

# บริษัท วัฒนาการแพทย์ จำกัด (มหาชน) (บมจ 456)



70/7-8 ถนนสุภกิจจรรยา ตำบลหมากแข้ง อำเภอเมือง จังหวัดอุดรธานี

Telephone (042) 241031-3 , 246181-3

70/7-8 Suphakitjanya Rd. Muang District , Udorn Thani, Thailand.

## WATTANA KARNAET PUBLIC COMPANY LIMITED

---

Date 14 May 2017

WATTANA KARNAET PUBLIC COMPANY LIMITED

### Management Discussion and Analysis

#### Executive Summary

##### Quarter 1/2017 Performance

Wattana Karnpaet Public Company Limited (“Company”) reported the total income in Quarter 1/2017 to be Baht 68.591 million, decreased by 8.25% from Quarter 1/ 2016. This decrease in income was due to the decrease in the number of patients during this quarter.

In Quarter 1/2017, the Company had the cost of hospital operations with depreciation of Baht 71.615 million, increased by Baht 1.424 million, or 2.0% from last year. The increase in cost was due to the increase in increasing sub-specialists to improve the quality of care of the patients.

In Quarter 1/2017, the Company has EBITDA of Baht 1.508 million, decreased 82.0% from last year.

From the above explanation, the Company reported net profit of Baht 3.830 million, decreased 255.8% from the same quarter of last year.

#### Quarter 1/2017 Financial Summary

##### Operating Income

| (Million Baht)                   | Quarter 1/2017 | Quarter 1/2016 | % Change |
|----------------------------------|----------------|----------------|----------|
| Revenue from hospital operations | 65.668         | 73.342         | -10.5%   |
| Other Income                     | 2.924          | 1.419          | +106.1%  |
| Total Income                     | 68.591         | 74.761         | -8.3%    |

##### Cost and Expenses

| (Million Baht)                           | Quarter 1/2017 | Quarter 1/2016 | % Change |
|--|----------------|----------------|----------|
| Cost of hospital operations              | 53.954         | 53.272         | 1.3%     |
| Administrative expenses                  | 17.661         | 16.919         | 4.4%     |
| Total cost and expenses and depreciation | 71.615         | 70.191         | 2.0%     |

## บริษัท วัฒนาการแพทย์ จำกัด (มหาชน) (บมจ 456)



70/7-8 ถนนสุภกิจจรรยา ตำบลหมากแข้ง อำเภอเมือง จังหวัดอุดรธานี

Telephone (042) 241031-3 , 246181-3

70/7-8 Suphakitjanya Rd. Muang District , Udorn Thani, Thailand.

### WATTANA KARNAET PUBLIC COMPANY LIMITED

#### Profitability Analysis

| (Million Baht)          | Quarter 1/2017 | Quarter 1/2016 | % Change |
|-------------------------|----------------|----------------|----------|
| EBITDA                  | 1.508          | 8.363          | (82.0%)  |
| EBITDA margin           | 0.12%          | 11%            |          |
| EBIT                    | (3.854)        | 3.498          | (210.2%) |
| EBIT margin             | (5.6%)         | 5%             |          |
| Net profit              | (3.830)        | 2.459          | (255.8%) |
| Net profit margin       | (5.6%)         | 3.3%           |          |
| Basic earning per share | (0.38)         | 0.25           | (255.8%) |

From the above mentioned, EBITDA increased from Baht 8.363 million in Quarter 1/2016 to Baht 1.508 million in Quarter 1/2017, or an decreased of 82.0%. EBITDA margin also decreased from 11% to 0.12%.

#### Balance Sheet and Cash Flow

##### Balance Sheet

| (Million Baht)             | Quarter 1/2017 | Quarter 1/2016 | % Change |
|----------------------------|----------------|----------------|----------|
| Total Assets               | 453.429        | 454.442        | -0.2%    |
| Total Liabilities          | 132.780        | 129.677        | 2.4%     |
| Total Shareholders' Equity | 320.649        | 324.765        | -1.3%    |

In Quarter 1/2017, the total assets of the Company decreased by 0.2%, resulting in the Quarter 1/2017 total assets of Baht 453.429 million. At the same time the total liabilities was increased by 2.4%, resulting in the total liabilities of Baht 132.780 million. This resulted in the total shareholders' equity in Quarter 1/2017 was Baht 320.649 million, or a 1.3% decrease.

บริษัท วัฒนาการแพทย์ จำกัด (มหาชน) (บมจ 456)



70/7-8 ถนนสุภกิจจรรยา ตำบลหมากแข้ง อำเภอเมือง จังหวัดอุดรธานี

Telephone (042) 241031-3 , 246181-3

70/7-8 Suphakitjanya Rd. Muang District , Udorn Thani, Thailand.

WATTANA KARNAET PUBLIC COMPANY LIMITED

Cash Flows

| (Million Baht)   | Quarter<br>1/2017 |
|--|-------------------|
| Net cash provided by (used in) operating activities      | 1.452             |
| Net cash provided by (used in) investing activities      | (1.582)           |
| Net cash provided by (used in) financing activities      | 0.180             |
| Increase (Decrease) in cash and cash equivalents – net   | 0.051             |
| Cash and cash equivalents at the beginning of the period | 35.698            |
| Cash and cash equivalents at the end of the period       | 35.749            |

In Quarter 1/2017, the Company had net increase in cash and cash equivalent of Baht 0.051 million, with the cash and cash equivalents at the beginning of the period of Baht 35.698 million. As a result, cash and cash equivalents at the end of the period was Baht 35.749 million.

.....  
( Suphawan Tangsubkul , M.D.) Director