

February 28th, 2020

Subject : Clarification of the net profit of the year 2019, which has changed over 20 % in comparison to the
Year 2018

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 4,953.74 million baht, decrease of 11.53 %. The reasons for the decrease are :

1.1 In the year 2019, Ramkhamhaeng Hospital Public Company Limited and its subsidiaries have the revenues from medical treatment of 3,746.88 million baht, which is a 3.47 % increase from the previous year. The revenues can from the three hospitals are broken down as follows :

- Ramkhamhaeng Hospital	3,455.49	million baht
- Chaiyapum Ram Hospital	87.94	million baht
- Muang Loei Ram Hospital	<u>203.45</u>	million baht
Total	<u>3,746.88</u>	million baht

1.2 Ramkhamhaeng has revenue from selling medical supply and equipment 815.62 million baht, which increase 325.55 million baht from the previous year.

1.3 Ramkhamhaeng has profit from reverse the entry Allowance for doubtful accounts Loans receivable and Accrued Interest receivable in the amount of 1.20 million baht decrease of 207.01 million baht from the pervious year

1.4 In the year 2019, Ramkhamhaeng Hospital Public Company Limited receives dividend from investment 272.62 million baht, decrease of 14.81 million baht.

1.5 In the year 2018, R-Plus-Asset Company Limited which subsidiary company of Ramkhamhaeng had profit from selling land in the amount of 945 million baht and Ramkhamhaeng had lost from smash the building in the amount of 6.5 million baht. So, Ramkhamhaeng had net profit from selling asset in the amount of 938.50 million baht. There isn't any profit from selling land. In 2019

1.6 In addition to the other incomes in 1.2, 1.3, 1.4 and 1.5 there are also the following incomes :

Unit : Million baht

	2019	2018
Interest income	13.92	15.65
Profit from selling investment	58.87	-
Other incomes	44.60	38.03

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

Unit : Million baht

	2019	2018
Cost of medical treatment	2,553.20	2,442.74
Cost of selling medical equipment	614.09	407.46
Administrative expenses	516.93	486.11
Loss from Impairment of Investment	248.04	56.89
Finance costs	46.17	61.87
Finance costs (net)	32.25	46.22
Proportion of cost of medical treatment / revenue of medical treatment	68.14	67.46
Proportion of cost of administrative expenses/revenue of medical treatment	13.80	13.42

It can be seen that the proportion of cost of medical treatment and administrative expenses / revenue of medical treatment in 2019 is higher than 2018 about 1.06 %.

3. In the year 2019, Ram had from the impairment of investment in the amount of 248.04 million baht. and it had only 56.89 million baht in 2018

4. Ramkhamhaeng Hospital Public Company Limited received share of profit from investment in associated company in the amount of 455.41 and 546.75 million baht in 2018 and 2019.

Unit : Million baht

	2019	2018
Chiangmai Ram Hospital Company Limited	122.15	70.64
Rangsiphan Company Limited	0.01	(0.03)
Synphaet Company Limited	102.32	296.85
Piyasiri Company Limited (Sukhumvit Hospital)	46.01	(6.25)
Vibhavadi Medical Center Public Company Limited	52.02	50.99
Phayao Ram Hospital Company Limited	18.27	15.88
Vibha Ram Hospital Company Limited	226.30	73.33
Legacy Golf Company Limited	(18.85)	(11.05)
Burirum Ruamphaet Co.,Ltd.	6.74	3.12
Tipayabodin Co.,Ltd.	(15.18)	(48.07)
Rajthanee Hospital Company Limited	6.85	-
Nan-Ram Hospital Company Limited	0.11	-
Total	546.75	445.41

From the aforementioned information, Ramkhamhaeng Hospital Public Company Limited and its subsidiaries earned the net profit of 1,320.72 million baht, which is a decrease of 922.92 million baht or 41.13 % from the previous year.

Yours Sincerely,

(Dr. Chamnan Chanapai)

Managing Director