

June 5<sup>th</sup>, 2020

Subject : Clarification of the performance of the first quarter 2020, which has changed over 20 %  
in comparison to the year 2019.

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 2,219.28 million baht, increase of 90.91 %. The reasons for the increase are :

1.1 In The year 2020, Ramkhamhaeng has one more subsidiary is Vibharam Company Limited. It is the reason why the company has increased revenue a lot in Consolidated Financial Statement. The revenues can from the four hospitals are broken down as follows :

- Ramkhamhaeng Hospital	1,089.94	million baht
- Vibharam Hospital	1,045.09	„
- Chaiyapum Ram Hospital	23.02	„
- Muang Loei Ram Hospital	<u>61.23</u>	„
Total	<u>2,219.28</u>	„

Vibharam has changed the status from affiliated to subsidiary company of Ramkhamhaeng since January 15<sup>th</sup>, 2020.

1.2 Ramkhamhaeng has revenue from selling medical supply and equipment 173.78 million baht, which increase

22.85 million baht from the previous year.

1.3 In the year 2020, Ramkhamhaeng Hospital Public Company Limited receives dividend from investment 58.85

million baht, increase of 22.40 million baht.

1.4 The company had profit from selling asset in the amount of 52.75 million baht in 2019 but it isn't any in 2020.

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

Unit : Million baht

	<b>2020</b>	<b>2019</b>
Interest income	1.01	0.89
Other incomes	18.86	9.53

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

Unit : Million baht

	<b>2020</b>	<b>2019</b>
Cost of medical treatment	1,454.77	617.92
Cost of selling medical equipment	125.25	122.84
Administrative expenses	345.64	125.89
Cost of amortization	2.58	2.41
Finance costs	45.86	6.53
Finance costs (net)	37.80	3.10
Proportion of cost of medical treatment / revenue of medical treatment	73.97	67.76
Proportion of cost of administrative expenses/revenue of medical treatment	17.57	13.81

It can be seen that the proportion of cost of medical treatment and administrative expenses / revenue of medical treatment in 2020 is higher than 2019 about 9.97 %. The reason of the higher ratio cost of medical treatment and administrative / revenue of medical treatment is the different specific cost of Ramkhamhaeng and Vibharam. The ratio are as follow.

	<b><u>Ramkhamhaeng</u></b>	<b><u>Vibharam</u></b>
Proportion of cost of medical treatment / revenue of medical treatment	66.32	79.77
Proportion of cost of administrative expenses/revenue of medical treatment	13.70	21.38

3. Ramkhamhaeng Hospital Public Company Limited received share of profit from investment in associated company in the amount of 118.38 and 109.05 million baht in 2019 and 2020.

Unit : Million baht

	<b>2018</b>	<b>2017</b>
Chiangmai Ram Hospital Company Limited	26.85	42.80
Rangsiphan Company Limited	(0.06)	(0.15)
Synphaet Company Limited	47.38	43.58
Piyasiri Company Limited (Sukhumvit Hospital)	3.78	3.73
Vibhavadi Medical Center Public Company Limited	15.76	6.78
Phayao Ram Hospital Company Limited	6.08	8.66
Vibha Ram Hospital Company Limited	-	21.60
Legacy Golf Company Limited	(2.85)	(3.62)
Burirum Ruamphaet Co.,Ltd.	2.30	1.47
Tipayabodin Co.,Ltd.	(3.57)	(6.47)
Rajthanee Hospital Public Company Limited	11.39	-
Nan Ram Hospital Company Limited	0.07	-
Sereruk Hospital Company Limited	<u>1.92</u>	<u>-</u>
Total	<u>109.05</u>	<u>118.38</u>

From the aforementioned information, Ramkhamhaeng Hospital Public Company Limited and its subsidiaries earned the net profit of 307.06 million baht, which is a decrease of 49.86 million baht or 13.90 % from the previous year.

Yours Sincerely,

(Dr. Chamnan Chanapai)

Managing Director