



Ref : 38/2018

Aug 14, 2018

Subject : The explanation of operating results for the second quarter of 2018

To : The SET President

Vibhavadi Medical Center Pcl. 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 30,2018. The results shows net profit of Baht 194.29 million , comparing at the same period in 2017 representing 3.63% increase. This is mainly due to :

1. Income from medical treatments in the consolidated financial went up 11.22% due to income from Chiang Mai Ram Medical Business Pcl., (CMR) amount Baht 966.86 million. comparing at the same period in 2017 representing 10.86% increase. Income from medical treatments in the separate financial went up 10.79% due to the increased in the number of out-patients to 3.38% and the number of in-patients increased 8.45 % . The rental and service income went up amount to Baht 4.51 million from Princeton Park Suit Co.,Ltd. amount Baht 2.80 million. The other income went down 13.22% due to the previous year have the gain on sale assets.

2. The cost of medical treatments when compared to income from medical treatments increased 0.26% due to the cost of medical treatments from CMR went up amount 0.35% and the cost of medical treatments in the separate finance went down 1.29% . The cost of rental and service went down 3.59% from the rental of Princeton Park Suit Co.,Ltd. comparing at the same period in 2017 representing 7.77% decrease but the cost of rental and service of the separate finance went up 3.12%. The cost of administrative when compared to income from medical treatments went down 0.82 % due to the expenses of CMR decreased 0.30% and the separate financial decrease 1.56% .

3. The net income increased 3.63% (Separate financial statement : increased 102.94 %) due to the share of profit of associates decreased amount Baht 32.79 million and the separate financial decreased due to went up of dividend income amount Baht 79.87 million and the number of patients increased .

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)
Managing Director