

Ref : 22/2019

May 14, 2019

Subject : The explanation of operating results for the first quarter of 2019

To : The SET President

Vibhavadi Medical Center Plc. 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 March 31, 2019. The results shows net profit of Baht 109.76 million, comparing at the same period in 2018 representing 43.78% decrease. This is mainly due to :

1. Income from medical treatments in the consolidated financial went down 6.24% due to income from Chiang Mai Ram Medical Business Plc., (CMR) amount Baht 910.58 million. comparing at the same period in 2018 representing 9.87% decrease due to Social Security Office reimbursement of 2015 and 2016 amount Baht 175.00 million . Income from medical treatments in the separate financial went down 1.22% due to the increased in the number of out-patients to 1.09% but the number of in-patients decreased 10.68 %. The rental and service income went down amount to Baht 11.00 million from Princeton Park Suit Co.,Ltd. amount Baht 9.07 million. The other income went up 36.59% amount to Baht 8.00 million.

2. The cost of medical treatments when compared to income from medical treatments increased 8.38% due to the cost of medical treatments from CMR went up 12.90% from decreased of income of Social Security Office and the cost of medical treatments in the separate finance went up 1.42%. The cost of rental and service went up 34.87% from the rental of Princeton Park Suit Co.,Ltd. comparing at the same period in 2018 representing 29.50% decrease and the cost of selling and service went down 10.34%. The cost of administrative when compared to income from medical treatments went up 1.99 % due to the expenses of CMR increased 1.88% and the separate financial increase 10.55%.

3. The net income decreased 43.78% (Separate financial statement : increased 34.52 %) due to Social Security Office reimbursement from CMR of 2015 and 2016 amount Baht 175.00 million . In the Separate statement ,the dividend received from previous year was 102.41 million baht.

Please be advised accordingly.

Yours sincerely,

(Mr. Chaisith Viriyamettakul)
Chief Executive Officer