

## **Part 1: Business Operations**

### **1. Policies and Overall Business Operations**

Ladprao General Hospital Public Co., Ltd. (the Company) is engaged in the following three businesses: (1) hospital service businesses operated by the Company and Ladprao General Hospital 2 Co., Ltd., (2) food, agricultural and medicinal product analysis, testing and research services operated by a subsidiary, Asia Medical and Agricultural Laboratory and Research Center (AMARC) and (3) the business of supporting medical services and business development by a subsidiary, Asia Business Management Center Co., Ltd. (ABMC). The first two businesses are considered the Company's primary businesses while the third business is operated to support internal performance by the Company and its subsidiaries.

Ladprao General Hospital Public Co., Ltd. (the Company, or LPH) was founded by a leading group of doctors and businessmen on 27 April 2010 under the name of Ladprao General Hospital Co., Ltd. with start-up registered capital of 1.00 million baht. The Company is engaged in the business of providing medical services and operating a private medical facility to admit patients for overnight stays (a private hospital) under the name of Ladprao General Hospital (the Hospital) because the executives recognize the growth capacity of communities in Ladprao as an area with rapid economic growth and many business facilities, commercial areas, entertainment sources, residents and continual population growth with increasing public health and public utility needs. The Hospital is currently located at 2699, Ladprao Rd., Khlong Chao Khun Sing, Wang Thong Lang, Bangkok. The Company has continually increased its registered capital to expand service provision capacity. The Company registered its conversion into a public company limited and changed its name to Ladprao General Hospital Public Co., Ltd. on 11 March 1993.

The Company is engaged in the business of a private hospital by providing general medical treatment services and serving as a center for various medical specializations. The Company has an expert team of doctors with regular treatment knowledge and technology training along with service provision using modern medical equipment, causing the Hospital to have service provision which received international standard acceptance. The Hospital received Level 3 Hospital Accreditation, which was the highest level for the aforementioned accreditation, from the Healthcare Accreditation Institute (Public Organization). This accreditation certifies that the Hospital has good work system management capable of facilitating quality and safe service provision with the determination to work with quality and continual quality improvement in addition to regular self-examinations to create confidence in service recipients with regard to international standard treatment quality and professional management.

The Hospital provides medical examination and treatment services in many fields with medical centers providing general medical services and specialty medical service centers as follows:

1. General Internal Medicine Center.
2. Cardiology and Neurology Center.
3. General Surgery Center.
4. Orthopedic Surgery Center.
5. Otolaryngology Center
6. Eye Center.
7. Skin and Beauty Center.
8. Women's Health Center
9. Pediatric Center.
10. Child Development Center.
11. Health examination Center.
12. Dental Center.
13. Accident and Emergency Center.
14. Hemodialysis Center.
15. Ophthalmology Center.
16. Gastrointestinal and Liver Center.
17. Brain and Nerve Center.
18. Skin and Cosmetic Surgery Center.

The Company continues to strictly and continually adhere to standards for the health of patients seeking treatment and the Hospital's treatment service provision quality.

The Company provides insurance services under the Social Security entitlements with insured persons receiving care from the hospital at the full quota for HA medical facilities. This group is considered a customer group that has generated secure income and promoted significant customer bases to date.

The hospital is a business with competition concerning readiness in terms of modern medical equipment, specialist medical personnel in each field and comprehensive and quick service provision in response to higher service recipient needs. Therefore, the Company has guidelines to develop the Hospital's treatment service provision capacity with the following goals:

- To be a hospital for the community with coverage of service recipients in every age group living in the Ladprao vicinity and nearby areas by focusing on middle- to upper-level customers.
- To become a holistic medical center in each field of medicine with emphasis on specialist medicine center development leading to medical excellence beginning with the support of rising senior adult population trends such as the Gastrointestinal and Liver Center, the Eye Center, the Orthopedic Surgery Center, the Brain and Nerve Center and the Skin and Beauty Center. Senior adults are seeking treatment in larger numbers at the

aforementioned medical centers such as laparoscopic treatment of patients with food-related illnesses, treatment of patients with eye conditions such as cataracts or glaucoma, treatment of patients with orthopedic problems such as senior adults with arthritis of the knee or osteoporosis including patients with dementia or Alzheimer's Disease, etc. Furthermore, skin and complexion treatments for senior adults such as laser treatments to erase marks, blemishes and freckles are also escalating.

- To maintain leadership as a leading hospital for mothers and children on Ladprao Rd. by providing comprehensive obstetrics-gynecology services and pediatric treatments with specialist doctors in every field.
- To become a comprehensive health examination center and provide annual health examination services for individual customers, annual health examination services for employees and executives of organizations who are party to contracts inside and outside the facilities, health examinations for life insurance, health examination before working and health examinations before going to work overseas, etc.
- To expand areas for supporting social security and senior adult service recipients with high growth trends. The Company has investment plans to support its goals as follows:
  - To create the Ladprao Social Security Medical Center to support additional quota registration requests from the Social Security Office.
  - To create the Ladprao Senior Adult Recovery and Care Facility to support Thailand's population structural transformation into an aging society in order to enable the Company to provide holistic services for senior adult service recipients.

In 1996, the Company founded Ladprao General Hospital 2 Co., Ltd. (LP2) with registered capital of 50.00 million baht at a par value of 10.00 baht and paid-up registered capital of 12.50 million baht. The Company holds 99.99 percent of paid-up capital in order to support medical services and new hospital expansions (in progress according to plans for future projects). Therefore, LP2 is currently engaged in no primary business.

In addition to medical service provision, the Company has expanded its business operations to provide services to analyze, test and research food, agricultural and medicinal products in 2004. The Company founded Asia Medical and Agricultural Laboratory and Research Center Co., Ltd. (AMARC) with the registered capital of 100.00 million baht at a par value of 10.00 baht. The Company holds 99.99 percent of paid-up capital with paid-up registered capital amounting to 100.00 million baht. In 2015, the Company had a goal for AMARC to become a private sector laboratory and research center in Thailand providing complete medical and agricultural analysis services. In 2008 – 2010, the Company made changes in its shareholding structure for management independence because AMARC has key policy for providing medical analysis services

for companies and hospitals in general. Therefore, the Company sold all investments to enable AMARC to manage work under shareholding by Asia Business Management Center Co., Ltd.

Nevertheless, the continual growth of agricultural and good analysis services has been consistent with agricultural and good business growth for the country's consumption and exports. Moreover, analysis services are provided more comprehensively, thereby causing AMARC to have higher ratios of income from agricultural analysis services at more than 90 percent in 2011. Hence, the Company invested in AMARCH by purchasing the investment from ABMC, the original shareholder, at par value or a total amount of 62.34 million baht. In addition, the Company invested an additional 34.80 million baht in common shares to increase capital for AMARC which offered to sell to the original shareholder at par value. As a result, the Company invested a total of 97.14 million baht in AMARC or 97.14 percent of the registered capital and paid-up capital of 100.00 baht. AMARC has been considered the Company's subsidiary from 2011 to the present.

AMARC is currently a Thai company providing scientific laboratory services accepted at the international level with analysis service capacity and standards covering service recipient needs such as tests for fresh food and processed food products, tests of agricultural and fishing products imported, exported or produced for domestic consumption, medical and pharmaceutical analysis, instrument calibrations and research and development services, etc.

In 2012, the Company expanded operations in the business of supporting medical service provision and business development by investing in Asia Business Management Center Co., Ltd. at a ratio of 55.00 percent, thereby giving ABMC status as the Company's subsidiary since December 2012 and the Company invested more in 2014, resulting in the Company holding 99.99 percent of ABMC's registered capital and paid-up capital.

In November 2014, the Special Shareholders' Meeting No. 1/2557 reached a resolution approving the Company's change in par value from 1.00 baht to 0.50 baht and increased registered capital from 275.00 million baht to 375.00 million baht by issuing 200.00 million new common shares at a par value of 0.50 baht. This capital increase was registered with the Ministry of Commerce on 4 December 2014.

On 16 and 19 – 21 October 2015, the Company proposed to sell a total of 200,000,000 new common shares at the price of 5.00 baht per share for a total of 1,000 million baht. The Company received payments for the aforementioned shares to increase capital on 22 October 2015. The Company proposed sales divided into:

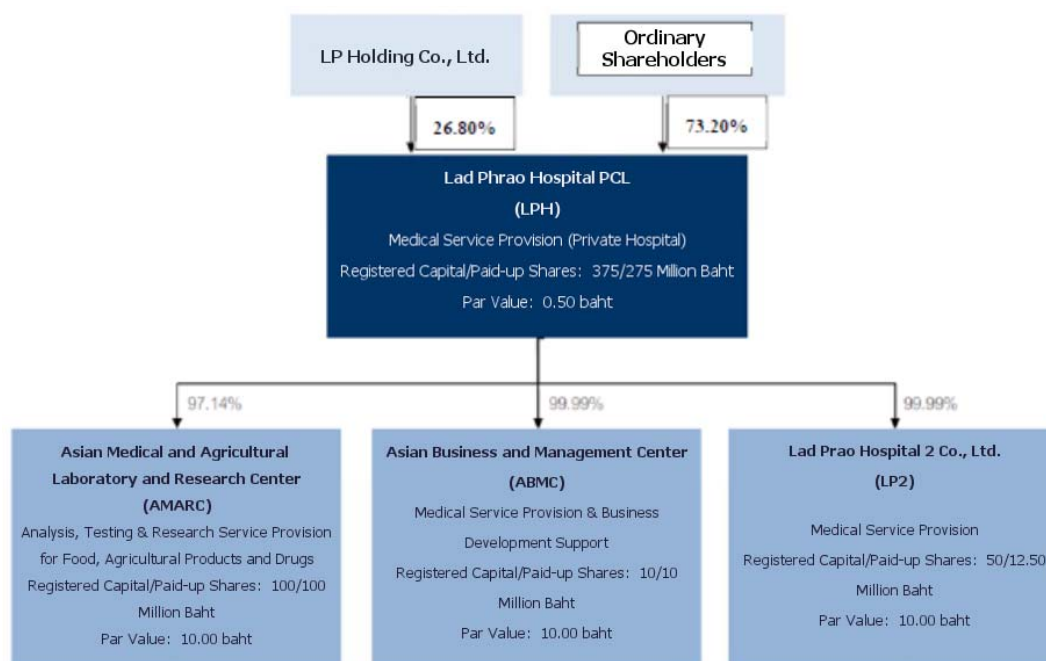
- New common shares at 181,540,000 shares proposed for sale to the general public.
- New common shares at 18,460,000 shares proposed for sale to the Company's and/or subsidiaries' directors and/or executives.

The Company registered an increase in paid-up capital from 275 million baht (550,000,000 common shares at a par value of 0.50 baht) to 375 million baht (750,000,000 common shares at a par value of 0.50 baht) with the Ministry of Commerce on 22 October 2015.

The Company has an objective to use increased capital to expand capacity for service provision at centers of medical excellence, specialist medical centers, social security medical centers, senior adult recovery and care centers, service provision expansion projects by constructing new hospitals and/or investment in hospital businesses with capacity while also building financial strength. The Company has completely paid off all long-term loans made by the Company and its subsidiaries, causing all of the Company's fixed properties and real-estate for investment to be owned by the Company and its subsidiaries without any obligations.

The Stock Exchange of Thailand received the Company's common shares as securities registered in the Stock Exchange of Thailand with purchase-sales beginning on 28 October 2015.

The corporation's shareholding structure as of 31 December 2015 had the following details:



## 2. Business Operation Characteristics

The corporation and subsidiaries were engaged in the following three businesses: (1) hospital service businesses; (2) food, agricultural and medicinal product analysis, testing and research services and (3) support for medical services and business development with the following service provision characteristics:

**Table 1:** Overall Business Operations of the Company and its Subsidiaries

Business Type	Operated By	Service Characteristics
(1) Hospital Service Businesses	LPH Registered Capital: 375.00 Million Baht Paid-Up Capital: 375.00 Million Baht Par Value: 0.50 Baht	Private hospital business services in providing general treatment for diseases and medical center services including out-patient, in-patient and emergency patient services with the following primary service recipients: <ul style="list-style-type: none"> <li>• General service recipients.</li> <li>• Service recipients according to Social Security Scheme rights.</li> </ul>
	A Subsidiary (LP2) 99.99 Percent Shares Held by the Company Registered Capital: 50.00 Million Baht Paid-Up Capital 12.50 Million Baht Par Value 10.00 Baht	LP2 currently has no business operations. However, the Company has a project to construct and operate the new hospital in the future through LP2. The Company is currently studying investment possibility.
(2) Food, Agricultural and Medicinal Product Analysis, Testing and Research	A Subsidiary (AMARC) 97.14 Percent Shares Held by the Company Registered and Paid-Up Capital: 100.00 Million Baht Par Value: 10.00 Baht.	Laboratory analysis/research services divided according to AMARC laboratories as follows: <ul style="list-style-type: none"> <li>• Food and Agricultural Product Analysis Laboratory.</li> <li>• Medical and Pharmaceutical Laboratory.</li> <li>• Instrument Calibration Laboratory.</li> <li>• Scientific Research and Development Laboratory.</li> </ul>

Business Type	Operated By	Service Characteristics
(3) Support for Medical Service Provision and Business Development	A Subsidiary (ABMC) 99.99 Percent Shares Held by the Company Registered and Paid-Up Capital: 100.00 Million Baht Par Value: 10.00 Baht.	Provision of services in support of medical service provision and business development as follows: <ul style="list-style-type: none"> <li>• Medical statistics support for the Company.</li> <li>• Legal support for the Company.</li> <li>• Business development support for the Company and its subsidiaries.</li> </ul>

#### (1) Hospital Service Business

Hospital service businesses are currently operated by the Company as a private medical facility admitting patients for overnight stays (a private hospital) under the name of Ladprao General Hospital (the Hospital) with a capacity of 180 beds. The Hospital was opened to provide public health services with continual service development emphasizing treatment quality and efficiency combined with health promotion, disease prevention and patient recovery to help the public have better health and quality of life. The Hospital provides services meeting all standards in every field of medicine such as internal medicine, pediatrics, women's health, ophthalmology, otolaryngology, general surgery, orthopedic surgery, cardiology and neurology, skin and beauty, dentistry and hemodialysis, etc. Furthermore, the Company aims to achieve medical excellence by developing capacity to treat various diseases in support of domestic population structure changes which will have more senior adults in order to become a community hospital that covers service recipients from every age group living in the Ladprao neighborhood and nearby areas. The Company provides services for out-patients with expert teams of physicians in each field. Moreover, the Hospital provides in-patient services with various types of patient rooms based on service recipient needs with doctor and nursing teams ready to provide care for patients 24 hours a day.

### Income Structure

Income	Operated By	2013		2014		2015	
		Million Baht	%	Million Baht	%	Million Baht	%
<b>1. Treatment Income</b>	<b>LPH</b>	<b>980.35</b>	<b>92.22</b>	<b>1,044.08</b>	<b>91.86</b>	<b>1,145.71</b>	<b>91.24</b>
- Personal Payment and Other Income		356.41	33.53	353.75	31.12	382.20	30.44
Out-Patient (OPD)		217.85	20.49	210.87	18.55	255.77	17.98
In-Patient (IPD)		138.56	13.04	142.89	12.57	156.43	12.46
- Contract Party Income		191.34	18.00	230.62	17.92	208.07	16.57
In-Patient (IPD)		99.12	9.33	100.66	8.86	101.38	8.08
Out-Patient (OPD)		92.22	8.67	102.96	9.06	116.69	9.29
- Social Security Scheme Income		432.59	40.69	486.71	42.82	555.44	44.23
<b>2. Service Income</b>	<b>AMARC</b>						
- Analysis Income		72.77	6.85	84.40	7.43	98.40	7.83
<b>3. Other Income</b>							
- Rent Payments		4.42	0.42	4.15	0.36	4.61	0.37
- Other*		5.53	0.51	3.94	0.35	6.98	0.56
<b>Total</b>		<b>1,063.07</b>	<b>100.00</b>	<b>1,136.57</b>	<b>100.00</b>	<b>1,255.70</b>	<b>100.00</b>

### Service Characteristics Classified by Patient Service Provision

#### 1) Out-Patient Service

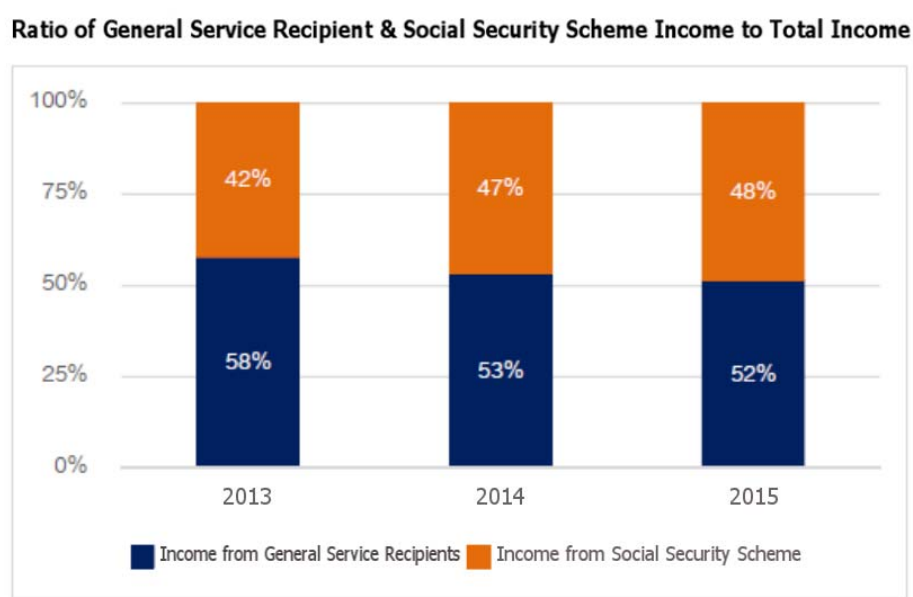
At present, the Hospital is able to provide services in every field of medicine with 113 treatment service rooms and procedure rooms capable of providing services for customers at the maximum number of approximately 3,400 patients per day. Center details are as follows:

General Internal Medicine Center	Cardiology and Neurology Center
General Surgery Center	Orthopedic Surgery Center
Otolaryngology Center	Eye Center
Skin and Beauty Center	Women's Health Center
Pediatric Center	Child Development Center
Health examination Center	Dental Center
Intensive Care Center	Ophthalmology Center
Gastrointestinal and Liver Center	Skin and Cosmetic Surgery Center
Brain and Nerve Center	

## 2) In-Patient Services

The Hospital has a total of 109 rooms and 180 beds to provide services for patients. Inside hospital rooms, the Hospital focuses on patients' cleanliness and hygiene in a warm, home-like setting, which is a factor contributing to positive mental health among patients. The Hospital has prepared many types of rooms to provide service based on service recipient needs such as rooms with eight beds, rooms with four beds, special double bed rooms, special single bed rooms, VIP rooms, suites, ICU rooms and quarantine rooms.

### Ratio of General Service Recipient and Social Security Income to Total Income



### Ratio of Service Classified by Service Recipients

- 1) **General Service Recipients**– General service recipients consisted of the following:
  - 1.1) Personal payers are service users who paid for treatment in real treatment costs without exercising any insurance entitlements, including member groups with special discounts according to the Hospital's conditions.
  - 1.2) Contracted parties are service users where the Company of original affiliation has made medical service contracts with the Hospital and are composed of service recipients who have insurance policies with the insurance company on a daily basis and service recipients who are under the jurisdiction of organizations that are party to contracts with the Hospital such as educational institutes and companies which are party to contracts, etc., and service recipients with rights according to the Protection for Motor Vehicle Accident Victims. The Company will collect treatment costs from the insurance company of contract parties or directly from the contract party organization.

1.3) Other groups such as civil services and government enterprises, foreign patients including service recipients with other rights such as the Workmen's Compensation Fund for persons who encountered work-related hazards and three emergency foundations established by the National Health Security Office, etc.

**2) Social Security** – The Hospital provides services under social security entitlements and the Hospital will receive treatment expenses from the Social Security Office based on the conditions specified by the Social Security Office.

## **(2) Food, Agricultural and Medicinal Product Analysis, Testing and Research Service**

The food, agricultural and medicinal product analysis, testing and research services is operated by AMARC, a subsidiary in which the Company holds 97.14 percent of registered and paid-up capital.

AMARC is engaged in the business of performing laboratory analysis research classified by laboratory service capacity as follows: (a) fresh food and processed food product analysis, agricultural, animal husbandry and fishery product testing with microorganism and contaminant test/research capacity, chemical analysis including analysis for physical contaminants of the aforementioned products for service recipients to use findings for various objectives such as import or export permission requests in addition to requests for various quality certificates, etc.; (b) pharmaceutical analyses such as tests for compounds in drugs or contaminants; (c) medical analysis to providing findings from analysis of patients' symptoms as a key factor for correct and accurate treatment and (d) measuring device calibration services to support accurate calibration results for devices such as weighing machines and thermometers, etc.

## **(3) The Business of Supporting Medical Services and Business Development**

The business of supporting medical services and business development is operated by ABMC, a subsidiary in which the Company holds 99.99 percent of registered and paid-up capital. This business supports the Hospital's work and business development in the Company and its subsidiaries with the objective to operate and provide services in support of the Hospital's medical statistics work by employing experts to prepare treatment statistics for social security patients. Furthermore, ABMC also provides support services for the Hospital's legal work by providing legal consultation, pressing charges and following-up to collect debts, etc., along with providing support in management work and business management. ABMC employed personnel with appropriate qualifications to perform the duty of providing consultation and participating in business management and development, making plans and setting business policies for the Company and its subsidiaries.

### 3. Risk Factors

The risk factors in the Company's business operations can be categorized as follows:

#### Strategic Risks

##### 1.1 Risks from Competition in the Private Hospital Business

There are currently many private hospitals creating more competition among private hospitals in terms of quality and service provision variety to achieve international standards.

Therefore, the Hospital requires continual development in order to be able to compete by raising treatment standards and developing medical service capacity to become an Excellence Center in the field of diseases consistent with continually growing demands from the Company's customer base group. With centers such as the Ophthalmology Center, the Orthopedic Center, the Brain and Nerve Center and the Gastrointestinal Center, the Hospital emphasizes providing holistic healthcare services with the addition of new services and modern medical technology to enhance diagnosis and treatment efficiency in order to enhance competitive capacity, promote strengths and continual advantage in competition.

##### 1.2 Investment Expansion Risk

The Company has plans to invest in expansions by opening the Social Security Medical Center. The center is expected to be open for service provision in 2017.

The plans to invest in opening a new hospital continue with ongoing plans to expand service areas and add more customer base groups to the Company in order to increase main incomes for the business group and build future strength for the Company. The Company has processes to consider and study every possibility. It has also set work plans and proper investment procedures with solidity and attention to detail in addition to policies to prepare the organization, personnel and experts in related fields for supporting business expansions and reducing risks from continual personnel shortages.

##### 1.3 Economic and Political Fluctuation Risks

Fluctuating and stagnant economic conditions and cautious public spending have resulted in the Company increasing its marketing strategy with two customer groups possessing social security and health insurance entitlements and the group with treatment benefits from the Company. The Company has also been expanding new customer group bases to include civil servants, premium customers, foreign customer bases and customers from the AEC region such as CLMV customers including foreign customers who are international tourists and entrepreneurs.

Heightened standards to maintain excellence in specialist treatment and excellence in service to create options for premium customers and foreign customers along with

proper price policies to compete among target group customers, periodical package promotions to reduce service recipient expenses and provision of more international coordination nurses and records have caused total income from general customers to grow close to goals.

## **Operation Risks**

### **1.1 Medical Personnel Shortage Risks**

Expert medical personnel are comparable to primary cogs driving the private hospital business. This includes professional nurses, pharmacists and technicians. Therefore, the Company may have risks from shortage of professional personnel. The medical hub project policy has greatly expanded the hospital business, causing high need for professional personnel and the education sector is unable to produce sufficient personnel to meet demands.

Therefore, to control risks, Ladprao General Hospital has policy to emphasize care for personnel to be happy with working for the organization, provide proper benefits and focus on building cooperation with various educational organizations to increase recruitment channels in addition to offering scholarships. This has resulted in low personnel resignation rates for the Hospital in the past.

The Company has measures to set commensurate remuneration when compared to other entrepreneurs in the business group. The Company creates job security by designating a Succession Plan to build confidence, security and clear occupational advancement for employees who are ready to grow with the organization. The Hospital also has policy to distribute shares among employees at the manager level and up at IPO prices in addition to distributing shares to the Company's resident doctors to repay employees who helped to create growth for the organization in addition to building feelings of shared ownership to drive the organization in the future. The Hospital has had low personnel resignation rates in the past.

### **1.2 Litigation Risks**

Due to the Company's policy to promote higher public awareness of patients' entitlements and current patients who are service buyers have higher medical service expectations and will complain or press charges in cases where patients receive information or services deviating from expectations,

The Hospital has arranged for the Risk Management Committee to manage risks in various areas and modify or improve service quality to meet standards and reduce risks from undesirable incidents, lay down treatment service provision process systems to meet standards with control, service inspection and continual compliance with standards. In addition, the Company has a system for screening doctors with expertise to provide

treatment meeting standards in each specialty field, preparing reports and problem-solving processes when there are complaints from service recipients along with providing adequate information for service recipients to receive accurate information.

## **Government Health Policy, Regulations and Standard Risks**

The Company has specified performance guidelines and adheres to compliance with the law, rules and regulations related to hospital business operations such as the Medical Facility Act, the Art of Healing Act, Medical Council of Thailand regulations and regulations of various professional councils, etc.

Furthermore, the Company has specified agencies to be responsible for regularly monitoring the notifications and rules issued along with notifying the people involved to implement in practice. The Company also monitors changes in various rules and regulations along with attending meetings to express opinions on various policies specified by the government sector in order to provide information for the committees considering policies to control expenses and regularly assess performance in the social security project in order to reduce impacts on the Company's performance.

In cases where the Social Security Office declares an addition to treatment entitlements for suicide cases in 2015 without case-by-case payment to the hospital, the Company stressed that every agency involved properly control costs. In addition, no impacts were incurred because the aforementioned patient group has low numbers. Furthermore, the Hospital prepared price list of accounts and signs for service recipients to clearly check prices and make enquiries in addition to reviewing fair price specifications by the Hospital. The aforementioned actions are consistent with the Primary Health Care Division policy for auditing price disclosures.

## **Financial Risks**

### **1.1 Interest Rate Risks**

The Company currently has no long-term liabilities with financial institutions and has only the current balance in the business with good customer interest rates. These conditions have resulted in no significant risk from increased interest rates.

### **1.2 Treatment Expense Payment Risks**

The Company has policy to control treatment expense payment risks in cases where patients are treated before collecting treatment expenses to enable effective collection of all expenses as follows:

- In cases where treatment is provided for patients who are personally responsible for expenses in non-emergency cases, the Company has policy to

evaluate treatment expenses to inform the person responsible for expenses of the budget.

- In providing treatment for in-patients, the Company has set a requirement to periodically inform the person responsible for expenses about costs throughout treatment and make gradual payments to ease burdens in making the full payment for treatment costs upon completion of treatment.
- In collecting treatment expenses from contract party companies, the Company has policy to carefully provide credit. The Company analyzes the contract party company's credit and financial status beforehand and regularly reviews payment outcomes from the aforementioned companies. The aforementioned policy has helped the Company minimize potential risks from collection. The Company has debtor management staff to consider risks and prevention in addition to seeking proper solutions for the Company and patients in cases where treatment expense payment problems occur in order to reduce these risks. In 2015, the Company and contract parties had delayed payments at 15.2 percent and refusal to pay at 0.2 percent. The Company also had outstanding debts from patients who were personally responsible for treatment expenses in the previous year at 0.53 percent.

## 4. Properties Used in Business Operations

As of 31 December 2015, the Company and its subsidiaries had the following primary properties used in business operations:

Assets	Accounting Value (Million Baht)	Ownership	Obligations
Land, Buildings and Equipment	768.73	Company	None
Land	147.66	Company	None
Buildings and Modifications	363.03	Company	None
Medical Equipment and Instruments	185.52	Company	None
Office Equipment and Instruments	14.89	Company	None
Vehicles	10.95	Company	None
Structures on Lease Rights	6.14	Company	None
Works Under Construction	46.66	Company	None
Real-Estate for Investment	74.60	Company	None
Land Lease Rights	21.85	Lease Rights	10 – 30 Years
Intangible Assets	29.86	Company	None

### Details on Land and Buildings Used in Business Operations

Property Details	Utilization Characteristics	Ownership	Obligations
<b>1. Land</b>			
1.1 Land Title Deeds No. 28794, 28795, 28804, 28805 and 28806 located at Wangthonglang, Bangkok, with the area of 1-2-5 rai.	Ladprao General Hospital Building Location (Building 1)	Company	None
1.2 Land Title Deeds No. 28790, 28791, 28802, 134716 and 148730 located at Wangthonglang, Bangkok, with the area of 0-3-14rai	Specialty Medical Center Building Location (Building 2)	Company	None

Property Details	Utilization Characteristics	Ownership	Obligations
1.3 Land Title Deeds No. 8178 – 8180 and 39324 located at Wangthonglang, Bangkok, with the area of 1-3-13rai	Ladprao General Hospital Dormitory Location (Building 1)	Company	None
1.4 Land Title Deeds No. 7022, 239799-239802 located at Wangthonglang, Bangkok, with the area of 0-3-45 rai	Rental Building Location. The building is currently rented by two tenants, namely, AMARC (a subsidiary) and Siam Commercial Bank.	Company	None
<b>2. Buildings and Modifications</b>			
2.1 Building and modifications for Ladprao General Hospital (Building 1) with 15 floors and the area of 19,412 square meters.	Business Operation Facility	Company	None
2.2 Hospital building and modifications (specialty medical centers – Building 2) with six floors and the area of 5,176 square meters.	Business Operation Facility	Company	None
2.3 Modifications to Building No. 2687, Ladprao Rd. (Building 4).	Business Operation Facility with Part of the Area Leased by ABMC (A Subsidiary)	Company	None
2.4 Dormitory building and modifications. A residential building with seven floors and the area of 5,015 square meters.	Business Operation Facility	Company	None

Property Details	Utilization Characteristics	Ownership	Obligations
2.5 The Asia Medical and Agricultural Research Center Building with five floors and the area of 4,796.40 square meters (including building and public utility systems)	Rented Out	Company	None

#### Real-Estate for Investment

Property Details	Utilization Characteristics	Ownership	Obligations
<b>1. Land</b> Land Title Deeds No. 8277 – 8281, 8818, 133603 and 138160, Wangthonglang, Bangkapi, Bangkok, with the area of 4-1-42rai.	Rented out to be the location and service section for a language teaching school.	Company	None
<b>2. Land, Modifications and Sports Field</b> Land Title Deeds No. 6607, 8275, 8276, 8817, 108966, 16641, 20754, 34238 – 34245, Wangthonglang, Bangkapi, Bangkok, with the area of 6-2-59rai.	Development project being studied. The Company will initially provide services with a sports center for health		

#### Land Lease Rights

Type of Property with Land Lease Rights	Utilization Objectives	Contract Parties	Significant Contract Contents
<b>1. Land</b> Land Title Deeds No. 24210 – 24211	New Medical Center Construction Site	1. Mr. Chawalit Sensatian 2. Mr. Prasert Sensatian	Lease begins on 1 April 2013 with the lease period of 20 years
located at Wangthonglang,	(Expansion)	3. Mrs. La-iad Sensatian 4. Mrs. La-uab Makaew	and ends on 31 March 2033 with

Type of Property with Land Lease Rights	Utilization Objectives	Contract Parties	Significant Contract Contents
Bangkapi, Bangkok, with the area of 1-1-18 rai. (formerly used as a parking service section).			<p>the following lease payment specifications.</p> <ul style="list-style-type: none"> <li>- Lease payment from 1 April 2013 to 31 March 2023 at 447,368.42 baht per year.</li> <li>- Lease payment from 1 April 2023 to 31 March 2033 at 492,105.26 baht per year.</li> </ul> <p>Remarks: The company has extended the land lease duration by an additional ten years for a total of 30 years (lease ends on 31 March 2043) according to the lease dated 31 August 2013.</p>
<b>2. Land</b> 2.1 Land Title Deeds No. 24214 – 24215 located	Parking Space for Medical	Mrs. Sunee Sensatian	- Lease begins on 1 January 2014 for a

Type of Property with Land Lease Rights	Utilization Objectives	Contract Parties	Significant Contract Contents
at Wangthonglang, Bangkok, with the area of 1-1-98 rai. 2.2 Land Title Deed No. 24213 located at Wang Thong Lang, Bangkok, with the area of 1-0-56rai.	Facility Service Recipients		period of ten years and ends on 31 December 2023 with the specified lease payment of 490,989.47 baht per year. - Lease begins on 1 January 2014 for a period of ten years and ends on 31 December 2023 with the specified lease payment of 374,400 baht per year.
<b>3. Land</b> Land Title Deeds No. 210279 – 24212	Parking Space for Medical Facility Service Recipients	1. Mr. Usah Sensatian. 2. Mrs. La-o Hanafée. 3. Mrs. Supaporn Onwan	Lease begins on 1 January 2014 for a period of ten years and ends on 31 December 2023 with the specified

## Intangible Assets

Property Details	Utilization Characteristics	Ownership	Obligations
1. Computer Programs	Business Operation	The Company and AMARC	None
2. Computer Programs Being Installed	Business Operation	The Company	None
3. Testing Certification Standard Mark	Business Operation	AMARC	None
4. Testing Standard Mark Being Considered	Business Operation	AMARC	None

## 5. Legal Disputes

As of 31 December 2015, the Company and its subsidiaries have no legal disputes in which the Company was a litigant or contender with potential to damage the Company at more than five percent of shareholders' equity and the Company has no other legal disputes which may cause significant impact on business operations.

## 6. General Information and Other Significant Information

Company Name	Ladprao General Hospital Public Company Limited (The Company)
Company Name (English)	Ladprao General Hospital Public Company Limited (LPH)
Business Type	Private medical facility business which admits patients for overnight stays under the name of Ladprao General Hospital
Company Registration No.	0107536000161
Main Office Location	2699, Ladprao Rd., KlongchaokunSng, Wangthonglang, Bangkok, 10310
Tel.	02-530-2244, 02-530-2556-69
Fax.	02-539-8490
Home Page	<a href="http://www.Ladpraohospital.com">http://www.Ladpraohospital.com</a>
E-mail Address	<a href="mailto:Ladprao@Ladpraohospital.com">Ladprao@Ladpraohospital.com</a>
Registered Capital	375,000,000 baht (three hundred and seventy-five million baht)
Paid-Up Capital	375,000,000 baht (three hundred and seventy-five million baht)
Common Shares	750,000,000 shares (seven hundred and fifty million shares)
Par Value	0.50 baht per share
Securities Registrar	Thai Securities Depository Company Limited, 93, Stock Exchange of Thailand Building, Ratchadaphisek, Dindaeng, Dindaeng, Bangkok, 10400, Tel: 02-009-9000, Fax: 02-009-9991
Auditor	Dharmniti Auditing Co., Ltd., 267/1, Pracharaj Rd., Sai 1, Bang Sue, Bang Sue, Bangkok, 10800, Tel: 02-587-8080, Fax: 02-586-0301