

Ref : 7/2024

February 29, 2024

Subject : The explanation of operating results for the year 2023

To : The SET President

Vibhavadi Medical Center Pcl. (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, 2023. The results shows net profit of Baht 865.12 million, comparing at the same previous year 2022 representing 35.43% decrease. This is mainly due to :

1. VIBHA and its subsidiary have total incomes amount Baht 8,621.91 million comparing at the same previous year 2022 representing 4.89% decrease. The reasons for increase are :

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

- VIBHA	3,166.13	Million baht
- CMR	5,244.32	Million baht
- Beauty Design Center Co.,Ltd	138.44	Million baht
- V. Precision Co.,Ltd	69.14	Million baht
- Medica Bangkok Clinic Co.,Ltd	3.88	Million Baht
Total	8,621.91	Million baht

1.2 In 2023 VIBHA has a divided received from investment amount Baht 360.27 million decrease of Baht 15.71 million from the previous year, or 4.18% .

1.3 In 2023 VIBHA had a loss on sales of investment amount Baht 56.52 million and loss from the fair value measurement of financial assets amount Baht 97.35 million.

1.4 The other income amount Baht 144.67 million comparing at the same previous year 2022 representing 21.49% increase .

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

	2023	2022
Cost of medical treatment	5,792.93	5,838.66
Cost of rental and services	41.09	37.33
Cost of Administrative	1,186.60	1,089.15
Finance costs	306.34	244.81
Proportion of cost of medical treatment / income of medical	71.52%	68.37%
Proportion of administrative expenses / income of medical	14.65%	12.75%

The cost of medical treatments when compared to income from medical treatments increased 3.15% and The cost of administrative when compared to income from medical treatments increased 1.90% due to the cost of medical treatments of CMR higher than but the cost expenses of CMR lower than as follow :

	VIBHA	CMR
Proportion of cost of medical treatment / income of medical	62.05%	77.26%
Proportion of administrative expenses / income of medical	15.16%	14.06%

3. VIBHA and subsidiaries received share of profit from investment in associated company amount Baht 73.74 million decrease of profit amount Baht 135.71 million in 2022 as follow ;

	2023	2022
Vibharam Hospital	48.84	124.98
Thippayabordin Co.,Ltd	(2.64)	(29.53)
Bangpho Hospital	12.41	22.22
Kalangnakorn Hospital	21.55	14.38
Phawo Hospital	-0-	8.45
Watcharasirivej Co.,Ltd	(6.42)	(4.79)
Total	73.74	135.71

4. The net income decreased 35.43% (Separate financial statement : decreased 20.07%) due to in 2023 the company and subsidiaries have no income from medical treatment from the spread of the Coronavirus-19 and providing vaccination services against Coronavirus-19 is the same as last year, but the number of out-patients department has increased amount 8.60%, but in-patients have decreased 5% due to the service area being closed for renovation.

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)
Chief Executive Officer