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Ref: HEMP-013/2022

February 26, 2022

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 the year 2021 of 61.42 million Baht in the consolidated financial statement comparing to that of the same period of 2021 that report net loss of 28.37 million baht in the consolidated financial statement having difference of more than 116.53% as a result of in Q3/2020, 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 and services decreased from 93.30 million baht in 2020 to 89.50 million baht in 2021, totaling a decrease of 3.79 million baht or a 4.07%, for the decrease in the company's income Due to the impact of the state that temporarily closed the business due to the epidemic situation of Covid.

Cost of sales of the company decreased from 71.13 million baht in 2020 to 50.75 million baht 2021, totaling a decrease of 20.38 million baht or accounted for an decrease of 28.65%

The company's cost of distribution and administrative expenses increased from 64.94 million baht in 2020 to 133.43 million baht in 2021, totaling an increase of 68.49 million baht, or accounted for an increase of 105.46%, This is in accordance with the normal activities of the business and business plans according to the Group's company.

As for the causes and important factors affecting operations in the past 2021, due to the COVID-19 situation, significantly affecting the company's main revenue. As a result, the beauty clinic service business operated under Slim Wellness Asia Company Limited (SWA) has to temporarily close its branches in accordance with the government's policy. which the company must sell products through online channels only Even at the end of the year, it will be able to open as usual. But still affect the sales of the company. In addition, in terms of business operations The company continues to focus on health promotion businesses (Healthcare & Wellness) such as herbal products, Thai traditional medicine, pharmaceuticals, cosmeceuticals, beauty products, dietary supplements, hospital business. which is the result of looking for new business The Company has studied and negotiated and invested through the Company's subsidiary. As for the hemp, cannabis and hut businesses, the company is currently in the process of gradual investment in building greenhouses and investing in equipment for hemp and cannabis cultivation, and after that it will undertake research, development of good strains, cultivation, cultivation. extraction, product creation, distribution and medicine.

For the case where the company has used financial instruments It is a suitable financial tool that can solve problems and make the shareholders' equity more than 50% of the paid-up capital. In order to get past the "C" mark, the Company has already proceeded as planned. And it is expected that the company will be released from being posted on the C sign within this year and if there is any progress, the company will report through the website of the Stock Exchange of Thailand.

Please be advised accordingly.

Respectfully Yours,

-Samart Chuasiriphattana-

(Mr. Samart Chuasiriphattana)

Director and CEO