



Ref : 35/2019

August 14, 2019

Subject : The explanation of operating results for the second 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 June 30, 2019. The results shows net profit of Baht 153.82 million, comparing at the same period in 2018 representing 20.83% decrease. This is mainly due to :

1. Income from medical treatments in the consolidated financial went down 2.49% due to income from Chiang Mai Ram Medical Business Plc., (CMR) amount Baht 999.56 million, comparing at the same period in 2018 representing 3.38% increase . Income from medical treatments in the separate financial went down 1.12% due to the increased in the number of out-patients to 3.12% but the number of in-patients decreased 7.50 %. The rental and service income went down amount to Baht 7.09 million from Princeton Park Suit Co.,Ltd. amount Baht 6.74 million. The other income went up 38.08% amount to Baht 8.60 million.

2. The cost of medical treatments when compared to income from medical treatments increased 2.91% due to the cost of medical treatments from CMR went up 3.13% and the cost of medical treatments in the separate finance went up 2%. The cost of rental and service went up 23.35% from the rental of Princeton Park Suit Co.,Ltd. comparing at the same period in 2018 representing 34.24% decrease and the cost of selling and service went down 1.27%. The cost of administrative when compared to income from medical treatments went up 0.79 % due to the expenses of CMR increased 0.29% and the separate financial increase 1.48%.

3. The net income decreased 20.83% (Separate financial statement : decreased 39.90 %) due to the decreased n the number of in-patients and the dividend received for the separate financial statement decreased Baht 49.67 million in previous year.

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)
Chairman of executive director