

Ref : 8/2022

February 25, 2022

Subject : The explanation of operating results for the year 2021

To : The SET President

Vibhavadi Medical Center Pcl. (VIBHA) 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, 2021. The results shows net profit of Baht 1,805.05 million, comparing at the same previous year 2020 representing 287.79% increase. This is mainly due to :

1. VIBHA and its subsidiary have total incomes amount Baht 7,873.84 million comparing at the same previous year 2020 representing 23.84% increase. The reasons for increase are :

1.1 The revenues can from the Company and subsidiary as follows :

- VIBHA	3,377.72	Million baht
- CMR	4,311.79	Million baht
- Princeton Park Suite Co.,Ltd	22.75	Million baht
- Beauty Design Center Co.,Ltd	153.03	Million baht
- V. Precision Co.,Ltd	8.55	Million baht
Total	7,873.84	Million baht

1.2 In 2021 VIBHA has a divided received from investment amount Baht 342.43 million increase of Baht 150.34 million from the previous year, or 78.27% from increasing investment in equity securities.

1.3 In 2021 VIBHA had a gain on sales of investment amount Baht 20.65 million and profit from the fair value measurement of financial assets amount Baht 2.33 million.

1.4 The other income amount Baht 111.90 million comparing at the same previous year 2020 representing 8.06% decrease .

2. The expenses of VIBHA and its subsidiaries as follow :

	2021	2020
Cost of medical treatment	5,142.82	4,406.04
Cost of rental and services	76.04	79.85
Cost of Administrative	946.31	925.04
Finance costs	220.78	202.72
Proportion of cost of medical treatment / income of medical	70.35%	74.56%
Proportion of administrative expenses / income of medical	12.95%	15.65%

The cost of medical treatments when compared to income from medical treatments decreased 4.21% and The cost of administrative when compared to income from medical treatments decreased 2.70 % due to the cost of medical treatments of CMR higher than but the cost expenses of CMR lower than as follow :

	VIBHA	CMR
Proportion of cost of medical treatment / income of medical	62.57%	77.64%
Proportion of administrative expenses / income of medical	13.45%	12.61%

3. VIBHA and subsidiaries received share of profit from investment in associated company amount Baht 721.69 million increase of loss amount Baht 784.04 million in 2020 as follow ;

	2021	2020
Vibharam Hospital	672.76	(20.08)
Thippayabordin Co.,Ltd	(3.72)	(49.60)
Bangpho Hospital	40.70	6.20
Kalangnakorn Hospital	3.41	6.62
Phawo Hospital	8.54	(5.49)
Total	721.69	(62.35)

4. The net income increased 287.79% (Separate financial statement : increased 58.16 %) due to the company, subsidiary and associated company provides medical instrument and hospital services to the growing number of patients affected from the Coronavirus (COVID-19) epidemic.

Please be advised accordingly.

Yours sincerely,

(Mr, Chaisith Viriyamettakul)
Chief Executive Officer