



Ref : 11/2018

February 26, 2018

Subject : The explanation of operating results for the year of 2017

To : The SET President

Vibhavadi Medical Center Plc. 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, 2017. The results of their operations can be summarized as follows :

1. Income from medical treatments in the consolidated financial Statement went up 6.81% due to income from Chiang Mai Ram Medical Business Plc."CMR", a subsidiary amount Baht 3,747.64 million went up from previous year 7.62%. Income from medical treatments in the separate financial statement went up 4.79% due to the increased in the number of out-patients to 2.57% but the decreased in the number of in-patients to 1.06%. The rental and service income went down 14.12% due to income from Company went up amount to Baht 0.18 million or 0.87% but Princeton Park Suit Co.,Ltd."PPS" a subsidiary went down amount to Baht 19.41 million or 15.91% The other income went up 22.10% amount to Baht 18.15 million due to gain on sales of medical equipment amount to Baht 9.17 million.

2. The cost of medical treatments when compared to income from medical treatments went up 0.86%. due to expending employment increase to accommodate the number of patients is increasing. The cost of selling and administrative when compared to income from medical treatments went down 0.81%. The cost of rental and service when compared to income from rental and service went up 9.91% due to the cost of PPS went up 12.46%.

3. The net income increased 28.06% (Separate financial statement : decreased 3.60%) due to share of profit from investment in Vibharam Hospital Co.,Ltd. increased amount Baht 168.16 million but the other associated decreased amount to 5.47 million Baht .

Please be advised accordingly.

Yours sincerely,

(Mr.Chaisith Viriyamettakul)
Manager Director