b>	<b><u>1,489,066</u></b>	<b><u>2,614,404</u></b>	<b><u>2,631,227</u></b>

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

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

	As at 31 December 2019		As at 31 December 2018	
	Secured	Unsecured	Secured	Unsecured
	\$'000	\$'000	\$'000	\$'000
Bank Loans	12,526	-	236,628	-
Obligations under finance lease	1	-	8	-

Amount repayable after one year:

	As at 31 December 2019		As at 31 December 2018	
	Secured	Unsecured	Secured	Unsecured
	\$'000	\$'000	\$'000	\$'000
Bank Loans	334,722	-	341,664	-
Medium Term Notes	-	223,523	-	-
Obligations under finance lease	-	-	1	-

**Medium Term Notes ("MTN")**

On 18 July 2019, the Company issued S\$225 million 4.8 percent fixed rate notes due 2022 ("Notes") under the S\$500 million Multicurrency Debt Issuance Programme that was established on 28 June 2019.

The net proceeds arising from the issuance of the Notes (after deducting issue expenses) were used to refinance the Group's existing borrowings.

**Details of Collateral**

The Notes are secured by a charge over an interest service reserve account in which the Company maintains an interest reserve amount equivalent to one interest payment.

The bank loans are secured by a charge over certain shares and assets of the subsidiaries and corporate guarantees provided by the Company and a subsidiary of the Company.

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

**CONSOLIDATED STATEMENT OF CASH FLOWS**

	Group		Group	
	4th quarter ended 31 December		12 months ended 31 December	
	2019	2018	2019	2018
	\$'000	\$'000	\$'000	\$'000
<b>Operating activities</b>				
Profit before tax from continued operations	4,183	2,998	14,658	22,041
Loss before tax from discontinued operation	-	(4,996)	(2,225)	(10,220)
Profit before tax, total	4,183	(1,998)	12,433	11,821
<u>Adjustments for:</u>				
Allowance for expected credit losses on trade debts, net	38	(1,195)	240	598
Amortisation of intangible assets	142	273	558	2,662
Amortisation of financing fees on bank loan	295	186	1,418	550
Bad debts written off	-	8	50	52
Depreciation of property and equipment and right-of-use assets	4,423	4,138	17,371	14,836
Finance costs	5,738	6,153	24,288	18,400
Fair value changes on purchase consideration payable	-	(4,500)	25	(7,878)
Loss on disposal of other investments	-	-	-	144
Gain on disposal of subsidiaries	-	(417)	-	(2,505)
Impairment loss on intangible assets	-	8,267	-	8,267
Impairment loss on development and investment properties	-	1,984	-	1,984
Finance income	(643)	(828)	(2,863)	(3,127)
Loss on disposal of property and equipment	96	40	706	166
Property and equipment written off	3	358	3	371
Provision for allowance for foreseeable losses	-	151	-	545
Share of results of associates from discontinued operation	-	(272)	86	(1,002)
Transaction costs on corporate exercise	-	501	-	1,494
Grant of equity-settled share options to employees	13	47	140	219
Unrealised exchange loss/ (gain)	15	239	(77)	245
<b>Operating cash flows before changes in working capital</b>	<b>14,303</b>	<b>13,135</b>	<b>54,378</b>	<b>47,842</b>
<u>Changes in working capital:</u>				
Inventories	(268)	(429)	(342)	(537)
Trade and other receivables and contract assets	2,218	(1,851)	2,925	(3,881)
Trade and other payables and contract liabilities	3,463	4,413	18,034	4,869
<b>Cash flows from operations</b>	<b>19,716</b>	<b>15,268</b>	<b>74,995</b>	<b>48,293</b>
Interest income received	643	831	2,863	3,285
Tax paid	(717)	(3,664)	(9,662)	(11,074)
<b>Net cash flows from operating activities</b>	<b>19,642</b>	<b>12,435</b>	<b>68,196</b>	<b>40,504</b>
<b>Investing activities</b>				
Acquisition of warrants	-	-	-	(25,000)
Purchase of other investments	-	-	-	(405)
Purchase of intangible assets	(41)	(49)	(334)	(193)
Purchase of property and equipment	(23,173)	(4,576)	(57,195)	(24,139)
Dividend received from associate	-	651	-	2,200
Expenditure on investment property	-	(1)	(9)	(41)
Net cash (outflow)/ inflow on disposal of subsidiaries	-	(40)	(24,101)	3,187
Expenses paid in relation to the acquisition of the Healthcare Business	-	-	-	(3,178)
Proceeds from disposal of other investments	-	-	-	275
Proceeds from disposal of property and equipment	21	1	23	10
<b>Net cash flows used in investing activities</b>	<b>(23,193)</b>	<b>(4,014)</b>	<b>(81,616)</b>	<b>(47,284)</b>
<b>Financing activities</b>				
Changes in pledged deposits	-	88	(2,302)	(1,130)
Dividends paid on ordinary shares	-	-	(6,610)	-
Dividends paid to non-controlling interests of subsidiaries	-	(706)	(771)	(1,177)
Share issuance expenses	-	-	-	(160)
Interest paid	(5,506)	(5,485)	(23,369)	(19,211)
Payment of lease liabilities	(1,771)	-	(7,247)	-
Proceeds from exercise of employee share options	-	-	-	29
Proceeds from interest-bearing loans and borrowings	-	2,850	223,347	492,486
Proceeds from exercise of warrants	-	7	29,455	102
Proceeds from exercise of warrants issued by a subsidiary	-	-	1,331	-
Repayment of interest-bearing loans and borrowings	(110)	(2,416)	(232,292)	(105,501)
Decrease in amount due to the ultimate controlling shareholder	-	-	(5,000)	(355,250)
<b>Net cash flows (used in)/ generated from financing activities</b>	<b>(7,387)</b>	<b>(5,662)</b>	<b>(23,458)</b>	<b>10,188</b>
Net (decrease)/ increase in cash and cash equivalents	(10,938)	2,759	(36,878)	3,408
Cash and cash equivalents at beginning of the period	113,163	136,226	138,911	135,541
Effect of exchange rate changes on cash and cash equivalents	(201)	(74)	(9)	(38)
<b>Cash and cash equivalents at end of the period</b>	<b>102,024</b>	<b>138,911</b>	<b>102,024</b>	<b>138,911</b>

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

**CONSOLIDATED STATEMENT OF CASH FLOWS**

	<u>Group</u>		<u>Group</u>	
	<u>4th quarter ended 31 December</u>		<u>12 months ended 31 December</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<b>Note:</b>				
<u>Continuing operations</u>				
Cash on hand and at banks	24,823	49,489	24,823	49,489
Short-term deposits	86,083	72,256	86,083	72,256
Cash and cash equivalents from continuing operations	110,906	121,745	110,906	121,745
<u>Discontinued operation</u>				
Cash on hand and at banks	-	20,787	-	20,787
Short-term deposits	-	2,959	-	2,959
Cash and cash equivalents from discontinued operation	-	23,746	-	23,746
Total cash and short-term deposits	110,906	145,491	110,906	145,491
Less: Pledged deposits	(8,882)	(6,580)	(8,882)	(6,580)
<b>Cash and cash equivalents at end of period</b>	<b>102,024</b>	<b>138,911</b>	<b>102,024</b>	<b>138,911</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**

	Attributable to owners of the Company													
	Share capital	(Accumulated losses)/ retained earnings	Merger reserve	Foreign currency translation reserve	Assets revaluation reserve	Warrant reserve	Fair value reserve	Statutory reserve	Capital reserve	Total Other reserves	Reserve of disposal group classified as held for distribution	Total	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2019</b>	<b>2,772,209</b>	<b>(97,499)</b>	<b>(1,842,369)</b>	<b>(85,867)</b>	<b>-</b>	<b>15,426</b>	<b>-</b>	<b>-</b>	<b>(46,586)</b>	<b>(1,959,396)</b>	<b>(1,276)</b>	<b>714,038</b>	<b>70,095</b>	<b>784,133</b>
(Loss)/ profit for the period	-	(511)	-	-	-	-	-	-	-	-	-	(511)	2,463	1,952
<u>Other comprehensive income</u>														
Foreign currency translation	-	-	-	(169)	-	-	-	-	-	(169)	-	(169)	(177)	(346)
Net change in fair value of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	62	-	-	62	-	62	-	62
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(169)</b>	<b>-</b>	<b>-</b>	<b>62</b>	<b>-</b>	<b>-</b>	<b>(107)</b>	<b>-</b>	<b>(107)</b>	<b>(177)</b>	<b>(284)</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>(511)</b>	<b>-</b>	<b>(169)</b>	<b>-</b>	<b>-</b>	<b>62</b>	<b>-</b>	<b>-</b>	<b>(107)</b>	<b>-</b>	<b>(618)</b>	<b>2,286</b>	<b>1,668</b>
<u>Contributions by and distributions to owners</u>														
Shares issued on conversion of warrants	29,455	-	-	-	-	-	-	-	-	-	-	29,455	-	29,455
Non-cash distribution to owners of the Company (Note A)	(155,973)	(9,288)	-	10,089	-	-	-	-	-	10,089	1,534	(153,638)	3,163	(150,475)
Capital reduction (Note A)	(281,194)	281,194	-	-	-	-	-	-	-	-	-	-	-	-
Grant of equity-settled share options to employees	-	-	-	-	-	-	-	-	-	-	-	-	127	127
Exercise of employee share options	-	-	-	-	-	-	-	-	-	-	-	-	1,344	1,344
Dividends on ordinary shares	-	(6,610)	-	-	-	-	-	-	-	-	-	(6,610)	-	(6,610)
Dividends paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	(773)	(773)
<b>Total contributions by and distributions to owners</b>	<b>(407,712)</b>	<b>265,296</b>	<b>-</b>	<b>10,089</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,089</b>	<b>1,534</b>	<b>(130,793)</b>	<b>3,861</b>	<b>(126,932)</b>
<b>Total transactions with owners, recorded directly in equity</b>	<b>(407,712)</b>	<b>265,296</b>	<b>-</b>	<b>10,089</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,089</b>	<b>1,534</b>	<b>(130,793)</b>	<b>3,861</b>	<b>(126,932)</b>
<u>Changes in ownership interests in subsidiaries</u>														
Dilution of equity interests in a subsidiary due to the conversion of warrants	-	-	-	-	-	-	-	-	(542)	(542)	-	(542)	542	-
<b>Total changes in ownership interests in subsidiaries</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(542)</b>	<b>(542)</b>	<b>-</b>	<b>(542)</b>	<b>542</b>	<b>-</b>
<u>Others</u>														
Reserve attributable to disposal group classified as held for distribution	-	-	-	320	-	-	(62)	-	-	258	(258)	-	-	-
Expiry of warrants issued by a subsidiary	-	15,426	-	-	-	(15,426)	-	-	-	(15,426)	-	-	-	-
<b>Total others</b>	<b>-</b>	<b>15,426</b>	<b>-</b>	<b>320</b>	<b>-</b>	<b>(15,426)</b>	<b>(62)</b>	<b>-</b>	<b>-</b>	<b>(15,168)</b>	<b>(258)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>At 30 September 2019</b>	<b>2,364,497</b>	<b>182,712</b>	<b>(1,842,369)</b>	<b>(75,627)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(47,128)</b>	<b>(1,965,124)</b>	<b>-</b>	<b>582,085</b>	<b>76,784</b>	<b>658,869</b>

**Note A:** On 31 January 2019, the Company completed the distribution of all its shares in its Real Estate Business held by RSP Holdings Pte Ltd by way of capital reduction amounting to \$156.0 million. On the same date, the Company also completed its further capital reduction to write-off the accumulated losses of the Company amounting to \$281.2 million.

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**

	Attributable to owners of the Company													
	Share capital	(Accumulated losses)/ retained earnings	Merger reserve	Foreign currency translation reserve	Assets revaluation reserve	Warrant reserve	Fair value reserve	Statutory reserve	Capital reserve	Total Other reserves	Reserve of disposal group classified as held for distribution	Total	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 October 2019</b>	<b>2,364,497</b>	<b>182,712</b>	<b>(1,842,369)</b>	<b>(75,627)</b>	-	-	-	-	<b>(47,128)</b>	<b>(1,965,124)</b>	-	<b>582,085</b>	<b>76,784</b>	<b>658,869</b>
(Loss)/ profit for the period	-	(1,156)	-	-	-	-	-	-	-	-	-	(1,156)	85	(1,071)
<u>Other comprehensive income</u>														
Foreign currency translation	-	-	-	(1,026)	-	-	-	-	-	(1,026)	-	(1,026)	(254)	(1,280)
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,026)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,026)</b>	<b>-</b>	<b>(1,026)</b>	<b>(254)</b>	<b>(1,280)</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>(1,156)</b>	<b>-</b>	<b>(1,026)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,026)</b>	<b>-</b>	<b>(2,182)</b>	<b>(169)</b>	<b>(2,351)</b>
<u>Contributions by and distributions to owners</u>														
Grant of equity-settled share options to employees	-	-	-	-	-	-	-	-	-	-	-	-	13	13
<b>Total contributions by and distributions to owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>13</b>
<b>Total transactions with owners, recorded directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>13</b>
<b>At 31 December 2019</b>	<b>2,364,497</b>	<b>181,556</b>	<b>(1,842,369)</b>	<b>(76,653)</b>	-	-	-	-	<b>(47,128)</b>	<b>(1,966,150)</b>	-	<b>579,903</b>	<b>76,628</b>	<b>656,531</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**

Attributable to owners of the Company														
	Share capital	(Accumulated losses)/ retained earnings	Merger reserve	Foreign currency translation reserve	Assets revaluation reserve	Warrant reserve	Fair value reserve	Statutory reserve	Capital reserve	Total Other reserves	Reserve of disposal group classified as held for distribution	Total	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 January 2018 (FRS framework)</b>	788,267	(185,197)	100	(86,390)	89,462	15,426	405	197	2,791	21,991	-	625,061	115,627	740,688
Cumulative effects of adopting SFRS(I) framework	-	85,537	-	-	(89,462)	-	-	-	-	(89,462)	-	(3,925)	-	(3,925)
<b>At 1 January 2018 (SFRS(I) framework)</b>	788,267	(99,660)	100	(86,390)	-	15,426	405	197	2,791	(67,471)	-	621,136	115,627	736,763
Profit for the period	-	6,623	-	-	-	-	-	-	-	-	-	6,623	1,742	8,365
<u>Other comprehensive income</u>														
Foreign currency translation	-	-	-	1,034	-	-	-	-	-	1,034	-	1,034	226	1,260
Net change in fair value of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	(786)	-	-	(786)	-	(786)	-	(786)
<b>Other comprehensive income for the period, net of tax</b>	-	-	-	1,034	-	-	(786)	-	-	248	-	248	226	474
<b>Total comprehensive income for the period</b>	-	6,623	-	1,034	-	-	(786)	-	-	248	-	6,871	1,968	8,839
<u>Contributions by and distributions to owners</u>														
Shares issued for acquisition of a subsidiary	1,984,000	-	-	-	-	-	-	-	-	-	-	1,984,000	-	1,984,000
Shares issued on conversion of warrants	95	-	-	-	-	-	-	-	-	-	-	95	-	95
Share issuance expenses	(160)	-	-	-	-	-	-	-	-	-	-	(160)	-	(160)
Grant of equity-settled share options to employees	-	-	-	-	-	-	-	-	-	-	-	-	172	172
Acquisition of subsidiary under common control	-	-	(1,842,469)	-	-	-	-	-	-	(1,842,469)	-	(1,842,469)	-	(1,842,469)
Dividends paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	(471)	(471)
<b>Total contributions by and distributions to owners</b>	1,983,935	-	(1,842,469)	-	-	-	-	-	-	(1,842,469)	-	141,466	(299)	141,167
<u>Changes in ownership interests in subsidiaries</u>														
Acquisition of non-controlling interests without a change in control	-	-	-	-	-	-	-	-	(49,377)	(49,377)	-	(49,377)	(44,824)	(94,201)
Dilution of equity interests in a subsidiary due to the exercise of employee share options	-	-	-	-	-	-	-	-	-	-	-	-	29	29
<b>Total changes in ownership interests in subsidiaries</b>	-	-	-	-	-	-	-	-	(49,377)	(49,377)	-	(49,377)	(44,795)	(94,172)
<b>Total transactions with owners, recorded directly in equity</b>	1,983,935	-	(1,842,469)	-	-	-	-	-	(49,377)	(1,891,846)	-	92,089	(45,094)	46,995
<u>Others</u>														
Reserve attributable to disposal group classified as held for distribution	-	-	-	1,648	-	-	-	(197)	-	1,451	(1,451)	-	-	-
<b>Total others</b>	-	-	-	1,648	-	-	-	(197)	-	1,451	(1,451)	-	-	-
<b>At 30 September 2018</b>	2,772,202	(93,037)	(1,842,369)	(83,708)	-	15,426	(381)	-	(46,586)	(1,957,618)	(1,451)	720,096	72,501	792,597

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**

	Attributable to owners of the Company													
	Share capital	(Accumulated losses)/ retained earnings	Merger reserve	Foreign currency translation reserve	Assets revaluation reserve	Warrant reserve	Fair value reserve	Statutory reserve	Capital reserve	Total Other reserves	Reserve of disposal group classified as held for distribution	Total	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>At 1 October 2018</b>	<b>2,772,202</b>	<b>(93,037)</b>	<b>(1,842,369)</b>	<b>(83,708)</b>	<b>-</b>	<b>15,426</b>	<b>(381)</b>	<b>-</b>	<b>(46,586)</b>	<b>(1,957,618)</b>	<b>(1,451)</b>	<b>720,096</b>	<b>72,501</b>	<b>792,597</b>
Loss for the period	-	(4,462)	-	-	-	-	-	-	-	-	-	(4,462)	157	(4,305)
<u>Other comprehensive income</u>														
Foreign currency translation	-	-	-	(1,511)	-	-	-	-	-	(1,511)	-	(1,511)	(57)	(1,568)
Net change in fair value of equity instruments at fair value through other comprehensive income	-	-	-	-	-	-	(92)	-	-	(92)	-	(92)	-	(92)
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,511)</b>	<b>-</b>	<b>-</b>	<b>(92)</b>	<b>-</b>	<b>-</b>	<b>(1,603)</b>	<b>-</b>	<b>(1,603)</b>	<b>(57)</b>	<b>(1,660)</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>(4,462)</b>	<b>-</b>	<b>(1,511)</b>	<b>-</b>	<b>-</b>	<b>(92)</b>	<b>-</b>	<b>-</b>	<b>(1,603)</b>	<b>-</b>	<b>(6,065)</b>	<b>100</b>	<b>(5,965)</b>
<u>Contributions by and distributions to owners</u>														
Shares issued on conversion of warrants	7	-	-	-	-	-	-	-	-	-	-	7	-	7
Grant of equity-settled share options to employees	-	-	-	-	-	-	-	-	-	-	-	-	47	47
Dividends paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	(706)	(706)
<b>Total contributions by and distributions to owners</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7</b>	<b>(659)</b>	<b>(652)</b>
<u>Changes in ownership interests in subsidiaries</u>														
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(1,847)	(1,847)
<b>Total changes in ownership interests in subsidiaries</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,847)</b>	<b>(1,847)</b>
<b>Total transactions with owners, recorded directly in equity</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7</b>	<b>(2,506)</b>	<b>(2,499)</b>
<u>Others</u>														
Reserve attributable to disposal group classified as held for distribution	-	-	-	(648)	-	-	473	-	-	(175)	175	-	-	-
<b>Total others</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(648)</b>	<b>-</b>	<b>-</b>	<b>473</b>	<b>-</b>	<b>-</b>	<b>(175)</b>	<b>175</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>At 31 December 2018</b>	<b>2,772,209</b>	<b>(97,499)</b>	<b>(1,842,369)</b>	<b>(85,867)</b>	<b>-</b>	<b>15,426</b>	<b>-</b>	<b>-</b>	<b>(46,586)</b>	<b>(1,959,396)</b>	<b>(1,276)</b>	<b>714,038</b>	<b>70,095</b>	<b>784,133</b>

## STATEMENT OF CHANGES IN EQUITY

### Company

	Share capital \$'000	(Accumulated losses)/ retained earnings \$'000	Total equity \$'000
<b>At 1 January 2019</b>	<b>2,772,209</b>	<b>(282,201)</b>	<b>2,490,008</b>
Profit for the period, representing total comprehensive income for the period	-	17,121	17,121
<u>Contributions by and distributions to owners</u>			
Shares issued on conversion of warrants	29,455	-	29,455
Non-cash distribution to owners of the Company	(155,973)	(740)	(156,713)
Capital reduction	(281,194)	281,194	-
Dividends on ordinary shares	-	(6,610)	(6,610)
<b>Total contributions by and distributions to owners</b>	<b>(407,712)</b>	<b>273,844</b>	<b>(133,868)</b>
<b>At 30 September and 1 October 2019</b>	<b>2,364,497</b>	<b>8,764</b>	<b>2,373,261</b>
Profit for the period, representing total comprehensive income for the period	-	1,951	1,951
<b>At 31 December 2019</b>	<b>2,364,497</b>	<b>10,715</b>	<b>2,375,212</b>
<b>At 1 January 2018</b>	<b>788,267</b>	<b>(419,572)</b>	<b>368,695</b>
Loss for the period, representing total comprehensive income for the period	-	(37,963)	(37,963)
<u>Contributions by and distributions to owners</u>			
Shares issued for acquisition of a subsidiary	1,984,000	-	1,984,000
Shares issued on conversion of warrants	95	-	95
Share issuance expenses	(160)	-	(160)
Gain from novation of shareholder's loans	-	176,341	176,341
<b>Total contributions by and distributions to owners</b>	<b>1,983,935</b>	<b>176,341</b>	<b>2,160,276</b>
<b>At 30 September and 1 October 2018</b>	<b>2,772,202</b>	<b>(281,194)</b>	<b>2,491,008</b>
Loss for the period, representing total comprehensive income for the period	-	(1,007)	(1,007)
<u>Contributions by and distributions to owners</u>			
Shares issued on conversion of warrants	7	-	7
<b>Total contributions by and distributions to owners</b>	<b>7</b>	<b>-</b>	<b>7</b>
<b>At 31 December 2018</b>	<b>2,772,209</b>	<b>(282,201)</b>	<b>2,490,008</b>

- 1(d) (ii) Details of any changes in the company's share capital arising from rights issue, bonus issues, 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.

	31 December 2019		31 December 2018	
	No. of issued shares	Amount \$'000	No. of issued shares	Amount \$'000
Balance as at 1 Oct	26,441,016,807	2,364,497	26,072,800,745	2,772,202
Conversion of warrants	-	-	80,000	7
Balance as at 31 Dec	26,441,016,807	2,364,497	26,072,880,745	2,772,209

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

	As at 31 Dec 2019	As at 31 Dec 2018
Number of issued shares	26,441,016,807	26,072,880,745
Number of treasury shares	Nil	Nil

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

There was no sale, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

- 1(d) (v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

There was no sale, transfer, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

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

The figures have neither been audited nor reviewed by the Company's auditors.

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 fourth quarter ended 31 December 2019 are consistent with those applied in the financial statements for the year ended 31 December 2018, except for the adoption of new accounting standards (including its consequential amendments) and interpretations applicable for the financial period beginning 1 January 2019 as disclosed in item 5 below.

**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.**

The adoption of new and revised accounting standards does not have substantial effect on the financial results and position of the Group except for the adoption of Singapore Financial Reporting Standards (International) (SFRS(I)) 16 Leases which took effect on 1 January 2019, using the modified retrospective approach. In compliance with SFRS(I) 16 Leases, the Group has applied the practical expedient to recognise the amount of right-of-use assets equal to the lease liabilities, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position immediately before 1 January 2019.

**6. Earnings per ordinary share ("EPS") 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 :-**

EPS based on net profit attributable to shareholders of the Company (cents):				
	4th quarter ended 31 December		12 months ended 31 December	
	2019	2018	2019	2018
(a) Basic*	(0.004)	(0.017)	(0.006)	0.008
(b) Diluted**	(0.004)	(0.017)	(0.006)	0.008
<b>Continuing operations</b>				
(a) Basic*	(0.004)	(0.001)	0.002	0.042
(b) Diluted**	(0.004)	(0.001)	0.002	0.042
Weighted average number of ordinary shares on issue as at the end of the period	26,441,016,807	26,072,817,267	26,352,571,953	26,072,423,046
Weighted average number of ordinary shares on issue after adjusting for effects of dilutive warrants as at the end of the period	26,441,016,807	26,072,817,267	26,352,571,953	26,262,541,238

\* Based on weighted average number of fully paid shares in issue

\*\* The diluted earnings per share is the same as the basic earnings per share as there were no dilutive potential ordinary shares

**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.

	As at	
	31 Dec 2019	31 Dec 2018
Net asset value per ordinary share of		
Group (cents)	2.48	3.01
Company (cents)	8.98	9.55

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.**

**REVIEW OF THE GROUP'S PERFORMANCE**

**4Q2019 compared with 4Q2018**

*Continuing operations*

The Group recorded an increase in revenue of 4.3% or \$2.5 million from \$56.1 million in 4Q2018 to \$58.6 million in 4Q2019. The increase was attributable mainly to increase in inpatient admissions, average bill sizes and greater revenue intensity. The Group's EBITDA increased by 30.6% from \$10.9 million to \$14.3 million during the quarter mainly due to lower rental expenses as a result of SFRS(I) 16 and the absence of impairment loss on development and investment properties. Excluding the effect of SFRS(I) 16 and impairment loss on development and investment properties, the Group's EBITDA decreased by 3.2% due to higher operating costs which arose from cost inflation in goods, services and wages. Operating profits increased 21.0% from \$8.0 million in 4Q2018 to \$9.7 million in 4Q2019 mainly due to the absence of impairment loss on development and investment properties in the current period.

Depreciation and amortisation expenses increased by \$1.7 million in 4Q2019 mainly due to SFRS(I) 16. Excluding the depreciation of right-of-use assets arising from SFRS(I) 16, total depreciation and amortisation expenses decreased by approximately \$0.1 million in 4Q2019.

Staff costs increased by 9.8% or \$1.6 million mainly due to increase in headcount and wage inflation.

Net finance costs were higher by \$0.5 million mainly due to higher interest rates and recognition of lease-related interest expenses attributed to the lease liabilities on the balance sheet.

Income tax expense was higher mainly due to one-off and non-cash additional deferred tax liabilities provided as a result of the change in the tax rate of real property gain tax from 5% to 10% in Malaysia.

As a result of the above, the Group recorded a net loss after tax of \$1.1 million in 4Q2019.

*Discontinued operation*

The Real Estate business has been spun off via a distribution *in specie* by way of capital reduction in 1Q2019.

**12M2019 compared with 12M2018**

*Continuing operations*

Revenue for 12M2019 increased by 6.6% or \$14.2 million from \$215.6 million in 12M2018 to \$229.8 million. The increase was mainly due to higher overall patient load, increased average bill sizes and greater revenue intensity. The Group's EBITDA increased by 13.1% from \$48.7 million to \$55.1 million during the period mainly due to lower rental expenses as a result of SFRS(I) 16 and the absence of impairment loss on development and investment properties. Excluding the effect of SFRS (I) 16 and impairment loss on development and investment properties, the Group's EBITDA decreased by 5.6% mainly due to higher operating costs which arose from cost inflation in goods, services and wages. Operating profits increased 0.9% from \$37.2 million in 12M2018 to \$37.5 million in 12M2019 due mainly to the absence of impairment loss on development and investment properties, which was partially offset by higher operating expenses and costs associated with the opening of the multi-specialty medical centre at Paragon Medical Centre and costs related to the new clinics.

Depreciation and amortisation expenses increased by \$6.1 million in 12M2019 mainly due to SFRS(I) 16. Excluding the depreciation for right-of-use assets arising from the SFRS(I) 16, total depreciation and amortisation expenses decreased by approximately \$0.5 million in 12M2019.

Staff costs increased by 12.7% or \$7.7 million mainly due to increase in headcounts and wage inflation.

Net finance costs were higher by \$7.7 million mainly due to the full period impact from the bank borrowings taken for the acquisition of the healthcare businesses, higher interest rates and recognition of lease-related interest expenses attributed to the lease liabilities on the balance sheet.

Income tax expense was higher mainly due to one-off and non-cash additional deferred tax liabilities provided as a result of the change in the tax rate of real property gain tax from 5% to 10% in Malaysia.

The Group recorded a lower net profit after tax of \$3.1 million in 12M2019. The decrease was mainly due to the reasons as described above.

*Discontinued operation*

The Real Estate business has been spun off via a distribution *in specie* by way of capital reduction in 1Q2019. Net loss from the Real Estate business up till the date of distribution was \$2.3 million. These losses were due to operating loss and net unrealised foreign exchange loss of \$1.0 million arising from exchange rate movement between Sterling Pound and Singapore dollars.

## **REVIEW OF STATEMENT OF FINANCIAL POSITION**

Total assets of the Group were \$151.3 million lower as at 31 December 2019 compared to 31 December 2018 mainly due to the distribution of the Real Estate Business assets which was partially offset by the addition of property and equipment and the recognition of right-of-use assets as a result of SFRS(I) 16.

Total liabilities were \$23.7 million lower as at 31 December 2019 compared to 31 December 2018, due mainly to the derecognition of liabilities following the completion of the distribution of the Real Estate Business and repayments of shareholder loan, partially offset by the recognition of lease liabilities as a result of SFRS(I) 16.

The share capital of the Company was \$2.4 billion as at 31 December 2019 compared to \$2.8 billion as at 31 December 2018. The decrease was mainly due to the completion of the distribution in specie of the Real Estate business by way of capital reduction amounting to \$156.0 million and further capital reduction to write-off the accumulated losses of the Company amounting to \$281.2 million. The decrease was offset by the increase in the new shares issued amounting to \$29.5 million arising from the conversion of warrants which was expired on 24 April 2019.

## **REVIEW OF STATEMENT OF CASH FLOWS**

### **4Q2019**

The Group recorded a net decrease in cash and cash equivalents during the quarter ended 31 December 2019 of \$10.9 million. The net decrease was mainly due to (a) net cash outflow used in investing activities of \$23.2 million for property and equipment additions and (b) net cash outflows used in financing activities of \$7.4 million for payment of lease liabilities amounting to \$1.8 million and interest paid of \$5.5 million.

The net decrease was offset by the net cash flows from operating activities of \$19.6 million which resulted from cash generated from operating activities, interest income received and net working capital inflows, offset by net income tax paid.

### **12M2019**

The Group recorded a net decrease in cash and cash equivalents during the period ended 31 December 2019 of \$36.9 million. The net decrease was mainly due to (a) net cash outflow used in investing activities of \$81.6 million for property and equipment additions and net cash outflow arising from the divestment of the Real Estate business and (b) net cash outflows used in financing activities of \$23.5 million for loan repayments amounting to \$232.3 million which was financed by the net proceeds from the MTN of \$223.3 million, interest paid of \$23.4 million, offset by the proceeds from the exercise of warrants in the holding company and the subsidiary.

The net decrease was offset by the net cash flows from operating activities of \$68.2 million which was resulted from cash generated from operating activities, interest income received and net working capital inflows, offset by net income tax paid.

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

Not applicable.

**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 current 2019 Novel Coronavirus (COVID-19) cases are growing, albeit in smaller numbers in Singapore and Malaysia. If the epidemic persists or deteriorates to a pandemic, it may affect the business of the Group, especially for elective and non-urgent cases. Notwithstanding the current epidemic, our operations in both Singapore and Malaysia continue as per normal.

We continued to execute our approved strategies and expansion of our operations as planned. In Singapore, we have moved our fertility centre to Paragon Medical Centre in January and have commenced operations in the new premises. We are putting in place the expansion of an additional obstetric and gynaecological clinic and expanding our paediatric operations.

The expansion works of the new wing of our Malaysian Thomson Hospital Kota Damansara is progressing as scheduled.

Based on the current economic outlook and barring any unforeseen circumstances or a further severe deterioration of the current COVID-19 epidemic, the Directors expect the Group to remain profitable for the financial year.

11. **Dividend.**
- (a) **Current Financial Period Reported On**  
Any dividend declared 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 fourth quarter ended 31 December 2019 as the Company will only consider declaring a final dividend after the end of each financial year.

13. **If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Company did not obtain a general mandate from shareholders for IPTs.

14. **Update on use of exercise proceeds from Warrants Issue.**

The proceeds from the Bonus Warrants have not been utilised as of 31 December 2019. The Company will make periodic announcements on the material disbursement of any proceeds arising from the exercise of the Bonus Warrants as and when such proceeds are materially disbursed.

15. **Negative Confirmation pursuant to Rule 705(5) of the Listing Manual**

To the best of our knowledge, nothing has come to the attention of the Board of Directors, which may render the unaudited interim financial results for the period ended 31 December 2019 to be false or misleading in any material aspect.

16. **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in appendix 7.7) under Rule 720(1).**

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

**BY ORDER OF THE BOARD**

Dr Wong Chiang Yin  
Executive Director and Group Chief Executive Officer

12 February 2020