



Ref : 22/2017

May 15, 2017

Subject : The explanation of operating results for the first quarter of 2017

To : The SET President

Vibhavadi Medical Center Plc. 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 March 31,2017. The results shows net profit of Baht 153.62 million , comparing at the same period in 2016 representing 6.01% increase. This is mainly due to :

1. Income from medical treatments in the consolidated financial went up 1.13% due to income from Chiang Mai Ram Medical Business Plc., (CMR) amount Baht 854.83 million. comparing at the same period in 2016 representing 3.30% increase. Income from medical treatments in the separate financial went down 3.46% due to the decreased in the number of out-patients to 4.83% and the number of in-patients decreased 19.32 % . The rental and service income went down amount to Baht 11.46 million from Princeton Park Suit Co.,Ltd. amount Baht 11.83 million. The other income grew up 1.18% amount to Baht 4.26 million.

2. The cost of medical treatments when compared to income from medical treatments decreased 3.55% due to the cost of medical treatments from CMR went up amount 3.53% and the cost of medical treatments in the separate finance went up 3.84% . The cost of rental and service went up 20.89% from the rental of Princeton Park Suit Co.,Ltd. comparing at the same period in 2016 representing 32.70% decrease but the cost of selling and service went up 25.62%. The cost of administrative when compared to income from medical treatments went up 0.66 % due to the expenses of CMR increased 0.68% and the separate financial increase 0.89% .

3. The net income increased 6.01% (Separate financial statement : decreased 0.95 %) due to the share of profit of associates increased amount Baht 49.72 million and the separate financial decreased due to went down of the number of patients.

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)
Managing Director