

November 14<sup>th</sup>, 2018

Subject : Clarification of the net profit of the third quarter, year 2018, which has changed over 20 %  
in comparison to the year 2017.

To : The director of the Stock Exchange of Thailand

Ramkhamhaeng Hospital Public Company Limited would like to clarify the operation results, as follows:

1. Ramkhamhaeng Hospital Public Company Limited and its subsidiaries have the revenues of 1,433.69 million baht, increase of 24.77 %. The reasons for the increase are :

1.1 In the year 2018, Ramkhamhaeng Hospital Public Company Limited and its subsidiaries have the revenues from medical treatment of 977.49 million baht, which is a 3.13 % increase from the previous year. The revenues can from the three hospitals are broken down as follows :

- Ramkhamhaeng Hospital	919.99	million baht
- Chaiyapum Ram Hospital	23.92	million baht
- Muang Loei Ram Hospital (August-September'2018)	<u>33.58</u>	million baht
Total	<u>977.49</u>	million baht

Muang Loei Ram has changed the status from affiliated to subsidiary company of Ramkhamhaeng since August, 2018.

1.2 Ramkhamhaeng has revenue from selling medical supply and equipment 139.75 million baht, which increase

45.42 million baht from the previous year.

1.3 In the year 2018, Ramkhamhaeng Hospital Public Company Limited receives dividend from investment 99.58 million baht, increase of 1.89 million baht.

1.4 In addition to the other incomes in 1.2 and 1.3 there are also the following incomes :

Unit : Million baht

	<b>2018</b>	<b>2017</b>
Interest income	1.36	1.99
Other incomes	215.52	7.27
- Profit from reverse the entry of Impairment of Assets	206.21	-
- Other	9.31	7.27

Ramkhamhaeng has profit from reverse the entry Allowance for doubtful accounts Loans receivable and Accrued Interest receivable from Muang Loei Ram in the amount of 91.56 and 114.65 million

baht. RAM received payment the Loan and Accrued interest receivable in October, 2018.

2. The expenses of Ramkhamhaeng Hospital Public Company Limited and its subsidiaries are as follows.

Unit : Million baht

	<b>2018</b>	<b>2017</b>
Cost of medical treatment	635.49	618.16
Cost of selling medical equipment	114.92	60.65
Administrative expenses	112.70	109.64
Finance costs	13.88	22.86
Finance costs (net)	12.52	20.87
Proportion of cost of medical treatment / revenue of medical treatment	65.01	65.22
Proportion of cost of administrative expenses/revenue of medical treatment	11.53	11.57

It can be seen that the proportion of cost of medical treatment and administrative expenses / revenue of medical treatment in 2018 is a little lower than 2017 about 0.25 %.

3. In the year 2018, Ramkhamhaeng Hospital Public Company Limited received share of profit from investment in associated company 139.52 million baht while it had highly to 192.35 million baht in 2017. The details are as follows:

Unit : Million baht

	<b>2018</b>	<b>2017</b>
Chiangmai Ram Hospital Company Limited	19.70	36.15
Rangsiphan Company Limited	(0.04)	(0.02)
Synphaet Company Limited	71.56	65.82
Piyasiri Company Limited (Sukhumvit Hospital)	(1.79)	(0.30)
Vibhavadi Medical Center Public Company Limited	15.76	20.59
Phayao Ram Hospital Company Limited	2.69	2.76
Vibha Ram Hospital Company Limited	31.45	68.79
Legacy Golf Company Limited	(2.55)	(1.44)
Burirum Ruamphaet Co.,Ltd.	2.74	0.00
Total	139.52	192.35

From the aforementioned information, Ramkhamhaeng Hospital Public Company Limited and its subsidiaries earned the net profit of 647.94 million baht, which is a increase of 165.50 million baht or 34.30 % from the previous year.

Yours Sincerely,

(Dr. Chamnan Chanapai)

Managing Director