



Ref : 62/2018

November 13, 2018

Subject : The explanation of operating results for the Third quarter of 2018

To : The SET President

Vibhavadi Medical Center Pcl. 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 September 30,2018. The results shows net profit of Baht 221.87 million , comparing at the same period in 2017 representing 25.59% decrease. This is mainly due to :

1. Income from medical treatments in the consolidated financial went down 0.83% due to income from Chiang Mai Ram Medical Business Pcl., (CMR) amount Baht 997.04 million. comparing at the same period in 2017 representing 5.60% decreased due to Social Security Office reimbursement of 2015 amount Baht 85.41 million. Income from medical treatments in the separate financial went up 6.07% due to the increased in the number of in-patients to 1.33% and the number of out-patients decreased 3.32 % . The rental and service income went down amount to Baht 6.57 million from the separate amount Baht 1.10 million and Princeton Park Suit Co.,Ltd. amount Baht 2.20 million. The other income went down 0.04% amount to Baht 0.009 million.

2. The cost of medical treatments when compared to income from medical treatments increased 6.41% due to the cost of medical treatments from CMR went up amount 11.76% from decreased of income of Social Security Office but the cost of medical treatments in the separate finance went down 1.25% . The cost of rental and service went down 16.65% from the rental of Princeton Park Suit Co.,Ltd. comparing at the same period in 2017 representing 16.39% decreased but the cost of selling and service went down 2.52%. The cost of administrative when compared to income from medical treatments went down 7.02 % due to the expenses of CMR decreased 0.25% and the separate financial increase 1.16% .

3. The net income decreased 25.59% (Separate financial statement : increased 5.79 %) due to Social Security Office reimbursement of 2015 amount Baht 85.04 million and the share of profit of associates decreased amount Baht 8.74 million. .

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)  
Managing Director

