

Praram 9 Hospital Public Company Limited  
Review report and interim financial information  
For the three-month and six-month periods ended  
30 June 2023

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Praram 9 Hospital Public Company Limited

I have reviewed the accompanying statement of financial position of Praram 9 Hospital Public Company Limited as at 30 June 2023, the related statements of comprehensive income for the three-month and six-month periods then ended, and the related statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim financial statements (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Manee Rattanabunnakit

Certified Public Accountant (Thailand) No. 5313

EY Office Limited

Bangkok: 10 August 2023

**Praram 9 Hospital Public Company Limited****Statement of financial position****As at 30 June 2023**

(Unit: Thousand Baht)

	Note	30 June 2023 (Unaudited but reviewed)	31 December 2022 (Audited)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		1,044,757	1,565,059
Trade and other receivables	3	203,475	242,928
Medicines and supplies		45,927	51,371
Other current financial assets	4	552,047	152,025
Other current assets		13,200	12,043
<b>Total current assets</b>		<b>1,859,406</b>	<b>2,023,426</b>
<b>Non-current assets</b>			
Restricted bank deposits		4,126	4,126
Other non-current financial assets	4	250,000	150,000
Property, plant and equipment		3,250,229	3,218,149
Right-of-use assets		19,246	18,955
Intangible assets		72,612	78,271
Deferred tax assets		62,401	60,115
Other non-current assets		4,915	4,762
<b>Total non-current assets</b>		<b>3,663,529</b>	<b>3,534,378</b>
<b>Total assets</b>		<b>5,522,935</b>	<b>5,557,804</b>

The accompanying notes are an integral part of the financial statements.

**Praram 9 Hospital Public Company Limited****Statement of financial position (continued)****As at 30 June 2023**

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>		
<b>Current liabilities</b>		
Trade and other payables	486,709	499,326
Current portion of lease liabilities	4,954	3,903
Income tax payable	41,641	60,378
Other current liabilities	30,271	45,901
<b>Total current liabilities</b>	<b>563,575</b>	<b>609,508</b>
<b>Non-current liabilities</b>		
Lease liabilities, net of current portion	4,043	3,787
Provision for long-term employee benefits	215,482	206,322
Other non-current liabilities	2,618	2,778
<b>Total non-current liabilities</b>	<b>222,143</b>	<b>212,887</b>
<b>Total liabilities</b>	<b>785,718</b>	<b>822,395</b>

The accompanying notes are an integral part of the financial statements.

**Praram 9 Hospital Public Company Limited**

**Statement of financial position (continued)**

**As at 30 June 2023**

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>		
Share capital		
Registered		
800,000,000 ordinary shares of Baht 1 each	800,000	800,000
Issued and fully paid-up		
786,300,000 ordinary shares of Baht 1 each	786,300	786,300
Share premium	1,934,360	1,934,360
Retained earnings		
Appropriated - statutory reserve	80,000	80,000
Unappropriated	1,936,557	1,934,749
<b>Total shareholders' equity</b>	<b>4,737,217</b>	<b>4,735,409</b>
<b>Total liabilities and shareholders' equity</b>	<b>5,522,935</b>	<b>5,557,804</b>

The accompanying notes are an integral part of the financial statements.

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Directors

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(Unaudited but reviewed)

**Praram 9 Hospital Public Company Limited**  
**Statement of comprehensive income**  
**For the three-month period ended 30 June 2023**

	(Unit: Thousand Baht)	
	2023	2022
<b>Profit or loss:</b>		
<b>Revenues</b>		
Revenues from hospital operations	1,004,797	969,884
Rental income	3,529	3,632
Other income	7,280	6,526
<b>Total revenues</b>	<b>1,015,606</b>	<b>980,042</b>
<b>Expenses</b>		
Cost of hospital operations	688,394	663,769
Selling expenses	27,545	17,787
Administrative expenses	157,173	146,144
<b>Total expenses</b>	<b>873,112</b>	<b>827,700</b>
<b>Operating profit</b>	<b>142,494</b>	<b>152,342</b>
Finance income	6,596	1,375
Finance cost	(144)	(145)
<b>Profit before income tax expenses</b>	<b>148,946</b>	<b>153,572</b>
Income tax expenses	(27,988)	(28,805)
<b>Profit for the period</b>	<b>120,958</b>	<b>124,767</b>
<b>Other comprehensive income:</b>		
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>120,958</b>	<b>124,767</b>
	(Unit: Baht)	
<b>Basic earnings per share</b>		
Profit attributable to equity holders of the Company	0.15	0.16
	(Unit: Thousand shares)	
Weighted average number of ordinary shares	786,300	786,300

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

**Praram 9 Hospital Public Company Limited**  
**Statement of comprehensive income**  
**For the six-month period ended 30 June 2023**

	(Unit: Thousand Baht)	
	2023	2022
<b>Profit or loss:</b>		
<b>Revenues</b>		
Revenues from hospital operations	1,961,526	1,940,140
Rental income	6,953	7,365
Other income	15,044	11,677
<b>Total revenues</b>	<b>1,983,523</b>	<b>1,959,182</b>
<b>Expenses</b>		
Cost of hospital operations	1,344,938	1,291,221
Selling expenses	50,819	33,524
Administrative expenses	316,239	289,087
<b>Total expenses</b>	<b>1,711,996</b>	<b>1,613,832</b>
<b>Operating profit</b>	<b>271,527</b>	<b>345,350</b>
Finance income	11,482	2,510
Finance cost	(300)	(235)
<b>Profit before income tax expenses</b>	<b>282,709</b>	<b>347,625</b>
Income tax expenses	(52,933)	(65,808)
<b>Profit for the period</b>	<b>229,776</b>	<b>281,817</b>
<b>Other comprehensive income:</b>		
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>229,776</b>	<b>281,817</b>
	(Unit: Baht)	
<b>Basic earnings per share</b>		
Profit attributable to equity holders of the Company	0.29	0.36
	(Unit: Thousand shares)	
Weighted average number of ordinary shares	786,300	786,300

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

**Praram 9 Hospital Public Company Limited**

**Cash flow statement**

**For the six-month period ended 30 June 2023**

	(Unit: Thousand Baht)	
	2023	2022
<b>Cash flows from operating activities</b>		
Profit before tax	282,709	347,625
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	147,821	149,352
Expected credit losses	4,882	12,173
Loss on disposals and write-off of fixed assets	6,928	884
Gain on fair value adjustments of equity and debt instruments at fair value through profit or loss	(1,033)	(44)
Provision for long-term employee benefits	9,160	8,722
Finance income	(11,482)	(2,510)
Finance cost	300	235
Profit from operating activities before changes in operating assets and liabilities	439,285	516,437
Operating assets (increase) decrease		
Trade and other receivables	36,749	(8,479)
Medicines and supplies	5,444	293
Other current assets	(1,157)	59,172
Other non-current assets	-	272
Operating liabilities increase (decrease)		
Trade and other payables	(15,436)	(25,013)
Other current liabilities	(17,202)	(10,844)
Other non-current liabilities	(160)	52
Cash flows from operating activities	447,523	531,890
Cash paid for income tax	(73,956)	(47,368)
<b>Net cash flows from operating activities</b>	<b>373,567</b>	<b>484,522</b>

The accompanying notes are an integral part of the financial statements.



(Unaudited but reviewed)

**Praram 9 Hospital Public Company Limited**

**Cash flow statement (continued)**

**For the six-month period ended 30 June 2023**

	(Unit: Thousand Baht)	
	2023	2022
<b>Cash flows from investing activities</b>		
Decrease in restricted bank deposits	-	96
Decrease (increase) in fixed deposits at banks	(299,003)	152,219
Acquisition of debt instruments	(300,997)	(150,057)
Proceed from sales of equity and debt instruments	101,011	100,244
Acquisition of fixed assets	(132,981)	(23,717)
Cash paid for payable of fixed assets	(38,956)	(50,887)
Cash paid for advance for purchase of fixed assets and intangible assets	(2,633)	(157)
Acquisition of intangible assets	(879)	(698)
Cash paid for payable of intangible assets	-	(1,488)
Proceed from sales of fixed assets	182	308
Interest received	9,304	2,276
<b>Net cash flows from (used in) investing activities</b>	<b>(664,952)</b>	<b>28,139</b>
<b>Cash flows from financing activities</b>		
Payment of lease liabilities	(2,521)	(2,915)
Dividend paid	(226,396)	(109,254)
<b>Net cash flows used in financing activities</b>	<b>(228,917)</b>	<b>(112,169)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(520,302)</b>	<b>400,492</b>
Cash and cash equivalents at beginning of period	1,565,059	690,381
<b>Cash and cash equivalents at end of period</b>	<b>1,044,757</b>	<b>1,090,873</b>
<b>Supplemental cash flows information:</b>		
Non-cash related transactions		
Acquisition of fixed assets for which cash has not been paid	41,127	22,762
Increase in right-of-use assets and lease liabilities from additional lease agreements	3,528	5,138
Acquisition of intangible assets for which cash has not been paid	648	-
Transfer advance for purchase of fixed assets and intangible assets to fixed assets and intangible assets	2,480	190
Reclassification of intangible assets to fixed assets	-	205
Dividend payable	16,853	15,767

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

**Praram 9 Hospital Public Company Limited**  
**Statement of changes in shareholders' equity**  
**For the six-month period ended 30 June 2023**

(Unit: Thousand Baht)

	Issued and paid-up share capital	Share premium	Retained earnings		Total shareholders' equity
			Appropriated - statutory reserve	Unappropriated	
<b>Balance as at 1 January 2022</b>	786,300	1,934,360	80,000	1,477,218	4,277,878
Profit for the period	-	-	-	281,817	281,817
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	281,817	281,817
Dividend paid (Note 6)	-	-	-	(110,079)	(110,079)
<b>Balance as at 30 June 2022</b>	786,300	1,934,360	80,000	1,648,956	4,449,616
<b>Balance as at 1 January 2023</b>	786,300	1,934,360	80,000	1,934,749	4,735,409
Profit for the period	-	-	-	229,776	229,776
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	229,776	229,776
Dividend paid (Note 6)	-	-	-	(227,968)	(227,968)
<b>Balance as at 30 June 2023</b>	786,300	1,934,360	80,000	1,936,557	4,737,217

The accompanying notes are an integral part of the financial statements.

**Praram 9 Hospital Public Company Limited**

**Notes to financial statements**

**For the three-month and six-month periods ended 30 June 2023**

**1. General information**

**1.1 Basis of the preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting*, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

**1.2 Significant accounting policies**

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2022.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Company's financial statements.

**2. Related party transactions**

During the periods, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties are as follows.

	(Unit: Thousand Baht)			
	For the three-month		For the six-month	
	periods ended 30 June		periods ended 30 June	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<u>Transactions with related companies</u>				
Medical service income	128	176	224	1,387
Medical service discounts	(3)	-	(3)	-
Medical service income - net	125	176	221	1,387
Rental income	233	244	477	457
Service income	378	330	772	654
Purchase of goods	71	87	143	184
<u>Transactions with related individuals</u>				
Medical service income	2,134	3,132	4,133	5,969
Medical service welfares and discounts	(1,048)	(1,492)	(2,147)	(2,983)
Medical service income - net	1,086	1,640	1,986	2,986
Consultancy fee	110	150	260	300
Purchase of land	100,000	-	100,000	-

As at 30 June 2023 and 31 December 2022, the balances of the accounts between the Company and those related parties are as follows:

	(Unit: Thousand Baht)	
	30 June	31 December
	<u>2023</u>	<u>2022</u>
<u>Trade and other receivables - related parties</u> (Note 3)		
Related individuals (director and shareholder)	251	440
Related companies (related by common directors)	256	614
Total trade and other receivables - related parties	<u>507</u>	<u>1,054</u>
<u>Other payable - related party</u>		
Related company (related by common directors)	47	116
Total other payable - related party	<u>47</u>	<u>116</u>
<u>Retention - related party</u>		
Related company (related by common directors)	203	203
Total retention - related party	<u>203</u>	<u>203</u>

Directors and management's benefits

During the periods, the Company had employee benefit expenses payable to its directors and management as below.

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Short-term employee benefits	16,447	16,123	33,507	29,807
Post-employment benefits	221	277	442	555
Total	<u>16,668</u>	<u>16,400</u>	<u>33,949</u>	<u>30,362</u>

**3. Trade and other receivables**

As at 30 June 2023 and 31 December 2022, the balances of the trade accounts receivable are aged of outstanding debts by due dates as below.

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
<u>Trade accounts receivable - related parties</u>		
Aged on the basis of due dates		
Past due		
Up to 3 months	336	849
3 - 6 months	-	9
6 - 12 months	-	62
Over 12 months	40	-
Total trade accounts receivable - related parties	<u>376</u>	<u>920</u>
<u>Trade accounts receivable - unrelated parties</u>		
Aged on the basis of due dates		
Past due		
Up to 3 months	174,622	206,928
3 - 6 months	11,661	18,598
6 - 12 months	22,538	29,634
Over 12 months	69,223	61,354
Total	<u>278,044</u>	<u>316,514</u>
Less: Allowance for expected credit losses	<u>(89,650)</u>	<u>(85,051)</u>
Total trade accounts receivable - unrelated parties, net	<u>188,394</u>	<u>231,463</u>
Total trade accounts receivable - net	<u>188,770</u>	<u>232,383</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	30 June 2023	31 December 2022
<u>Other receivables</u>		
Other receivables - unrelated parties	6,474	4,453
Interest receivables	4,891	2,713
Accrued income - related party	131	134
Accrued income - unrelated parties	3,209	3,245
Total other receivables	14,705	10,545
Total trade and other receivables - net	203,475	242,928

**4. Other financial assets**

(Unit: Thousand Baht)

	30 June 2023	31 December 2022
<u>Debt instruments at amortised cost</u>		
Fixed deposits at banks	400,440	101,437
Corporate bond	250,000	150,000
Total debt instruments at amortised cost	650,440	251,437
<u>Financial assets at FVTPL</u>		
Cost		
Listed equity investment	346	360
Investment in debt instruments (unit trust in open-end mutual funds)	150,141	50,141
Total - cost	150,487	50,501
Unrealised gain on changes in value of investment	1,120	87
Fair value	151,607	50,588
Total other financial assets	802,047	302,025
Current	552,047	152,025
Non-current	250,000	150,000
	802,047	302,025

Equity and debt instruments were measured at fair value with hierarchy level 2. During the current period, there were no changes in the methods and the assumptions used to estimate the fair value of financial instruments, and there were no transfers between the levels of the fair value hierarchy.

**5. Segment information**

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The Company is principally engaged in the hospital business. Its operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

**6. Dividend payment**

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Final dividends for 2021	Annual General Meeting of the shareholders on 22 April 2022	110,079	0.14
Final dividends for 2022	Annual General Meeting of the shareholders on 21 April 2023	227,968	0.29

**7. Commitments and contingent liabilities****7.1 Capital commitments**

As at 30 June 2023 and 31 December 2022, the Company had capital commitments as follows.

	(Unit: Million Baht)	
	30 June 2023	31 December 2022
Improvement, construction of buildings and building systems	97	62
Acquisition of tools and equipment	21	36
Acquisition of computer software	26	18
Total capital commitments	144	116

## **7.2 Long-term service commitments**

As at 30 June 2023, the Company has entered into service agreements for maintenance of medical instruments and other services, with a total of approximately Baht 161 million (31 December 2022: Baht 91 million) to be paid between the years 2023 and 2026.

## **7.3 Guarantees**

As at 30 June 2023, there were outstanding bank guarantees of approximately Baht 4 million (31 December 2022: Baht 4 million) issued by the bank on behalf of the Company in respect of certain performance bonds as required in the normal course of business. These included letters of guarantee for electricity use.

## **8. Fair value of financial instrument**

Most of the Company's financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

## **9. Approval of financial statements**

These financial statements were authorised for issue by the Company's Board of Directors on 10 August 2023.