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Ref: HEMP-017/2021

August 11, 2021

Subject: Clarification of the Operating Result Difference Exceeding 20%

To: The President
The Stock Exchange of Thailand

Copy to: The Secretary
The Securities and Exchange Commission

Health Empire Corporation Public Company Limited would like to clarify the net loss for Q2/2021 of 8.87 million Baht in the consolidated financial statement comparing to that of the same period of 2020 that report net loss of 4.76 million baht in the consolidated financial statement having difference of more than 86.42% as a result of in 2/2020, which differs in excess of 20 percent as The Notification of the Capital Market Supervisory Board No. Tor Jor. 44/2556 Re: Rules, Conditions and Procedures for Disclosure regarding Financial and Non-financial Information of Securities Issuers, Clause 22, when it appears that the income or net profit according to the financial statements of any securities issuing company differs from the financial statements of the same period of the previous year by more than twenty percent. The issuing company shall conduct an Interim Management Discussion and Analysis, at least showing the causes and key factors causing the differences, including the impact caused by such factors and forward to the office along with the financial statements.

The Company's sales revenue increased from 21.01 million baht in Q2/2020 to 40.71 million baht in Q2/2021, total increase of 19.70 million baht or a 93.74%, for the company's income The decrease was due to management restructuring. and investment for new business in subsidiary. In addition, the company continues to slow down investment in the distribution business in the gadget business.

Cost of sales of the company increased from 13.70 million baht in Q2/2020 to 17.39 million baht Q2/2021, total increase of 3.69 million baht or accounted for an increase of 26.90%

The company's cost of distribution and administrative expenses increased from 11.79 million baht in Q2/2020 to 28.90 million baht in Q2/2021, totaling an increase of 17.10 million baht, or accounted for an increase of 145.01% due to the management restructuring in the last quarter.

For causes and important factors affecting operations in the 2nd quarter of 2021 due to the Covid situation The Company continues to be affected continuously. In particular, the beauty clinic service business is operated by Slim Wellness Asia Co., Ltd., (SWA), a subsidiary of the Company, due to the closure of all branches, most of the revenue comes from selling goods and services online. The main expenses will be administrative expenses and ongoing online marketing expenses to boost sales.

In addition, the Company has invested more in a newly established subsidiary to carry out long-term plans in the last quarter, the company has studied and discussed with experts to establish a subsidiary, namely Medical Empire Co., Ltd., which was established in the third quarter It is an event that occurred after the issuance of the financial statements Q2/2021 for the purpose of operating a business for Thai Traditional Medicine Clinic, Alternative Medicine, Wellness & Spa. Which the company expects to start operations when the covid situation is relieved and controlled, which the company will adjust according to the situation and if there is any progress, the Company will subsequently report the appointment to the Stock Exchange of Thailand.

Please be advised accordingly.

Respectfully Yours,

-Samart Chuasiriphattana-

(Mr. Samart Chuasiriphattana)

Director and CEO