

August 14th, 2020

Subject : Clarification of the performance of the second 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 1,915.62 million baht, increase of 61.27 %. 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	964.49	million baht
- Vibharam Hospital	890.13	„
- Chaiyapum Ram Hospital	15.29	„
- Muang Loei Ram Hospital	<u>45.71</u>	„
Total	<u>1,915.62</u>	„

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

1.2 Ramkhamhaeng has revenue from selling medical supply and equipment 222.16 million baht, which increase

96.64 million baht from the previous year.

1.3 In the year 2020, Ramkhamhaeng Hospital Public Company Limited receives dividend from investment 143.46 million baht, increase of 3.39 million baht.

1.4 The company had profit from selling asset in the amount of 2.62 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

	2020	2019
Interest income	9.39	3.49
Other incomes	20.47	11.26

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

Unit : Million baht

	2020	2019
Cost of medical treatment	1,373.18	644.93
Cost of selling medical equipment	166.98	94.11
Administrative expenses	311.52	148.24
Cost of amortization	4.15	3.02
Finance costs	53.71	9.04
Finance costs (net)	49.56	6.02
Proportion of cost of medical treatment / revenue of medical treatment	89.78	71.00
Proportion of cost of administrative expenses/revenue of medical treatment	20.37	16.32

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 22.83 %. 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.

	<u>Ramkhamhaeng</u>	<u>Vibharam</u>
Proportion of cost of medical treatment / revenue of medical treatment	82.08	97.34
Proportion of cost of administrative expenses/revenue of medical treatment	17.25	24.56

The year 2020 had an epidemic COVID spread throughout the world. This incident effects businesses in the world. Hospital business is effected from this situation too.

3. Ramkhamhaeng Hospital Public Company Limited received share of loss from investment in associated company

in the amount of 103.79 in 2020 but it had share of profit in the amount of 23.46 million baht in 2019.

Unit : Million baht

	2020	2019
Chiangmai Ram Hospital Company Limited	(7.23)	8.78
Rangsiphan Company Limited	(0.05)	0.19
Synphaet Company Limited	(69.55)	5.47
Piyasiri Company Limited (Sukhumvit Hospital)	(3.46)	(0.70)
Vibhavadi Medical Center Public Company Limited	(6.45)	4.54
Phayao Ram Hospital Company Limited	0.17	4.59
Vibha Ram Hospital Company Limited	-	6.94
Legacy Golf Company Limited	(11.36)	(7.19)
Burirum Ruamphaet Co.,Ltd.	1.64	2.11
Tipayabodin Co.,Ltd.	(9.92)	(1.27)
Rajthanee Hospital Public Company Limited	4.75	-
Nan Ram Hospital Company Limited	0.05	-
Sereruk Hospital Company Limited	<u>(2.38)</u>	<u>-</u>
Total	<u>(103.79)</u>	<u>23.46</u>

From the aforementioned information, Ramkhamhaeng Hospital Public Company Limited and its subsidiaries suffered the net loss of 99.16 million baht, but it had earned the net profit of 284.45 million baht in 2019.

Yours Sincerely,

(Dr. Chamnan Chanapai)

Managing Director