

Ref : 33/2021

August 13, 2021

Subject : The explanation of operating results for the second quarter of 2021

To : The SET President

Vibhavadi Medical Center Pcl. (VIBHA) would like to disclose the review of consolidated interim financial statements of the Group and the interim financial statement of the Company for the period ending June 30, 2021. The results shows net profit of Baht 271.51 million, comparing at the same period in 2019 representing 818.83% increase. This is mainly due to :

1. VIBHA and its subsidiary have total incomes amount Baht 1,720.70 million comparing at the same period in Q2/2020 representing 29.65% increase. The reasons for increase are :

1.1 The revenues can from the Company and subsidiary as follows :

- VIBHA	764.86	Million baht
- CMR	898.63	Million baht
- Princeton Park Suite Co.,Ltd	24.31	Milliom baht
- Beauty Design Center Co.,Ltd	31.82	Million baht
- V Precision Co.,Ltd	1.08	Million baht
Total	<u>1,720.70</u>	Million baht

1.2 In Q2/2021 VIBHA has a divided received from investment amount Baht 60.14 million increase of Baht 12.46 million from the previous year, or 26.14%

1.3 In Q2/2021 VIBHA had a gain on sales of investment amount Baht 1.33 million and profit from the fair value measurement of financial assets amount Baht 33.98 million.

1.4 The other income amount Baht 23.18 million comparing at the same period in Q2/2020 representing 4.51% increase .

2. The expenses of VIBHA and its subsidiaries as follow :

	Q2/2021	Q2/2020
Cost of medical treatment	1,145.13	958.57
Cost of rental and services	18.84	15.43
Cost of Administrative	237.06	230.49
Finance costs	48.77	49.97
Proportion of cost of medical treatment / income of medical	72.31%	79.47%
Proportion of administrative expenses / income of medical	14.97%	19.11%

The cost of medical treatments when compared to income from medical treatments decreased 7.16% and The cost of administrative when compared to income from medical treatments decreased 4.14 % due to the cost of medical treatments and the cost expenses of CMR higher than as follow :

	VIBHA	CMR
Proportion of cost of medical treatment / income of medical	65.26%	79.80%
Proportion of administrative expenses / income of medical	14.09%	15.72%

3. VIBHA and subsidiaries received share of profit from investment in associated company amount Baht 56.71 million increase of loss amount Baht 105.18 million in Q2/2020 as follow ;

	Q2/2021	Q2/2020
Vibharam Hospital	46.48	(91.08)
Thippayabordin Co.,Ltd	(1.26)	(9.78)
Bangpho Hospital	12.00	(0.05)
Kalangnakorn Hospital	(0.48)	(1.66)
Phawo Hospital	(0.03)	(2.61)
Total	56.71	(105.18)

4. The net income increased 818.83% (Separate financial statement : increased 154.57 %) due to the company provides medical instrument and hospital services to the growing number of patients affected from the Coronavirus (COVID-19) epidemic.

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)
Chief Executive Officer