

February 27, 2020

Subject : The explanation of operating results for the year of 2019

To : The SET President

Vibhavadi Medical Center Plc."VIBHA" hereby submits a copy of its Audited and consolidated financial statements of the Group and the financial statement of the Company for the year ending December 31,2019. The results of their operations can be summarized as follows :

1. Income from medical treatments in the consolidated financial Statement went up 1.31% due to income from Chiang Mai Ram Medical Business Plc."CMR", a subsidiary amount Baht 3,926.69 million went down from previous year 0.22%. Income from medical treatments in the separate financial statement went up 2.02% due to the increased in the number of out-patients to 2.83% and the decreased in the number of in-patients to 1.11%. The rental and service income went down 10.77% due to income from VIBHA went up amount to Baht 16.24 million or 89.92% due to the opening of the Plaza section but Princeton Park Suit Co.,Ltd."PPS" a subsidiary went down amount to Baht 15.49 million or 35.14% The other income went up 20.55% amount to Baht 19.80 million due to the increased in the other income from VIBHA amount to Baht 12.56 million and from CMR amount to Baht 7.24 million. The dividend received went up amount to Baht 129.61 million or 160.36% from RAM.

2. The cost of medical treatments when compared to income from medical treatments went up 3.02% from CMR a subsidiary went up 5.03% due to expending employment increase and depreciation of assets is increasing. The cost of medical treatments in VIBHA went up 0.37%.The cost of selling and administrative when compared to income from medical treatments went up 0.40 %. The cost of rental and service when compared to income from rental and service went up 7.95% due to the cost of PPS increased 23.59% but the cost of VIBHA decreased 36.40% from the renter of the Plaza section.

3. The net income increased 11.80% (Separate financial statement : increased 9.31%) due to share of profit from investment increased amount Baht 244.11 million from Vibharam Hospital Co.,Ltd. amount to Baht 240.54 million and the increased in dividend received .

Please be advised accordingly.

Yours sincerely,

(Mr.Chaisith Viriyamettakul)
Executive Chairman