

## Part 1: Business Operations

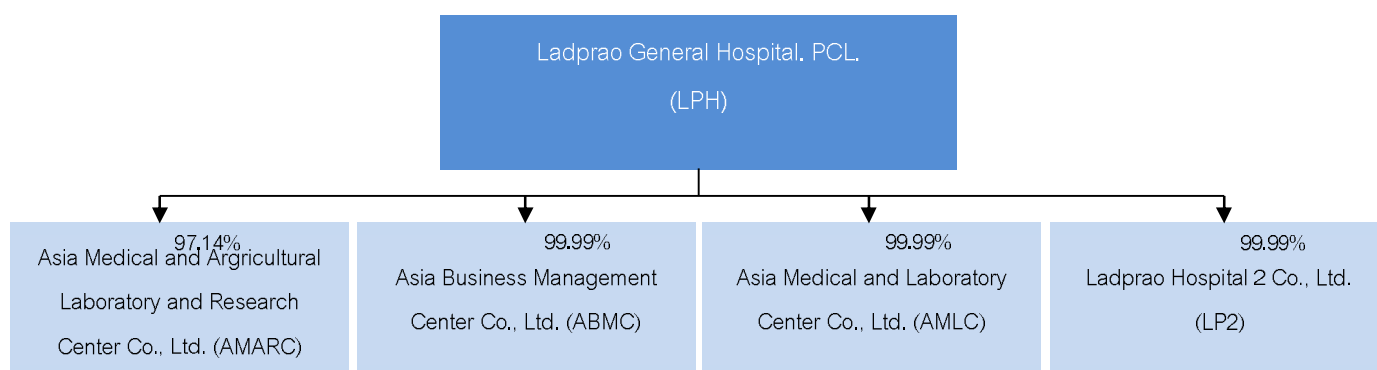
### 1. Policies and Overall Business Operations

Ladprao General Public Company Limited (“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 206 Beds and OPD providing services for customers at the maximum number of approximately 4,400 patients/day. The latest expansion is the new Medical Excellence Center, which supports both outpatient and inpatient (incremental both number of examination rooms and registered beds) which is scheduled to be opened in February 2018.

The company has a comprehensive service for both outpatient and inpatient which all doctors, physician, experts, executives, employees and all staff have strongly committed to the importance of maintaining high quality medical care at all time as the Company Slogan of “*Kind and Caring* for your health is our main role”. The Hospital received Level 3 Hospital Accreditation (HA), which was the highest level for the aforementioned accreditation, from the Healthcare Accreditation Institute (Public Organization) along with JCI Accreditation, the international quality certification regarding the United States of America certified standards.

The Company is engaged in the following 4 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) (3) the business of supporting medical services and business development by a subsidiary, Asia Business Management Center Co.,Ltd. (ABMC) and (4) laboratory, and medical diagnosis services operated by subsidiary, Asia Medical and Laboratory Center (AMLC).

The corporation’s shareholding structure as of 31 December 2018 shown as follows:



#### Vision :

*A private hospital leader in Ladprao area.*

#### Mission :

*The Hospital is committed to providing medical services for clients with advanced technologies and excellent services, being responsible for the community and environment with continuous quality improvement.*

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

- To become a all-inclusive medical center in each field of medicine with emphasis on specialist medicine center development leading to medical excellence beginning with the support of rising elder 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 elder 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. This year, the Eye Center and Skin and Beauty have fully operated following by launching of other medical excellence centers in the following year.

- To maintain leadership as a leading hospital for mothers and children on Ladprao Road. by providing comprehensive obstetricsgynecology services and pediatric treatments with specialist doctors and experts in every field.

- To become a comprehensive health examination center and dental center 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, work recruitment, and oversea expatriates, etc.

The Company's customers involve 2 characters: one for general payment per visit in cash or credit, the other for social security service. The services cover not only general health care but specialty in various fields as following: -

1. **Outpatient Services** in 18 centers of medicine specialty with 160 treatment service rooms and procedure rooms capable of providing services for customers at the capacity of approximately 4,400 patients/day (whilst, more will be by the new Excellence Center Building planned to official opening in February 2018). Center details are as follows:

- |                                       |                                       |
|---------------------------------------|---------------------------------------|
| (1) Eye and Lasik Center              | (10) Dental Center                    |
| (2) Aesthetics and Laser Center       | (11) General Internal Medicine Center |
| (3) Gastrointestinal and Liver Center | (12) Cardiology and Neurology Center  |
| (4) Orthopedic Surgery Center         | (13) General Surgery Center           |
| (5) Brain and Nerve Center            | (14) Otolaryngology Center            |
| (6) Women's Health Center             | (15) Skin and Cosmetic Surgery Center |
| (7) Pediatric Center                  | (16) Hemodialysis Center              |
| (8) Child Development Center          | (17) Accident and Emergency Center    |
| (9) Health examination                | (18) Physical therapy Center          |

2. **Inpatient Services** The hospital has a total of 180 registered beds in 109 rooms to provide services for hospital inpatients (excluding 30 more in-patient beds in the new Excellence Center Building planned to be on services in 2018). Exclusive in 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 or four beds, special double-bed rooms, special single-bed rooms, VIP rooms, suites, ICU rooms and Separate patient's disease rooms.

Another business involves food, agricultural and medicinal product analysis, testing and research service which is focused in performing laboratory analysis, testing and research which the services can be classified by the following service segments:- (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

For the business of auxiliary medical services and business development involves the supportive Hospital's work with the objective to operate and provide services in support of the Hospital's medical statistics, 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 development.

The other business involves medical laboratory analysis, diagnosis, and research to serve and enhance service capacity serving the increase number of patients along with their higher needs in not only the hospital but also coming expansion including the new Medical Excellence Center.

## 2 Business Operation Characteristics

The corporation and subsidiaries were engaged in the following 4 businesses : Overall Business Operations of the Company and its Subsidiaries

Business Type	Operated By	Service Characteristics
(1) Hospital Service Businesses	LPH Registered Capital: Baht 375.00 Million Paid-Up Capital: Baht 375.00 Million 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: Baht 50.00 Million Paid-Up Capital Baht 12.50 Million 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 on process of getting new project investment approval as planned.
(2) Food, Agricultural and Medicinal Product Analysis, Testing and Research, Agricultural plant protection product with efficiency assessment, testing and analysis of pesticide residues and hazardous substances	A Subsidiary (AMARC) 97.14 Percent Shares Held by the Company Registered and Paid-Up Capital: Baht 100.00 Million 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>
(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: Baht 100.00 Million 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>
(4) Scientific analytical and diagnostic for medical services	A Subsidiary (AMLC) 99.99 Percent Shares Held by the Company Registered and Paid-Up Capital: Baht 1.40 Million Par Value: 10.00 Baht.	Conduct a business on scientific analytical and medical diagnostic services with a modern and standardized laboratory tools with various medical examination and analysis.

## **(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 206 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.

### **Service Characteristics Classified by Patient Service Provision**

#### **1) Out-Patient Service**

At present, the Hospital is able to provide services in various fields of medicine with 160 treatment service rooms and procedure rooms capable of providing services for customers at the maximum number of approximately 4,400 patients per day(whilst, more will be by the new Excellence Center Building planned to official opening in February 2018).

#### **2) In-Patient Services**

The Hospital has capacity of 206 registered beds in the total of 109 rooms to provide services for hospital inpatients.

### **Services 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 Services**

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 (d) measuring device calibration services to support accurate calibration results for devices such as weighing machines and thermometers and (e) agricultural plant protection product with efficiency assessment, testing and analysis of pesticide residues and hazardous substances, 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. 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.

**(4) Laboratory and Medical diagnosis**

AMLC, a subsidiary, conducts its professional on scientific analytical and medical diagnostic services with various medical examination and analysis served for hospital business.

## Revenue Structure

Income	Operated By	2018		2017		2016	
		Million Baht	%	Million Baht	%	Million Baht	%
<b>1. Hospital Revenues</b>	LPH	<b>1,362.09</b>	<b>85.73</b>	<b>1,291.01</b>	<b>84.68</b>	<b>1,213.16</b>	<b>89.01</b>
- Personal Payment Revenues and Others		815.83	51.35	702.11	46.05	635.88	46.66
- Social Security Revenue		546.26	34.38	588.90	38.63	577.28	42.35
<b>2. Revenues from Services</b>	AMARC	<b>163.41</b>	<b>10.29</b>	<b>136.83</b>	<b>8.97</b>	<b>115.32</b>	<b>8.46</b>
- Scientific Analysis Revenue		163.41	10.29	136.83	8.97	115.32	8.46
<b>3. Other Income</b>		<b>63.17</b>	<b>3.98</b>	<b>96.81</b>	<b>6.35</b>	<b>34.45</b>	<b>2.53</b>
- Profit from the business acquisition		-	-	8.75	0.57	-	-
- Investments income, net of private fund		(9.55)	(0.60)	26.67	1.75	21.95	1.61
- Rental income		3.70	0.23	5.45	0.36	5.33	0.39
- Gain from sale of fixed assets		62.68	3.95	48.78	3.20	-	-
- Others		6.34	0.40	7.16	0.47	7.17	0.53
<b>รวม</b>		<b>1,588.67</b>	<b>100.00</b>	<b>1,524.65</b>	<b>100.00</b>	<b>1,362.93</b>	<b>100.00</b>

### 3. Risk Factors

The business of the Company may face many risks which might affect the operations and the Company's share price. The following risk factors are just some important risk factors that could negatively affect the Company which could create a risk of investment by investors significantly. The Company may have other risk factors that are not aware of yet and there might be some risk factors that the Company doesn't see importance but might affect the business operations of the Company in the future.

#### 3.1 Strategic Risk

##### 3.1.1. Risks from Competition in the Private Hospital Business

Currently medical services business is likely to have intense competition not only in official but private hospitals as well. Many private hospitals use competitive strategy in the price, quality of service and medical expertise so as to maintain their customer base and enlarge the new group. The Company may face competition with three private hospitals located in a radius of about 10 kilometers. There may be a risk that allows customers to move to such other hospital services. However, the Hospital has to be well-prepared to cope with such the competition to maintain the customer base and to be a leading hospital in Ladprao area with premium quality of service by investing in modern medical equipment, providing more medical professional expertises to elevate to medical excellent centers, and marketing with new customers is a group of international customers living in Thailand, AEC groups, and through foreign insurance agents. Hence, the Company has still focused on the service standards at fair prices and continuously maintain the hospital standard quality system of Hospital Accreditation (HA including laboratory quality standard ISO 15190 along with supervise the care of the treatment according to various professional standards and establish a network with other hospitals to forward patients. and develop Excellent Services for the best impression and satisfaction from the patient. In addition, the hospital service area as well as its facilities are continuously improved and expanded to accommodate both inpatients and outpatient services to get the most out of the hospital services.

And the company has also continuously developed and advanced its scope of medical specialty services to become the medical excellence centers by establishing the new medical excellence center so as to enhance their hospital services including five major centers as planned including the improvement of service locations, provision of more professional experts and medical specialists along with modern technological equipment, and development of service excellence with respect to international certified standard. The Eye and Lasik has been accomplished with JCI accreditation since 2016 which the four more excellence centers including Skin and Beauty, Orthopedic, Gastrointestinal and Liver, Brain and Nerve that have been on services are under process of getting further approval for the JCI standard.

##### 3.1.2. Investment Expansion Risk

The company has its plan to strengthen and gain competitive advantage and its revenue base by the expanding investment strategy. It is also the strict policy to engage consultants to conduct at all and every aspects of careful feasibility related to such business expansion prior to making any of Company investment.

In the past year, the company conducted the investment plan for the expansion of the second branch Hospital and the elderly rehabilitation center. The project has then been designed by the



architectural consultant, assessed the cost of construction and planned to start construction in the fourth quarter of the year 2018. In addition, the company has a plan for expansion of investment in other hospitals with continuous good performance. Recently, the company has been aiming to invest in two potential hospitals, however, such the targeted hospitals' policy have been changed which resulted in the timeline of such type of investment expansion has to be postponed to the year 2018.

## **3.2 Operation Risk**

### **3.2.1. Medical Personnel Shortage Risks**

Providing medical services is heavily dependent on quality of medical personnel in relevant fields of specialization. However, the supply of new medical personnel remains rather limited currently. Moreover, as the medical service industry is in an expansionary territory, demand for high quality and experienced medical staff is on the rise. Nonetheless, it takes a long time for these staff to enhance their knowledge and develop necessary capabilities. Given such a circumstance, the Company may be negatively impacted by possible shortages of medical personnel in various fields of specialization in the future. According to the policy to continuously enhance its service capability, thus, the company has prepared various arrangements to support, such as, the creation of relationships with universities' student internships, establishment of reasonable remuneration compared to peers in the same industrial services along with satisfied benefits that are granted to employees at all levels, and secure standing career employee plans to grow and advance them at all levels (Succession Plan) in order to ensure stability in their career for the employees who are ready to grow along with the Company. To create pride and value for employees, the Company has granted honor certifications and rewards to employees who work and have outstanding performance binding to the organization for long term work age of 10 years or up.

Furthermore, the Company has a policy to provide training and scholarships for qualified personnel, with an objective to enhance their skills and knowledge in various fields of specialization. This policy should help create a bond between the personnel and the Company, and the Company believes that this policy will help reduce exposure to the risk related to medical personnel scarcity. In the past, the company has not yet experienced a harmful shortage of medical personnel.

### **3.2.2. Risks of being lawsuits**

Hospital business operation nowadays may be at incremental risk of being sued for damages, no matter of not only the quality of medical care but cost of satisfaction in the service and/or mislead ad and quotes. Therefore, the Hospital does pay high attention to the importance of this issue. In order to mitigate potential risks, the Company has a risk management system in the hospital, employs expert medical screening system, enforces and adheres to ensure quality medical treatment operation, safety as strict to the security principle (Patient Safety), focuses on the safety of patients from significant risks (Patient Safety Goal)--at all must be taken to ensure the highest possible security of the patient, and continuous compliance with the standards (HA) which would help the Company in good management of potential risks with risk management measures (Risk management) in various levels as part of the development of the hospital's quality system, and provides a reporting and troubleshooting process whenever incurring a complaint from the service recipient. The Company should have Risk Management Committee and the

medical safety are responsible to define a guideline as to control any possible problem of medical services and providing reliable sufficient information to the recipients.

In the past year, the patient's case has been filed 2 cases at the civil court. One with Baht 2,000,000 on Court of Appeal and no appeal afterwards, and the other of Baht 535,323 has been in the consideration of the testimony.

### **3.3 Financial Risks**

#### **3.3.1 The Risk Associated With Uncertain Receivable**

The general practice and ethic for providing medical treatment and service to patients, excluding of Social security scheme, has to be at first without attention on prepaid or deposit. The Company may then face risks of being unable to collect parts or all medical bills after completion of such services. Thus, the Company has set the policy to progressively notify patients on the incurred costs of treatment and service during their admission and also has a receivable management unit to monitor, prevent, and minimize such risks as well as expedite the collection or even work altogether with them to solve any collectible problems.

Regarding the quality of the Company's accounts receivables, as of December 31, 2017, the Company's accounts receivables primarily consisted of accounts receivables from the Social Security Office amounting to Baht 114.05 million and the trade receivables of Baht 85.98 million, which were mostly attributed to accounts receivables from the Social Security Office, life insurance firms and non-life insurance firms. As these accounts demonstrate low default risk; therefore, the Company accordingly sees low risk of collection of medical service fee payments with doubtful debts at 2.73%.

#### **3.3.2 Liquidity Risks of the Company and its Subsidiaries**

The company operates its business in accordance with conservative financial policy that does not emphasize the source of funding from external loans. Any additional borrowing has to be proceeded only in needs for the period of long-term investment projects. The Company has the policy to keep its readiness for its investment growth plans by having been granted sufficient available credit supports from financial institutions including available bank overdrafts (OD), working capital facilities (PN) long-term loans (LT). The aforesaid amount of available credit lines to support the company's investment plan are all in Thai Baht currency, thus, there shall incur no forex risks of interest rate fluctuations.

### **3.3 Compliance Risk**

The Company may face a risk associated by the change of government policy mainly by the scheme of Universal Coverage for Emergency Patients (UCEP). This has an impact on the side of a medical billing delay caused by with a long payment period. However, the company focuses on the safety of the patient's lives and thus develops their coordination with the patient quickly transferrable process. In terms of changes in the current Social Security Scheme Policy, the Company may incur some risks affected by the change of government social insurance scheme due to the fact that the Company had income from medical services in accordance with Social Security program as a proportion of about 45.3 percent of total revenue in 2017. However, the management of the Company believes that social security system of the country is relatively stable in both system and security disbursement. The new policy might increase more additional medication fee to reflect the cost of services of the hospitals participating in the

system, which will be beneficial to the Company. The management has monitored the change in government policy through the Hospitals Association for the Development of Social Security, resulting in making it possible to assess the risk of changes of the program and the management can give comments and suggestions before the policy will be enforced.

#### 4. Properties Used in Business Operations

As of 31 December 2018, 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	2,062.80	Company	None
Land	147.33	Company	None
Buildings and Modifications	1,235.33	Company	None
Medical Equipment and Instruments	531.13	Company	None
Office Equipment and Instruments	88.19	Company	None
Vehicles	37.57	Company	None
Structures on Lease Rights	23.25	Company	None
Land Lease Rights	17.43	Lease Rights	10 – 30 Years
Intangible Assets	45.80	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
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	Business Operation Facility	Company	None

Property Details	Utilization Characteristics	Ownership	Obligations
General Hospital (Building 1) with 15 floors and the area of 19,412 square meters.			
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 Building and modifications for Medical Ladprao General Hospital (Building 3) with 6 floors and the area of 6,270 square meters.	Business Operation Facility	Company	None
2.4 Modifications to Building No. 2687, Ladprao Rd. (Building 4).	Business Operation Facility with Part of the Area Leased by ABMC (A Subsidiary)	Company	None
2.5 Dormitory building and modifications. A residential building with seven floors and the area of 5,015 square meters.	Business Operation Facility	Company	None
2.6 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

#### *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  located at Wangthonglang, Bangkok, with the area of 1-1-18 rai. (formerly used as a parking service section).	New Medical Center Construction Site  (Expansion)	1. Mr. Chawalit Sensatian 2. Mr. Prasert Sensatian 3. Mrs. La-iad Sensatian 4. Mrs. La-uab Makaew	Lease begins on 1 April 2013 with the lease period of 20 years  and ends on 31 March 2033 with the following lease payment specifications. - Lease payment from 1 April 2013 to 31 March 2023 at 447,368.42 baht per year. - Lease payment from 1

Type of Property with Land Lease Rights	Utilization Objectives	Contract Parties	Significant Contract Contents
			<p>April 2023 to 31 March 2033 at 492,105.26 baht per year.</p> <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>
<p><b>2. Land</b></p> <p>2.1 Land Title Deeds No. 24214 – 24215 located at Wangthonglang, Bangkok, with the area of 1-1-98 rai.</p> <p>2.2 Land Title Deed No. 24213 located at Wang Thong Lang, Bangkok, with the area of 1-0-56rai.</p>	<p>Parking Space for Medical Facility Service Recipients</p>	<p>Mrs. Sunee Sensatian</p>	<ul style="list-style-type: none"> <li>- Lease begins on 1 January 2014 for a period of ten years and ends on 31 December 2023 with the specified lease payment of 490,989.47 baht per year.</li> <li>- 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.</li> </ul>
<p><b>3. Land</b></p> <p>Land Title Deeds No. 210279 – 24212 located at Wang Thong Lang, Bangkok, with the area of 1-0-33 rai</p>	<p>Parking Space for Medical Facility Service Recipients</p>	<p>1. Mr. Usah Sensatian. 2. Mrs. La-o Hanafée. 3. Mrs. Supaporn Onwan 4. Miss. Wareeporn Sensatian</p>	<p>Lease begins on 1 January 2014 for a period of ten years and ends on 31 December 2023 with the specified lease payment of 355,515.79 baht per year</p>
<p><b>4. Land</b></p> <p>Land Title Deeds No. 210280 located at Wang Thong Lang, Bangkok, with the area of 0-0-65 rai</p>	<p>For use as a thoroughfare and as a passage</p>	<p>Mrs. Sirima Kitkanakorn</p>	<p>Lease begins on 1 January 2017 for a period of 30 years and ends on 31 December 2047 with the specified lease payment of 17,053.63 baht per year</p>

Intangible Assets

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

## 5. Legal Disputes

As of 31 December 2018, 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., KlongchaokunSsng, Wangthonglang, Bangkok, 10310
Tel.	02-530-2244, 02-530-2556-69
Fax.	02-539-8490
	<a href="http://www.Ladpraohospital.com">http://www.Ladpraohospital.com</a>
E-mail Addre	<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., 178 Soi Permsap (Prachachuen 20) Prachachuen Road, Bang Sue, Bangkok, 10800, Tel: 02-555-0600, Fax: 02-555-0664