

THOMSON MEDICAL CENTRE LIMITED
(Reg. No. 197702260R)

Financial Statement Announcement for the Year Ended 31 August 2010

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS

1(a) An Income statement (for the group) together with a comparative statement for the preceding financial year

	Fourth Quarter Ended			Year-To-Date		
	31 August 2010	31 August 2009	Change	31 August 2010	31 August 2009	Change
	\$'000	\$'000	%	\$'000	\$'000	%
REVENUE	22,186	17,994	23.3	81,678	67,394	21.2
Cost of sales	(12,209)	(10,197)	19.7	(45,975)	(38,312)	20.0
GROSS PROFIT	9,977	7,797	28.0	35,703	29,082	22.8
Other operating income	406	559	(27.4)	1,860	2,066	(10.0)
Administrative expenses	(3,437)	(2,684)	28.1	(11,281)	(9,845)	14.6
Other operating expenses	(1,757)	(1,448)	21.3	(6,400)	(5,476)	16.9
Finance costs	(77)	(30)	156.7	(89)	(145)	(38.6)
PROFIT BEFORE TAXATION	5,112	4,194	21.9	19,793	15,682	26.2
Taxation	(955)	(790)	20.9	(3,542)	(2,967)	19.4
PROFIT AFTER TAX FOR THE PERIOD/YEAR	4,157	3,404	22.1	16,251	12,715	27.8
Profit attributable to:						
Equity holders of the Company	4,040	3,410	18.5	15,888	12,791	24.2
Non-controlling interests	117	(6)	(2,050.0)	363	(76)	(577.6)
	4,157	3,404	22.1	16,251	12,715	27.8
Net Profit margin (%)	18.7	18.9		19.9	18.9	
Profit before taxation includes the following:						
Allowance for impairment of trade receivables	(310)	68		(322)	(8)	
Depreciation of property and equipment	(937)	(907)		(3,725)	(3,385)	
Interest income	16	6		72	58	
Gain on disposal of property and equipment	1	2		1	-	
Property and equipment written off	(108)	(6)		(112)	(50)	
Share option expense	(234)	(104)		(496)	(392)	

N.M. denotes not meaningful

Statement of comprehensive income/(expenses)

	Fourth Quarter Ended			Year-To-Date		
	31 August 2010	31 August 2009	Change	31 August 2010	31 August 2009	Change
	\$'000	\$'000	%	\$'000	\$'000	%
Profit after tax for the period/year	4,157	3,404	22.1	16,251	12,715	27.8
Other comprehensive income						
Net asset revaluation surplus/ (deficit)	22,634	-	N.M	22,634	(4,000)	N.M
Other comprehensive income for the period/year, net of taxation	22,634	-	N.M	22,634	(4,000)	N.M
Total comprehensive income for the period/year, net of taxation	26,791	3,404	687.0	38,885	8,715	346.2
Total comprehensive income attributable to:						
Equity holders of the Company	26,674	3,410	682.2	38,522	8,791	338.2
Non-controlling interests	117	(6)	(2,050.0)	363	(76)	(577.6)
	26,791	3,404	687.0	38,885	8,715	346.2

N.M. denotes not meaningful

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 August 2010	31 August 2009	31 August 2010	31 August 2009
	\$'000	\$'000	\$'000	\$'000
ASSETS				
Non Current Assets				
Goodwill	146	146	-	-
Property and equipment	127,893	106,922	126,445	105,229
Subsidiaries	-	-	1,657	1,577
	<u>128,039</u>	<u>107,068</u>	<u>128,102</u>	<u>106,806</u>
Current Assets				
Inventories, at cost	1,037	1,163	700	930
Trade and other receivables	3,055	3,492	5,176	4,583
Deposits and prepayments	951	773	704	611
Fixed deposits	13,048	10,726	9,545	8,000
Cash and bank balances	17,485	9,841	8,026	4,306
	<u>35,576</u>	<u>25,995</u>	<u>24,151</u>	<u>18,430</u>
TOTAL ASSETS	<u>163,615</u>	<u>133,063</u>	<u>152,253</u>	<u>125,236</u>
EQUITY AND LIABILITIES				
Capital and Reserves				
Share capital	37,595	37,464	37,595	37,464
Reserves	76,058	52,928	76,058	52,928
Retained earnings	28,011	20,910	21,246	16,613
Attributable to equity holders of the company	<u>141,664</u>	<u>111,302</u>	<u>134,899</u>	<u>107,005</u>
Non-controlling interests	436	1	-	-
Total equity	<u>142,100</u>	<u>111,303</u>	<u>134,899</u>	<u>107,005</u>
LIABILITIES				
Non Current Liabilities				
Bank borrowings (secured)	-	1,360	-	1,360
Deferred taxation	1,779	1,674	1,676	1,616
	<u>1,779</u>	<u>3,034</u>	<u>1,676</u>	<u>2,976</u>
Current Liabilities				
Trade and other payables	14,949	15,113	11,339	11,886
Current tax payable	3,427	2,253	2,979	2,009
Bank borrowings (secured)	1,360	1,360	1,360	1,360
	<u>19,736</u>	<u>18,726</u>	<u>15,678</u>	<u>15,255</u>
TOTAL EQUITY AND LIABILITIES	<u>163,615</u>	<u>133,063</u>	<u>152,253</u>	<u>125,236</u>

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 August 2010		As at 31 August 2009	
Secured	Unsecured	Secured	Unsecured
\$1,360,000	nil	\$1,360,000	nil

AMOUNT REPAYABLE AFTER ONE YEAR

As at 31 August 2010		As at 31 August 2009	
Secured	Unsecured	Secured	Unsecured
nil	nil	\$1,360,000	nil

Details of any collateral

The Group's borrowings comprise term loan and obligations under finance leases. Term loan is secured by a first legal mortgage over the property located at 339 Thomson Road in Singapore.

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

Consolidated Statement of Cash Flows for the:-

	Year Ended	
	31 August 2010	31 August 2009
	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Taxation	19,793	15,682
Adjustments for :		
Depreciation of property and equipment	3,725	3,385
Employee share option expense	(871)	392
Interest expense	88	145
Interest income	(72)	(79)
Property and equipment written off	112	50
Gain on disposal of property and equipment	(1)	-
Allowance for impairment of trade receivables	322	-
Operating profit before working capital changes	<u>23,096</u>	<u>19,575</u>
Decrease/(Increase) in inventories	126	(212)
(Increase)/Decrease in operating receivables	166	640
(Increase)/Decrease in deposits and prepayment	(178)	142
(Decrease)/Increase in operating payables	(101)	2,222
NET CASH GENERATED FROM OPERATING ACTIVITIES	<u>23,109</u>	<u>22,367</u>
Income taxes paid	(2,265)	(3,226)
NET CASH GENERATED FROM OPERATING ACTIVITIES	<u>20,844</u>	<u>19,141</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property and equipment	1	-
Acquisition of property and equipment	(808)	(5,329)
Interest received	24	58
NET CASH USED IN INVESTING ACTIVITIES	<u>(783)</u>	<u>(5,271)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from employee share option scheme	131	-
Repayment of bank borrowings	(1,360)	(1,360)
Dividends paid	(8,734)	(7,299)
Interest paid	(153)	(148)
Capital contribution from minority shareholders of a subsidiary	20	-
Repayment of finance lease obligations	-	(66)
Increase in pledged deposits	-	(41)
NET CASH USED IN FINANCING ACTIVITIES	<u>(10,096)</u>	<u>(8,914)</u>
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS	9,965	4,956
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>20,356</u>	<u>15,400</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>30,321</u>	<u>20,356</u>

For the purpose of consolidated statement of cash flows, cash and cash equivalents comprise the following:

Cash and bank balances	17,485	9,841
Fixed deposits	13,048	10,726
	<u>30,533</u>	<u>20,567</u>
Pledged deposits	(211)	(211)
	<u>30,322</u>	<u>20,356</u>

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 capitalization issues and distributions to shareholders, together with a comparative statement of the immediately preceding financial year

**Statements of Changes in Equity
THE GROUP**

	Attributable to equity holders of the Company					Total equity
	Share capital	Revaluation reserve	Share option reserve	Retained earnings	Non-controlling interests	
(\$'000)						
Balance at 1 September 2008	37,464	56,386	150	15,418	77	109,495
Employee share option scheme - value of employee services	-	-	392	-	-	392
Total comprehensive (loss)/income for the period	-	(4,000)	-	12,791	(76)	8,715
Dividends paid				(7,299)		(7,299)
Balance at 31 August 2009	37,464	52,386	542	20,910	1	111,303
Balance at 1 September 2009	37,464	52,386	542	20,910	1	111,303
Employee share option scheme - value of employee services	-	-	496	-	-	496
Issue of shares under employee share option scheme	131	-	-	-	-	131
Total comprehensive income for the period	-	22,634	-	15,835	415	38,884
Incorporation of subsidiary	-	-	-	-	20	20
Dividends paid	-	-	-	(8,734)	-	(8,734)
Balance at 31 August 2010	37,595	75,020	1,038	28,011	436	142,100

THE COMPANY

	Attributable to equity holders of the Company					Total equity
	Share capital	Revaluation reserve	Share option reserve	Retained earnings	Non-controlling interests	
(\$'000)						
Balance at 1 September 2008	37,464	56,386	150	12,547	-	106,547
Employee share option scheme - value of employee services	-	-	392	-	-	392
Total comprehensive (loss)/income for the period	-	(4,000)	-	11,365	-	7,365
Dividends paid				(7,299)		(7,299)
Balance at 31 August 2009	37,464	52,386	542	16,613	-	107,005
Balance at 1 September 2009	37,464	52,386	542	16,613	-	107,005
Employee share option scheme - value of employee services	-	-	496	-	-	496
Issue of shares under employee share option scheme	131	-	-	-	-	131
Total comprehensive income for the period	-	22,634	-	13,367	-	36,001
Dividends paid	-	-	-	(8,734)	-	(8,734)
Balance at 31 August 2010	37,595	75,020	1,038	21,246	-	134,899

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 or 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 at the end of the current financial period reported on and as the end of the corresponding period of the immediately preceding financial year

There was an exercise of employee share options of 231,250 ordinary shares at total value of \$131,119 as at 31 August 2010 (31 August 2009: Nil).

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.

	As at 31 August 2010	As at 31 August 2009
Weighted average number of ordinary shares	292,074,871	291,977,434
Adjustment for potential dilutive ordinary shares	3,269,631	147,627
Weighted average number of ordinary shares (diluted)	295,344,502	292,125,061

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.

The Company does not hold any treasury shares at 31 August 2010 and accordingly there are no sales, transfers, disposal, cancellation and / or use of treasury shares during the current financial period reported on.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing SSRE 2410 (Review of Interim Financial Information Performed by the Independent Auditor of the Entity))

The figures have not been audited or reviewed in accordance with the Singapore Standard on Auditing SSRE 2410 (Engagements To Review of Interim Financial Information by Independent Auditor of the Entity).

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

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements for the year ended 31 August 2009, except as disclosed in paragraph 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 Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 September 2009. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in respective FRS and INT FRS.

The adoption of new/revised FRS and INT FRS did not result in any substantial changes to the Group's accounting policies nor any significant impact on the Group's financial statements, except for the disclosure of a statement of comprehensive income in accordance with the FRS 1 (Revised) Presentation of Financial Statements and its related change to the statement of changes in equity.

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

	Fourth Quarter Ended		Year-To-Date	
	31 August 2010	31 August 2009	31 August 2010	31 August 2009
Earnings per ordinary share (cents) :				
Based on basic basis ⁽¹⁾	1.51	1.17	5.56	4.38
Based on fully diluted basis ⁽²⁾	1.49	1.17	5.50	4.38

(1) Basic earnings per share for the 4th quarter ended 31 August 2010 and 31 August 2009 have been computed based on 292,074,871 and 291,977,434 ordinary shares respectively.

(2) Diluted earnings per share for the 4th quarter ended 31 August 2010 and 31 August 2009 have been computed based on the weighted average number of shares which amounted to 295,344,502 and 292,125,061 ordinary shares respectively.

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 period reported on and (b) immediately preceding financial year

	Group		Company	
	As at	As at	As at	As at
	31 August 2010	31 August 2009	31 August 2010	31 August 2009
Net asset value per ordinary share (cents)	48.48	38.12	46.18	36.65

Net asset value per ordinary share as at 31 August 2010 and 31 August 2009 have been computed based on 292,074,871 and 291,977,434 ordinary shares.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Profit and Loss Statement

Revenue

Fourth Quarter FY 2010 ("Q4 FY 2010")

The Group's revenue for the Fourth Quarter ended 31 August 2010 ("Q4 FY2010") increased by 23.3% or \$4.19 million from \$17.99 million for Q4 FY2009 to \$22.19 million for Q4 FY2010. This is due to the strong performance by both segments of our operations, namely, the Hospital Operations and Ancillary Services and Specialised and Other Services.

Revenue from Hospital Operations and Ancillary Services increased by 11.0% or \$1.47 million to \$14.95 million in Q4 FY2010 from \$13.49 million in Q4 FY2009. Revenue from obstetric has increased by 7.3% as compared to Q4 FY2009 attributable to the increase in the number of babies delivered in Q4 FY2010 and which increased from 2,279 in Q4 FY2009 to 2,292 in Q4 FY2010.

The Group's revenue from inpatient services grew by 11.7% during the quarter compared to Q4 FY2009 owing to higher room occupancy as a result of increase in deliveries and surgical cases. Revenue from outpatient services was 10.1% higher than Q4 FY2009 mainly due to the increase in patient load at the Thomson Lifestyle Centre, Parent-craft Centre and Diagnostic Imaging Centre.

Revenue from Specialised and Other Services increased by 60.5% or \$2.73 million to \$7.24 million in Q4 FY2010 from \$4.51 million in Q4 FY2009 as a result of increased patient load in the Group's network of Thomson Women's Clinics ("TWC") and Thomson Women Cancer Centre ("TWCC") and the contribution from our new business Thomson Paediatric Centre ("TPC"). These specialized centres also contributed to inpatient revenue in Hospital Operations and Ancillary Services.

Full Year ended 31 August 2010

The Group's revenue for the year ended 31 August 2010 increased by \$14.28 million, to \$81.68 million, an increase of 21.2% over FY2009 owing to the strong performance in our two segments of operations.

Revenue from Hospital Operations and Ancillary Services increased by 11.2% or \$5.80 million from \$51.85 million in FY2009 to \$57.65 million in FY2010. Both inpatient and outpatient services saw good performance where revenue grew by 12.2% and 10.1% respectively. Deliveries increased 4.1% from 8,907 in FY2009 to 9,268 in FY2010 whereas the total number of cases handled in our operating theatre increased by 3.2% from 7,247 in FY 2009 to 7,482 cases in FY 2010.

Specialised and Other Services grew by 54.6% or \$8.49 million over the previous year due mainly to the two new business units, TWCC and TPC and the continued growth in patient load and revenue in the Group's network of Thomson Women's Clinics. Revenue in TWCC, which began operation in February 2009 grew to \$2.90 million in FY2010 from \$1.10 million in FY 2009 and the Group's network of TWC grew \$1.33 million or 13.9% in FY2010 to \$10.97 million from \$9.63 million in FY2009. The eight-month old TPC made a strong debut with revenue registering \$4.94 million during its operation during the period.

Net Profit After Tax

Fourth Quarter FY 2010 ("Q4 FY 2010")

Net Profit after Tax ("NPAT") for Q4 FY2010 was \$4.16 million, which is 22.1% or \$0.75 million higher than Q4 FY2009. This is attributable to the increase in revenue from both our Hospital Operations and Ancillary Services and the two new businesses under the Specialized and Other Services, namely TWCC and TPC and the improvement in our gross margin during the quarter from 43.3% in Q4 FY2009 to 45.0% in Q4 FY2010.

Administration expenses increased by 28.1% in Q4 FY2010 compared to Q4 FY2009 due mainly to higher manpower cost as a result of increase in manpower; and more efforts spent on marketing and promotional activities.

Other operating expenses in Q4 FY2010 were higher than Q4 FY2009 by 21.3% due mainly to an increase in depreciation charge for the renovated wards completed in FY2009.

Full Year ended 31 August 2010

NPAT for year ended 31 August 2010 grew 27.8% to \$16.25 million from \$12.72 million in FY2009 mainly attributable to a 21.2% increase in revenue, improved gross margin and better management of overhead costs.

The Group's gross margin for the full year of FY2010 was 43.7%, an improvement over the same period in FY2009 of 43.2%.

Group administration expenses increased by 14.6%, or \$1.44 million, to \$11.28 million was mainly due to higher administrative manpower costs from increased staffing and more efforts spent on marketing and promotional activities.

Other operating expenses were higher by 16.9% mainly due to an increase in depreciation charge for the renovated wards completed in FY2009.

Other comprehensive income

In August 2010, a full valuation was done for the freehold land and building at 339 Thomson Road, Singapore. This resulted in a revaluation surplus of \$22.6 million and these have been recognized in other comprehensive income for the financial year in accordance with the revision to FRS1 on presentation of financial statements.

In the previous financial year, the revaluation deficit relating to the freehold land and building was \$4 million.

Consolidated Balance Sheet

Shareholders' Equity

The Group's shareholders' equity increased to \$142.10 million at 31 August 2010 from \$111.30 million at 31 August 2009, mainly as a result of the increased operating profit recorded for the year and the net revaluation surplus arising from the revaluation of land and building. This increase is partly offset by dividends payment of \$8.73 million during the year ended 31 August 2010.

Fixed Assets

The freehold land and building, at 339 Thomson Road, Singapore, were revalued based on a full valuation by Knight Frank Pte Ltd as at 31 August 2010 for year end reporting purposes in accordance with its accounting policies.

The net revaluation surplus of \$22.63 million was credited to asset revaluation reserve under equity.

Current Assets

The Group's current assets increased by \$9.73 million from \$26.00 million as at 31 August 2009 to \$35.58 million as at 31 August 2010 mainly due to an increase in cash and bank balances.

Bank Borrowings

Bank borrowings have been reduced by the repayment of \$1.36 million during the year as scheduled.

Current Liabilities

Increase in current liabilities as at 31 August 2010 as compared to 31 August 2009 was mainly due to higher provision for taxation.

Liquidity

The Group remains in a strong financial position with fixed deposits and cash and bank balance totalling \$30.53 million as at 31 August 2010.

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

The current financial period's results are in line with the Directors' expectations as disclosed in the Group's Q3 FY2010 results announcement.

10. A commentary at the date of the announcement of the 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

During the financial year, the Group continues to achieve better performance in both its Hospital Operations and Ancillary Services and its Specialised and Other Services segment.

The Group handled a new-record high of 9,268 deliveries in our hospital during FY2010 which represents a 4.1% increase over the last financial year while our operating theatres handled 7,482 cases which represents a 3.2% increase over FY 2009. This record increase in our deliveries demonstrates our position as a market leader among private hospitals in Singapore and affirms Thomson Medical Centre's reputation as the hospital of choice for women and children.

Thomson Medical's continuing pursuit in the delivery of premium service and business excellence has gained us much national recognition. In January 2010 we topped the healthcare sector in the Customer Satisfaction Index for Singapore (CSISG) survey conducted by the Singapore Management University. Thomson Medical Centre was also awarded the May Day CBF Model Partnership Award 2010 by the National Trades Union Congress (NTUC) in 2010. This award was given in recognition of our effort in improving productivity and our competitiveness, thus delivering *Cheaper, Better & Faster* service offerings.

Thomson Medical was, for the fifth consecutive year, a recipient of the "Most Transparent Company Award 2010" in the Mainboard Small Caps Category. This award by the Securities Investors' Association Singapore recognises the organisation's commitment towards good corporate governance and transparency.

In May 2010, two senior O&G specialists took up tenancy with the Group and they have begun to contribute to the increased patient referrals to the Group's hospital. The Group will work towards attracting more senior specialists to the Group's hospital and with their joining, patient referrals is expected to increase further.

The Group has delayed its plan to have another 2 operating theatres to the Group's current existing 4 operating theatres. This temporary delay is due to the Group's effort to review its space rationalization for better space planning. The Group expects to complete this rationalization soon and work on the 2 operating theatres will likely commence in the 2Q FY2011. The delay in the addition of another 2 operating theatres is not expected to have a material impact on the Group's performance for FY 2011.

Our recent organic expansion has performed well. The Group's Thomson Women Cancer Centre and the 8-month old Thomson Paediatric Centre are both making healthy contributions to the Group's financial performance and the Group expects both these centres to continue to perform well.

The Group will continue to strengthen its market leadership position by developing more value-added and innovative services and will complement this with further upgrading of our facilities. We will also continue to refresh and upgrade ourselves and identify new technologies that we can use to enhance our service delivery. We will work towards growing the distribution channels in the region to attract more foreign patients to use our facilities and services.

On the regional front, the Group's consultancy and management project in Binh Duong Province in Vietnam, the Hanh Phuc International Women and Children Hospital has recently held an Open House on 23 October 2010 and is scheduled to commence its hospital operation in November 2010. Meanwhile, the Group is currently evaluating potential sites for the second hospital in Hanoi, Vietnam.

The advanced estimates released recently by the Singapore Ministry of Trade and Industry for the July-September quarter of 2010 showed that the Singapore economy remains on track to achieve overall growth forecast of 13 to 15% for 2010. With the positive economic outlook and barring unforeseen circumstances, the Board of Directors expects the Group to continue to be profitable in FY2011.

The Board of Directors also wishes to announce that Mr Cheng Shao Shiong @ Bertie Cheng, its Non-Executive Director and Mr Allan Yeo, its Group Chief Executive have been appointed as Directors to the Board of Hanh Phuc Hospital.

11. Dividend

(a) Current financial Period Reported On

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

Name of Dividend	:	First Interim Dividend
Dividend type	:	Cash
Dividend amount	:	1.2 cents per ordinary share
Tax rate	:	Tax exempt (one-tier)

Name of Dividend	:	Final Dividend
Dividend type	:	Cash
Dividend amount	:	2.0 cents per ordinary share
Tax rate	:	Tax exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	:	Final Dividend
Dividend type	:	Cash
Dividend amount	:	1.5 cents per ordinary share
Tax rate	:	Tax exempt (one-tier)

Name of Dividend	:	Special Dividend
Dividend type	:	Cash
Dividend amount	:	0.3 cents per ordinary share
Tax rate	:	Tax exempt (one-tier)

(c) Date Payable

7 January 2011

(d) Books closure date

17 December 2010

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

Not applicable.

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

Segmental results	Hospital Operations and Ancillary Services		Specialised and Other Services		Total	
	2010	2009	2010	2009	2010	2009
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	57,663	51,854	24,026	15,540	81,689	67,394
Segment results	16,804	13,991	3,717	1,836	20,521	15,827
Finance cost	(89)	(145)	-	-	(89)	(145)
	16,715	13,846	3,717	1,836	20,432	15,682
Income tax					(3,542)	(2,967)
Profit after taxation					16,890	12,715
Segment assets	147,094	121,434	16,519	11,629	163,613	133,063
Unallocated assets					-	-
					163,613	133,063
Segment liabilities	11,633	14,060	4,675	3,773	16,308	17,833
Unallocated liabilities					5,206	3,927
					21,514	21,760
Other information						
Capital expenditure	2,102	4,203	72	1,126	2,174	5,329
Depreciation of property and equipment	3,417	3,122	306	263	3,723	3,385
Property and equipment written off	101	45	11	5	112	50
Allowance/ (write back) for impairment on trade receivables	322	(13)	0	21	322	8
Write off/ allowance for obsolete inventory	-	0	1	5	1	5
Share option expense	496	392	-	-	496	392

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

There are no factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

15. A breakdown of sales

	Group Year Ended		Increase %
	31 August 2010 \$'000	31 August 2009 \$'000	
Sales reported for first half year	37,661	31,992	17.7
Operating profit after tax before deducting minority interest reported for first half year	7,190	5,894	22.0
Sales report for second half year	44,017	35,402	24.3
Operating profit after tax before deducting minority interest reported for second half year	9,061	6,821	32.8

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year (\$'000)	Previous Full Year (\$'000)
Ordinary shares		
-Interim	3,505	2,920
-Final	5,841	4,379
-Special		876

17. Bonus Share

The Directors recommend a bonus issue (the "Bonus Issue") on the basis of one (1) Bonus Share for every ten (10) existing shares each held by the shareholders of the Company (the "Shareholders") as at a book closure date to be determined by the Directors.

The Bonus Issue is subject to the approval of the Singapore Exchange Securities Trading Limited ("SGX-ST") for the listing and quotation of the Bonus Shares and the approval by shareholders of the general share issue mandate to be sought at the forthcoming Annual General Meeting of the Company. The Company will make an application to the SGX-ST for permission to deal in and for listing and quotation of the Bonus Shares.

The actual number of Bonus Shares that will be issued by the Company will depend on the total number of issued shares of the Company as at the book closure date. The Bonus Shares will be issued pursuant to the general share issue mandate to be obtained at the forthcoming Annual General Meeting.

The Bonus Issue enables the Company to express its appreciation and to reward loyal Shareholders for their continuing support for the Company. The Bonus Shares, when issued, will rank pari passu in all respects with the existing shares in the capital of the Company, except that they will not be entitled to any dividend declared in respect of the financial year ended 31 August 2010.

BY ORDER OF THE BOARD

Dr Cheng Wei Chen
Executive Chairman

26 October 2010