



WPH-SET 008/2022

12 May 2022

Re: The increase of the capital budget in Wattanapat Samui Hospital project

To : President
The Stock Exchange of Thailand

The Board of Directors' Meeting of Wattanapat Hospital Trang Public Company Limited (the "**Company**") No. 2/2022, held on 12 May 2022 has resolved to approve the Company to increase the capital budget in Wattanapat Samui Hospital project as approved by the Company's Directors' Meeting No. 4/2019, held on 8 August 2019, from the existing budget of 558,583,482 THB. to 838,000,000 THB. As the Company desires to adjust the construction plan for more utilization area reserved for providing more services.

The increase of the capital budget in Wattanapat Samui Hospital project is considered to be the acquisition of assets in pursuant to the Notification of the Capital market Supervisory Board No. TorJor. 20/2551 Re: Rules on Entering into Material Transactions Deemed as Acquisition or Disposition of Assets, dated 31 August 2008 (as amended) and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of the Listed Company Concerning the Acquisition or Disposition of Assets, 2004, dated 29 October 2004 (as amended) ("**Notifications on Assets Acquisition or Disposal**"). The value of the transaction, calculated from the Notifications on Assets Acquisition or Disposal, is less than 15 percent but not exceeding 50 percent of the Company's total net assets. Therefore, the Company is obliged to prepare reports and disclose the information of memorandum with the least information as specified in Schedule 1 annexed of the Notifications on Assets Acquisition or Disposal and distribute the information documents as specified in Schedule 2, to the shareholders of the Company within 21 days from the date of information disclosure to the SET without the Company's shareholders' meeting's approval. The information of memorandum of the increase of the capital budget in Wattanapat Samui Hospital project according to Schedule 1 annexed in the Notifications on Assets Acquisition or Disposal are as follows:

1. Transaction Date

Wattanapat Samui Hospital project has commenced in quarter 4 of 2021 and the Company will purchase the medical equipment and supplies at the completion of the construction which expected to be completed in quarter 4 of 2022.

2. Relevant Parties and relationship with the registered company

The Contractor: Thai Polycons Public Company Limited

The Contractor does not have any relations with the Company and it is not considered as the connected person according to the Notification of the Capital Market Supervisory Board No. TorJor. 21/2551 and the Stock Exchange of Thailand re: Disclosure of Information and Acts of Listed Companies Concerning Connected Transactions dated 19 November 2003.



3. General characteristics of the transaction and the details of the acquired assets

The Company shall commence the construction after received the approval from the Company's Board of Directors and due to the increase of the utilization area shall result the Company to be able to purchase more medical equipment and supplies reserved for the additional coverage in providing medical and healthcare services. Currently, the Company is under the consideration for appraising the statements for the construction material and expenditure (BOQ) for the additional utilization area and the consideration for the details of the medical equipment and supplies to be in line with the appropriate standards and the additional utilization area. Wattanapat Samui Hospital project is expected to be completed and incorporated in quarter 1 of 2023. The construction timeline has been postponed from quarter 3 of 2021 due to the spread of Covid-19 pandemic which results in the incompetence of the construction. The increment of the construction materials led the Company to adjust the construction plan in order to generate the most valuable investment despite causing the additional operating budget.

Wattanapat Samui Hospital project shall be built as a three floors patient service building with the total utilization area of 9,960 square meters (from the existing utilization area of 9,000 square meters), on 6 rai, 4 ngan, 5.4 square meters.

The increase of the capital budget in Wattanapat Samui Hospital project is considered to be the acquisition of assets in pursuant to the Notifications on Assets Acquisition or Disposal. Whereas the calculated value of the transaction derived from the additional budget of 279,000,000 THB. equals to 14.65 percent of the total net assets of the Company as of 31 March 2022. (The method represents the highest value of the transaction).

Total Value of Consideration received x 100	=	279,000,000 x 100
		1,904,492,000
Total value of the Company's net assets (According to the Company's audited consolidate financial ended 31 March 2022)	=	14.65%

In this regard, the calculated value of the transaction derived from the total capital budget of the project of 838,000,000 THB. equals to 44 percent of the total net assets of the Company as of 31 March 2022. (The method represents the highest value of the transaction).

Total Value of Consideration received x 100	=	838,000,000 x 100
		1,904,492,000
Total value of the Company's net assets (According to the Company's audited consolidate financial ended 31 March 2022)	=	44.00%

The value of the transaction is less than 15 percent but not exceeding 50 percent of the Company's total net assets (The method represents the highest value of the transaction) and the Company did not conduct any acquisition of assets transactions within the past six months. Therefore, the Company is obliged to prepare reports and disclose the information of memorandum with the least information as specified in Schedule 1 annexed of the Notifications on Assets Acquisition or Disposal and distribute the information documents as specified in Schedule 2, to the shareholders of the Company within 21 days from the date of information disclosure to the SET without the Company's shareholders' meeting's approval. The information of memorandum of the



increase of the capital budget in Wattanapat Samui Hospital project according to Schedule 1 annexed in the Notifications on Assets Acquisition or Disposal

4. Total value of consideration and the assets acquired

The hospital buildings and the additional medical equipment and supplies' values are in the amount of 279,000,000 THB. Whereas, the total value of the project is 838,000,000 THB., including the value of the land for 218,000,000 THB., the construction and system and the medical equipment and supplies for 620,000,000 THB.

5. Method for determining the offering price

Determined from the capital budget of Wattanapat Samui Hospital project, including medical equipment and supplies.

6. Benefits expected from the transaction

The expansion of the utilization area and the additional medical equipment and supplies are deemed to increase the capabilities to reserve the additional service users which results the Company to generate more income that leads to the additional value for the shareholders of the Company.

7. Source of funds utilized for an assets acquisition transaction

Wattanapat Samui Hospital Company Limited will apply for loans from financial institution and/ or loans from the Company for some certain amount which does not affect the liquidity and operation of the Company.

8. Opinion of the Company's Board of Directors

The conduct of the transaction is deemed appropriate and beneficial to the Company. The expansion of the utilization area will create the most utilization for the area of the hospital in order to provide medical services which is the main business of the Company.

9. Opinion of the Audit Committee and/or the directors of the Company which are different from those Board of Directors in No.8

- None -

Please be informed accordingly

Yours Faithfully,

(Mr. Chane Laosonthorn)
Director