

Bumrungrad Hospital Public Company Limited
and its subsidiaries
Review report and interim financial statements
For the three-month and six-month periods ended
30 June 2010 and 2009

Review report of Independent Auditor

To the Shareholders of Bumrungrad Hospital Public Company Limited

I have reviewed the accompanying consolidated balance sheet of Bumrungrad Hospital Public Company Limited and its subsidiaries as at 30 June 2010, the related consolidated income statements for the three-month and six-month periods ended 30 June 2010 and 2009, the consolidated statements of changes in shareholders' equity and cash flows for the six-month periods ended 30 June 2010 and 2009, and the separate financial statements of Bumrungrad Hospital Public Company Limited for the same periods. These financial statements are the responsibility of the Company's management as to their correctness and the completeness of the presentation. My responsibility is to issue a report on these financial statements based on my reviews.

Except for the matter as discussed in the third paragraph, I conducted my reviews in accordance with the auditing standards applicable to review engagements. This standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. I have not performed an audit and, accordingly, I do not express an audit opinion.

As discussed in Note 6 to the financial statements, the Company's consolidated financial statements included investment in an associated company under the equity method as at 30 June 2010 and 2009 amounting to Baht 1,204.1 million and Baht 1,246.8 million, respectively, and share of loss of the associated company for the three-month and six-month periods ended 30 June 2010 amounting to Baht 60.2 million and Baht 51.0 million, respectively (2009: share of income amounting to Baht 13.6 million and Baht 25.8 million, respectively). The consolidated financial statements of that associated company mostly comprise figures derived from the financial statements of its overseas subsidiaries, which were prepared by the subsidiaries' management and have not been reviewed by their auditors.

Based on my reviews, except for the effects of any adjustments to the financial statements for the three-month and six-month periods ended 30 June 2010 and 2009 which may be required as a result of the scope limitation imposed by circumstance discussed in the third paragraph, nothing has come to my attention that causes me to believe that the accompanying financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I have previously audited the consolidated financial statements of Bumrungrad Hospital Public Company Limited and its subsidiaries, and the separate financial statements of Bumrungrad Hospital Public Company Limited for the year ended 31 December 2009, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements, under my report dated 24 February 2010. The consolidated and separate balance sheets as at 31 December 2009, as presented herein for comparative purposes, formed an integral part of the financial statements which I audited and reported on. I have not performed any other audit procedures subsequent to the date of that report.

Vissuta Jariyathanakorn
Certified Public Accountant (Thailand) No. 3853

Ernst & Young Office Limited
Bangkok: 11 August 2010

Bumrungrad Hospital Public Company Limited and its subsidiaries

Balance sheets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 June 2010	31 December 2009	30 June 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		400,040	386,641	371,174	333,440
Trade accounts receivable - net	2	894,344	657,908	888,767	651,745
Amounts due from related parties	3	5,490	14,583	14,217	17,512
Advances to employees and directors		7,958	5,833	7,946	5,804
Short-term loans and interest receivable from a related party	3	-	-	6,532	-
Inventories		191,904	198,879	182,386	189,710
Assets held for sale	5	9,674	-	9,741	-
Prepaid expenses		68,262	65,998	66,779	59,577
Other current assets		5,757	1,994	1,480	615
Total current assets		1,583,429	1,331,836	1,549,022	1,258,403
Non-current assets					
Investments in subsidiaries - net	4	-	-	1,002,115	1,214,115
Investment in joint venture	5	-	7,215	-	7,267
Investments in associated companies - net	6	1,209,847	1,257,158	1,013,453	1,013,453
Other long-term investments - net		2,247	2,247	2,047	2,047
Property, plant and equipment - net	7	5,851,959	5,666,942	5,862,149	4,728,437
Intangible assets - net	8	281,093	285,629	307,883	314,760
Other non-current assets		16,554	15,965	16,493	18,603
Total non-current assets		7,361,700	7,235,156	8,204,140	7,298,682
Total assets		8,945,129	8,566,992	9,753,162	8,557,085

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2010	31 December 2009	30 June 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loan from financial institution	9	220,000	190,000	220,000	190,000
Trade accounts payable		500,812	522,672	496,402	514,421
Construction and medical equipment payables		79,869	27,490	79,869	27,490
Amounts due to a related party	3	-	-	1,982	1,726
Current portion of long-term loan from a related party	3	-	-	986,000	-
Accrued physicians' fees		373,765	329,567	367,365	324,267
Interest payable		224	692	224	692
Interest payable - convertible bonds treated as equity securities		11,308	11,575	11,308	11,575
Corporate income tax payable		233,232	209,859	229,515	208,434
Accrued expenses		348,290	305,971	344,790	302,220
Accounts payable - others		33,417	13,372	33,427	12,959
Other current liabilities		45,704	53,184	41,312	48,619
Total current liabilities		1,846,621	1,664,382	2,812,194	1,642,403
Non-current liabilities					
Long-term loan from a related party	3	-	-	-	219,827
Long-term loans from financial institution	10	1,430,000	1,430,000	1,430,000	1,430,000
Total non-current liabilities		1,430,000	1,430,000	1,430,000	1,649,827
Total liabilities		3,276,621	3,094,382	4,242,194	3,292,230

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2010	31 December 2009	30 June 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital	11				
Registered					
920,987,785 ordinary shares of Baht 1 each (31 December 2009: 920,954,935 ordinary shares of Baht 1 each)		920,988	920,955	920,988	920,955
1,714,900 preference shares of Baht 1 each (31 December 2009: 1,747,750 ordinary shares of Baht 1 each)		1,715	1,748	1,715	1,748
Issued and paid-up					
728,337,322 ordinary shares of Baht 1 each (31 December 2009: 728,304,472 ordinary shares of Baht 1 each)		728,337	728,304	728,337	728,304
1,714,900 preference shares of Baht 1 each (31 December 2009: 1,747,750 ordinary shares of Baht 1 each)		1,715	1,748	1,715	1,748
Premium on ordinary shares		285,568	285,568	285,568	285,568
Other paid-in capital of an associated company		252,173	252,173	-	-
Translation adjustment		(71,590)	(75,451)	-	-
Convertible bonds treated as equity securities		550,000	550,000	550,000	550,000
Excess of investment over book value of a subsidiary		(192,662)	(192,662)	-	-
Retained earnings					
Appropriated - statutory reserve		92,275	92,275	92,275	92,275
Unappropriated		4,022,692	3,830,655	3,853,073	3,606,960
Total shareholders' equity		5,668,508	5,472,610	5,510,968	5,264,855
Total liabilities and shareholders' equity		8,945,129	8,566,992	9,753,162	8,557,085
		-	-	-	-

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

.....
Directors
.....

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Income statements****For the three-month periods ended 30 June 2010 and 2009**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Revenues					
Revenues from hospital operations	3	2,178,022	2,179,732	2,150,109	2,161,666
Rental income	3	30,494	31,176	32,178	37,980
Interest income		477	350	441	258
Exchange gains		7,384	9,690	7,401	10,046
Other income	3	19,466	23,093	19,098	23,091
Total revenues		2,235,843	2,244,041	2,209,227	2,233,041
Expenses					
Cost of hospital operations	3	1,364,284	1,348,158	1,348,471	1,341,646
Depreciation and amortisation		144,087	135,657	142,693	121,686
Administrative expenses	3	361,473	338,991	349,105	354,040
Management benefit expenses		29,164	22,140	23,944	19,273
Total expenses		1,899,008	1,844,946	1,864,213	1,836,645
Income before share of income (loss) from investments					
in joint venture and associated companies		336,835	399,095	345,014	396,396
Share of income (loss) from investments in					
joint venture and associated companies - net	5, 6	(59,454)	14,507	-	-
Income before finance cost and corporate income tax		277,381	413,602	345,014	396,396
Finance cost	3	(16,068)	(19,241)	(20,294)	(21,999)
Income before corporate income tax		261,313	394,361	324,720	374,397
Corporate income tax	12	(93,890)	(105,866)	(92,663)	(103,800)
Net income for the period		167,423	288,495	232,057	270,597
Earnings per share					
	13				(Unit: Baht)
Basic earnings per share					
Net income for the period		0.23	0.40	0.32	0.37
Weighted average number of ordinary shares (shares)		728,337,322	728,304,472	728,337,322	728,304,472
Diluted earnings per share					
Net income for the period		0.19	0.33	0.27	0.31
Weighted average number of ordinary shares (shares)		867,414,859	867,414,859	867,414,859	867,414,859

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Income statements****For the six-month periods ended 30 June 2010 and 2009**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Revenues					
Revenues from hospital operations	3	4,732,425	4,440,552	4,665,746	4,405,308
Rental income	3	67,411	63,027	75,703	76,347
Interest income		852	997	785	837
Exchange gains		17,054	19,426	17,126	19,426
Dividend income from a subsidiary	3, 4	-	-	204,771	-
Other income	3	46,527	47,616	42,048	47,615
Total revenues		4,864,269	4,571,618	5,006,179	4,549,533
Expenses					
Cost of hospital operations	3	2,875,690	2,717,789	2,842,244	2,704,747
Depreciation and amortisation	7, 8	284,925	269,038	272,998	241,104
Administrative expenses	3	769,315	663,357	758,596	695,393
Allowance for loss on impairment of investment in subsidiary	4	-	-	212,000	-
Management benefit expenses		58,994	43,752	48,714	39,495
Total expenses		3,988,924	3,693,936	4,134,552	3,680,739
Income before share of income (loss) from investments					
in joint venture and associated companies		875,345	877,682	871,627	868,794
Share of income (loss) from investments in joint venture and associated companies - net	5, 6	(49,410)	28,142	-	-
Income before finance cost and corporate income tax		825,935	905,824	871,627	868,794
Finance cost	3	(31,771)	(41,982)	(37,352)	(47,559)
Income before corporate income tax		794,164	863,842	834,275	821,235
Corporate income tax	12	(257,506)	(237,289)	(243,541)	(232,716)
Net income for the period		536,658	626,553	590,734	588,519
Earnings per share					
(Unit: Baht)					
Basic earnings per share					
Net income for the period		0.74	0.86	0.81	0.81
Weighted average number of ordinary shares (shares)		728,324,799	728,290,936	728,324,799	728,290,936
Diluted earnings per share					
Net income for the period		0.62	0.72	0.68	0.68
Weighted average number of ordinary shares (shares)		867,414,859	867,414,859	867,414,859	867,414,859

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Cash flow statements****For the six-month periods ended 30 June 2010 and 2009**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from operating activities				
Income before corporate income tax	794,164	863,842	834,275	821,235
Adjustments to reconcile income before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	284,925	269,038	272,998	241,104
Allowance for loss on impairment of investment in subsidiary	-	-	212,000	-
Bad debts and allowance for doubtful accounts	8,523	13,392	9,255	13,392
Loss on sales of equipment	132	1,198	131	1,198
Dividend income from a subsidiary	-	-	(204,771)	-
Share of loss from investment in joint venture	15	23	-	-
Share of (income) loss from investments in associated companies	49,395	(28,165)	-	-
Interest expense	31,771	41,982	37,352	47,559
Income from operating activities before changes in operating assets and liabilities	1,168,925	1,161,310	1,161,240	1,124,488
Operating assets (increase) decrease				
Trade accounts receivable	(244,959)	(109,511)	(246,277)	(108,963)
Amounts due from related parties	9,093	(5,146)	3,295	(6,866)
Inventories	6,975	630	7,324	1,431
Other current assets	(6,027)	(52,575)	(8,067)	(31,998)
Operating liabilities increase (decrease)				
Trade accounts payable	(21,860)	(6,814)	(18,019)	(6,969)
Amounts due to a related party	-	(2,015)	256	(2,447)
Accrued physicians' fees	44,198	39,847	43,098	39,847
Accrued expenses	42,319	14,981	42,570	15,492
Accounts payable - others	1,574	1,707	1,997	1,715
Other current liabilities	(7,480)	(2,694)	(7,307)	(3,162)
Cash flows from operating activities	992,758	1,039,720	980,110	1,022,568
Cash paid for interest expense	(32,239)	(42,115)	(37,820)	(47,509)
Cash paid for corporate income tax	(234,133)	(205,689)	(222,460)	(200,705)
Net cash flows from operating activities	726,386	791,916	719,830	774,354

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the six-month periods ended 30 June 2010 and 2009

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from investing activities				
Increase in advances to employees and directors	(2,125)	(590)	(2,142)	(586)
Increase in short-term loans and interest receivable to a related party	-	-	(6,532)	-
Acquisition of investment in a subsidiary	-	-	-	(21,602)
Acquisition of investment in joint venture	(2,474)	-	(2,474)	-
Dividend received from a subsidiary	-	-	204,771	-
Acquisition of plant and equipment and repayment of construction and medical equipment payables	(404,652)	(386,254)	(565,442)	(385,536)
Proceeds from sales of equipment	9,164	1,167	9,164	1,167
Acquisition of computer software	(15,834)	(4,018)	(15,307)	(4,018)
Decrease (increase) in other non-current assets	(589)	1,059	2,110	1,085
Net cash flows used in investing activities	(416,510)	(388,636)	(375,852)	(409,490)
Cash flows from financing activities				
Cash receipt from short-term loan from financial institution	220,000	300,000	220,000	300,000
Repayment of short-term loan from financial institution	(190,000)	(200,000)	(190,000)	(200,000)
Cash receipt from long-term loan from a related party	-	-	5,000	-
Repayment of long-term loan from a related party	-	-	(14,827)	(182,000)
Repayment of long-term loans from financial institution	-	(284,640)	-	(65,625)
Dividend paid	(310,033)	(275,312)	(310,033)	(275,312)
Interest paid for convertible bonds treated as equity securities	(16,384)	(16,384)	(16,384)	(16,384)
Net cash flows used in financing activities	(296,417)	(476,336)	(306,244)	(439,321)
Decrease in translation adjustment	(60)	(655)	-	-
Net increase (decrease) in cash and cash equivalents	13,399	(73,711)	37,734	(74,457)
Cash and cash equivalents at beginning of period	386,641	384,642	333,440	350,881
Cash and cash equivalents at end of period	400,040	310,931	371,174	276,424
	-	-	-	-

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries
Statements of changes in shareholders' equity
For the six-month periods ended 30 June 2010 and 2009

(Unit: Thousand Baht)

Consolidated financial statements											
	Note	Issued and paid-up share capital		Premium on ordinary shares	Other paid-in capital of an associated company	Translation adjustment	Convertible bonds treated as equity securities	Excess of investment over book value of a subsidiary	Retained earnings		Total
		Ordinary shares	Preference shares						Appropriated- statutory reserve	Unappropriated	
Balance as at 1 January 2009		728,269	1,783	285,568	252,173	(53,479)	550,000	(192,662)	92,275	3,201,434	4,865,361
Translation adjustment		-	-	-	-	(9,083)	-	-	-	-	(9,083)
Interest paid for convertible bonds treated as equity securities		-	-	-	-	-	-	-	-	(16,117)	(16,117)
Net expenses recognised directly in equity		-	-	-	-	(9,083)	-	-	-	(16,117)	(25,200)
Net income for the period		-	-	-	-	-	-	-	-	626,553	626,553
Total income and expense for the period		-	-	-	-	(9,083)	-	-	-	610,436	601,353
Dividend paid	14	-	-	-	-	-	-	-	-	(291,962)	(291,962)
Preference shares converted to ordinary shares	11	35	(35)	-	-	-	-	-	-	-	-
Balance as at 30 June 2009		<u>728,304</u>	<u>1,748</u>	<u>285,568</u>	<u>252,173</u>	<u>(62,562)</u>	<u>550,000</u>	<u>(192,662)</u>	<u>92,275</u>	<u>3,519,908</u>	<u>5,174,752</u>
Balance as at 1 January 2010		728,304	1,748	285,568	252,173	(75,451)	550,000	(192,662)	92,275	3,830,655	5,472,610
Translation adjustment		-	-	-	-	3,861	-	-	-	-	3,861
Interest paid for convertible bonds treated as equity securities		-	-	-	-	-	-	-	-	(16,117)	(16,117)
Net income recognised directly in equity		-	-	-	-	3,861	-	-	-	(16,117)	(12,256)
Net income for the period		-	-	-	-	-	-	-	-	536,658	536,658
Total income for the period		-	-	-	-	3,861	-	-	-	520,541	524,402
Dividend paid	14	-	-	-	-	-	-	-	-	(328,504)	(328,504)
Preference shares converted to ordinary shares	11	33	(33)	-	-	-	-	-	-	-	-
Balance as at 30 June 2010		<u>728,337</u>	<u>1,715</u>	<u>285,568</u>	<u>252,173</u>	<u>(71,590)</u>	<u>550,000</u>	<u>(192,662)</u>	<u>92,275</u>	<u>4,022,692</u>	<u>5,668,508</u>
		-	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the six-month periods ended 30 June 2010 and 2009

(Unit: Thousand Baht)

		Separate financial statements						
		Issued and paid-up share capital		Premium on	Convertible	Retained earnings		
Note		Ordinary shares	Preference shares	ordinary shares	bonds treated as equity securities	Appropriated- statutory reserve	Unappropriated	Total
	Balance as at 1 January 2009	728,269	1,783	285,568	550,000	92,275	3,018,960	4,676,855
	Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	(16,117)
	Net expenses recognised directly in equity	-	-	-	-	-	(16,117)	(16,117)
	Net income for the period	-	-	-	-	-	588,519	588,519
	Total income for the period	-	-	-	-	-	572,402	572,402
	Dividend paid	-	-	-	-	-	(291,962)	(291,962)
	Preference shares converted to ordinary shares	35	(35)	-	-	-	-	-
	Balance as at 30 June 2009	<u>728,304</u>	<u>1,748</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>3,299,400</u>	<u>4,957,295</u>
	Balance as at 1 January 2010	728,304	1,748	285,568	550,000	92,275	3,606,960	5,264,855
	Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	(16,117)
	Net expenses recognised directly in equity	-	-	-	-	-	(16,117)	(16,117)
	Net income for the period	-	-	-	-	-	590,734	590,734
	Total income for the period	-	-	-	-	-	574,617	574,617
	Dividend paid	-	-	-	-	-	(328,504)	(328,504)
	Preference shares converted to ordinary shares	33	(33)	-	-	-	-	-
	Balance as at 30 June 2010	<u>728,337</u>	<u>1,715</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>3,853,073</u>	<u>5,510,968</u>

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 2010 and 2009

1. General information

1.1 Corporate information

Bumrungrad Hospital Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in hospital business, investment in other companies and rental of properties service and its registered address is 33 Soi 3 (Nana Nua) Sukhumvit Road, Klongtoey Nua Sub District, Wattana District, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2007) Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the balance sheets, and the statements of 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.

1.3 Adoption of new accounting standards

During the current period, the Federation of Accounting Professions issued a number of revised and new accounting standards as listed below. These standards are not effective for the current year, except Framework for the Preparation and Presentation of Financial Statements, which is immediately effective.

		<u>Effective date</u>
Framework for the Preparation and Presentation of Financial Statements (revised 2009)		Immediate
TAS 1 (revised 2009)	Presentation of Financial Statements	1 January 2011
TAS 2 (revised 2009)	Inventories	1 January 2011
TAS 7 (revised 2009)	Statement of Cash Flows	1 January 2011
TAS 8 (revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2011
TAS 10 (revised 2009)	Events after the Reporting Period	1 January 2011
TAS 11 (revised 2009)	Construction Contracts	1 January 2011
TAS 12	Income Taxes	1 January 2013
TAS 17 (revised 2009)	Leases	1 January 2011
TAS 20 (revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance	1 January 2013
TAS 23 (revised 2009)	Borrowing Costs	1 January 2011
TAS 24 (revised 2009)	Related Party Disclosures	1 January 2011
TAS 27 (revised 2009)	Consolidated and Separate Financial Statements	1 January 2011
TAS 28 (revised 2009)	Investments in Associates	1 January 2011
TAS 29	Financial Reporting in Hyperinflationary Economies	1 January 2011
TAS 31 (revised 2009)	Interests in Joint Ventures	1 January 2011
TAS 33 (revised 2009)	Earnings per Share	1 January 2011
TAS 34 (revised 2009)	Interim Financial Reporting	1 January 2011
TAS 36 (revised 2009)	Impairment of Assets	1 January 2011
TAS 37 (revised 2009)	Provisions, Contingent Liabilities and Contingent Assets	1 January 2011
TAS 38 (revised 2009)	Intangible Assets	1 January 2011
TAS 40 (revised 2009)	Investment Property	1 January 2011
TFRS 5 (revised 2009)	Non-current Assets Held for Sale and Discontinued Operations	1 January 2011
TFRS 6	Exploration for and Evaluation of Mineral Resources	1 January 2011

The management of the Company has assessed the effect of the accounting standards and financial reporting standards and believes that these standards will not have any significant impact on the financial statements for the year in which they are initially applied. This excludes TAS 12 for which the management of the Company is still evaluating the first-year impact to the financial statements, and has yet to reach a conclusion.

1.4 Basis of consolidation

These interim consolidated financial statements include the financial statements of Bumrungrad Hospital Public Company Limited and its subsidiaries (the Group) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2009. There have been no changes in the composition of the Group during the current period.

1.5 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2009, with the following addition in accounting policy during the period.

Assets held for sale

Assets held for sale are stated at the lower of their carrying amount and fair value less costs to sell.

2. Trade accounts receivable

The balances of trade accounts receivable, aged on the basis of due dates, are summarised below.

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2010	2009	2010	2009
<u>Age of receivables</u>				
Not yet due	319,263	254,472	318,380	249,227
Past due				
1 - 30 days	239,227	139,826	237,793	139,528
31 - 60 days	21,030	60,798	20,817	60,243
61 - 90 days	92,215	37,312	91,478	36,766
91 - 180 days	113,047	79,913	111,333	79,721

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2010	2009	2010	2009
181 - 365 days	90,155	80,421	88,965	79,777
More than 365 days	126,495	106,768	123,602	103,865
Total	1,001,432	759,510	992,368	749,127
Less: Allowance for doubtful debts	(107,088)	(101,602)	(103,601)	(97,382)
Trade accounts receivable - net	894,344	657,908	888,767	651,745

3. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and based agreed upon between the Company and those related parties.

(Unit: Million Baht)

	For the three-month periods ended 30 June				Transfer pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	2010	2009	2010	2009	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	2.1	2.2	Market price
Rental income	-	-	1.4	6.6	As per contracts 3.1)
Lab service expense	-	-	1.7	1.7	Market price
Rental expense	-	-	-	22.2	As per contract 3.2)
Interest expense	-	-	4.2	10.5	1.16% and 2.50% p.a. (2009: MLR less 1.00% p.a.)
<u>Transactions with associated companies</u>					
Rental income	0.1	0.1	0.1	0.1	Actual paid
Consulting fee income	2.8	3.8	2.8	3.8	As per contract 3.3)
<u>Transactions with related companies</u>					
Medical service income	7.9	6.5	7.9	6.5	Market price
Other income	0.8	0.4	0.8	0.4	At cost
Donation expense	15.0	3.0	15.0	3.0	-
Insurance expense	3.4	5.3	3.4	5.3	As per insurance policies

(Unaudited but reviewed)

(Unit: Million Baht)

	For the six-month periods ended 30 June				Transfer pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	2010	2009	2010	2009	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	5.7	4.5	Market price
Rental income	-	-	8.3	13.1	As per contracts 3.1)
Dividend income	-	-	204.8	-	As declared
Lab service expense	-	-	4.2	3.1	Market price
Rental expense	-	-	22.2	44.4	As per contract 3.2)
Purchase of hospital building	-	-	938.0	-	As per contract 3.2)
Interest expense	-	-	5.6	23.3	1.16% and 2.50% p.a. (2009: MLR less 1.00% p.a.)
<u>Transactions with associated companies</u>					
Rental income	0.3	0.3	0.3	0.3	Actual paid
Consulting fee income	5.4	6.4	5.4	6.4	As per contract 3.3)
<u>Transactions with related companies</u>					
Medical service income	18.2	14.6	18.2	14.6	Market price
Other income	1.9	1.1	1.9	1.1	At cost
Donation expense	27.0	6.0	27.0	6.0	-
Insurance expense	12.3	10.2	12.3	10.2	As per insurance policies

3.1) A subsidiary (Bumrungrad Medical Center Ltd.) had leased a plot of land from the Company. The lease agreement covered a period of 30 years, commencing from the year 1996. The rental fee was Baht 22.3 million per annum. Subsequently, on 31 March 2010, the subsidiary entered into the memorandum of understanding to terminate the land lease agreement with the Company, the subsidiary has no obligation to pay such rental fee.

Another subsidiary (Vitallife Corporation Ltd.) has leased building spaces from the Company for use in its operations. The lease agreement covers a period of 11 years, commencing from the year 2001. The subsidiary had to pay rental fee equal to 5% of gross revenue inclusive of value added tax, but not less than Baht 238,200 per month. Subsequently, on 1 January 2010, the Company and the subsidiary agreed to change the rental fee to Baht 350,000 per month starting from 1 January 2010 onwards.

Another subsidiary (Asia Global Research Ltd.) has leased building spaces from the Company for use in its operations. The lease agreement covers a period of 3 years, commencing from the year 2009. The subsidiary had to pay rental fee amounting to Baht 106,050 per month.

- 3.2) The Company had leased hospital building from a subsidiary (Bumrungrad Medical Center Ltd.) for use in its hospital business. The rental fee was Baht 88.8 million per annum. The agreement would be expired in July 2010.

On 26 March 2010, the Company entered into the purchase agreement to acquire the hospital building (building B) from the subsidiary at a price of Baht 938.0 million. Subsequently, on 31 March 2010, the Company entered into the memorandum of understanding to terminate the building lease agreement with the subsidiary, the Company has no obligation to pay such rental fee.

- 3.3) The Company entered into a Consulting Support Agreement with an associate (Bumrungrad International Ltd.). The associate has been obliged to pay such fee totaling Baht 0.9 million per month starting from January 2009 onwards. The agreement will expire as per the agreement's conditions.

The balances of the accounts between the Company and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2010	31 December 2009	30 June 2010	31 December 2009
Amounts due from related parties				
<u>Subsidiaries</u>				
Bumrungrad Medical Center Ltd.	-	-	10	-
Asia Global Health Ltd.	-	-	8,011	2,835
Asia Global Research Ltd.	-	-	719	105
<u>Associated company</u>				
Bumrungrad International Ltd.	3,712	4,042	3,699	4,031
<u>Related party</u>				
The Bumrungrad Hospital Foundation	1,778	10,541	1,778	10,541
Total	<u>5,490</u>	<u>14,583</u>	<u>14,217</u>	<u>17,512</u>
Amounts due to a related party				
<u>Subsidiary</u>				
Vitalife Corporation Ltd.	<u>-</u>	<u>-</u>	<u>1,982</u>	<u>1,726</u>
Short-term loans and interest receivable from a related party				
<u>Subsidiary</u>				
Asia Global Research Ltd.	<u>-</u>	<u>-</u>	<u>6,532</u>	<u>-</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2010	31 December 2009	30 June 2010	31 December 2009
Long-term loan from a related party				
<u>Subsidiary</u>				
Bumrungrad Medical Center Ltd.				
Long-term loan	-	-	986,000	219,827
Less: Current portion	-	-	(986,000)	-
Non-current portion	-	-	-	219,827

The short-term loan to Asia Global Research Ltd. carries interest at the rate of MLR less 1.00% per annum.

The long-term loan from Bumrungrad Medical Center Ltd. carries interest at the rate of 1.16% and 2.50% per annum.

During the period, movements of loans to and loan from a related party were as follows:

(Unit: Thousand Baht)

	Balance as at	During the period		Balance as at
	31 December	Increase	Decrease	30 June
	2009			2010
Short-term loans and interest receivable from a related party				
<u>Subsidiary</u>				
Asia Global Research Ltd.				
Principal	-	6,500	-	6,500
Interest receivable	-	32	-	32
	-	6,532	-	6,532
Long-term loan and interest payable to a related party				
<u>Subsidiary</u>				
Bumrungrad Medical Center Ltd.				
Principal	219,827	781,000	(14,827)	986,000
Interest payable	-	5,613	(5,613)	-
	219,827	786,613	(20,440)	986,000

4. Investments in subsidiaries

Details of investments in subsidiaries as presented in the separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost		Allowance for impairment of investments		Carrying amount based on cost method - net	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
				December						
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
			(%)	(%)						
Bumrungrad Medical Center Ltd.	958,954	958,954	100.00	100.00	1,691,903	1,691,903	757,000	545,000	934,903	1,146,903
Vitalife Corporation Ltd.	31,500	31,500	100.00	100.00	25,610	25,610	-	-	25,610	25,610
Asia Global Health Ltd.	21,602	21,602	100.00	100.00	21,602	21,602	-	-	21,602	21,602
Asia Global Research Ltd.	20,000	20,000	100.00	100.00	20,000	20,000	-	-	20,000	20,000
Total					<u>1,759,115</u>	<u>1,759,115</u>	<u>757,000</u>	<u>545,000</u>	<u>1,002,115</u>	<u>1,214,115</u>

On 26 March 2010, the 2010 Annual General Meeting of the shareholders of Bumrungrad Medical Center Ltd. passed a resolution approving the payment of a dividend from its retained earnings at Baht 1.71 per share, or a total of Baht 204.8 million.

5. Investment in joint venture

5.1 Details of investment in joint venture

Investment in joint venture represents investment in entity which is jointly controlled by the Company and other company. Details of this investment is as follows:

(Unit: Thousand Baht)

Jointly controlled entity	Nature of business	Shareholding percentage		Separate financial statements		Consolidated financial statements	
		30 June	31 December	Carrying amount based on cost method		Carrying amount based on equity method	
		2010	2009	30 June	31 December	30 June	31 December
		(%)	(%)	2010	2009	2010	2009
Asia Renal Care (Thailand) Co., Ltd.	Investment in other companies	-	51.00	-	7,267	-	7,215

The Company's management has deemed the investment in Asia Renal Care (Thailand) Co., Ltd. (ARCT) to be an investment in a jointly controlled entity, held between the Company and Asia Renal Care (SEA) Pte Ltd. Although the Company has a 51% shareholding in ARCT, both joint venturers have entered into the Joint Venture Agreement dated 23 February 2009. The agreement stipulates joint control between the two parties through the board of directors of that jointly controlled entity, with each joint venturer having the same representation. In addition, neither joint venturer has control over the operations of the jointly controlled entity.

On 24 February 2010, the Company's Board of Directors Meeting approved the sale of all of the shares of Asia Renal Care (Thailand) Co., Ltd. and subsequently on 15 May 2010, the Company signed an agreement to sell the shares to Nephrocare (Thailand) Co., Ltd. subject to the condition precedent. On 19 July 2010, the parties fulfilled the conditions precedent and the transaction was closed, resulting in gain from sales of investment of approximately Baht 13 million. Thus, as at 30 June 2010, the investment in joint venture is classified to be assets held for sale.

5.2 Share of income/loss

During the periods, the Company recognised its share of loss from investment in joint venture in the consolidated financial statements as follows:

(Unit: Thousand Baht)

Jointly controlled entity	Share of loss from investment in joint venture			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2010	2009	2010	2009
Asia Renal Care (Thailand) Co., Ltd.	14	23	15	23

5.3 Summarised financial information of jointly controlled entity

Financial information of the jointly controlled entity is summarised below.

(Unit: Million Baht)

Jointly controlled entity	Paid-up capital as at 30 June		Total assets as at 30 June		Total liabilities as at 30 June		Total revenues for the six-month periods ended 30 June		Net loss for the six-month periods ended 30 June	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	Asia Renal Care (Thailand) Co., Ltd.	19.1	12.0	19.0	11.9	-	0.1	-	-	-

6. Investments in associated companies

6.1 Details of investments in associated companies

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage		Cost		Carrying amount based on equity method	
			30 June	31 December	30 June	31 December	30 June	31 December
			2010	2009	2010	2009	2010	2009
			(%)	(%)				
Bumrungrad International Ltd.	Holding company	Thailand	31.50	31.50	1,007,790	1,007,790	1,204,130	1,251,230
CDE Trading Ltd.	Temporary cease its operation	Thailand	30.00	30.00	21,663	21,663	(21,832)	(23,458)
Total					<u>1,029,453</u>	<u>1,029,453</u>	1,182,298	1,227,772
Add: Deferred gain on sales of computer software - net							27,549	29,386
Total							<u>1,209,847</u>	<u>1,257,158</u>

Deferred gain on sales of computer software is a gain from an associated company's sale of computer software to the Company in year 2007, which had been eliminated against investment in the associated company. In 2008, the Company transferred the deferred gain to deduct against the relevant intangible asset (Note 8 to financial statements). The deferred gain is amortised over 10 years, which is the period for which the software is expected to generate economic benefit.

(Unit: Thousand Baht)

Company's name	Separate financial statements							
	Shareholding percentage		Cost		Allowance for impairment of investments		Carrying amounts based on cost method - net	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
	2010	2009	2010	2009	2010	2009	2010	2009
			(%)	(%)				
Bumrungrad International Ltd.	31.50	31.50	1,007,790	1,007,790	-	-	1,007,790	1,007,790
CDE Trading Ltd.	30.00	30.00	21,663	21,663	16,000	16,000	5,663	5,663
Total			<u>1,029,453</u>	<u>1,029,453</u>	<u>16,000</u>	<u>16,000</u>	<u>1,013,453</u>	<u>1,013,453</u>

6.2 Share of income/loss and dividend received

During the periods, the Company recognised its share of income (loss) from investments in associate companies in the consolidated financial statements and dividend income in the separate financial statements as follows:

(Unaudited but reviewed)

(Unit: Thousand Baht)

Company's name	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	Share of income (loss) from investments in associates		Dividend received	
	2010	2009	2010	2009
Bumrungrad International Ltd.	(60,221)	13,633	-	-
CDE Trading Ltd.	781	897	-	-
Total	(59,440)	14,530	-	-

(Unit: Thousand Baht)

Company's name	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	Share of income (loss) from investments in associates		Dividend received	
	2010	2009	2010	2009
Bumrungrad International Ltd.	(51,020)	25,803	-	-
CDE Trading Ltd.	1,625	2,362	-	-
Total	(49,395)	28,165	-	-

The investment in an associated company (Bumrungrad International Ltd.) which carrying amount under the equity method as at 30 June 2010 and 2009 amounting to Baht 1,204.1 million and Baht 1,246.8 million, respectively, and share of loss of the associated company for the three-month and six-month periods ended 30 June 2010 amounting to Baht 60.2 million and Baht 51.0 million, respectively (2009: share of income amounting to Baht 13.6 million and Baht 25.8 million, respectively) were calculated from the consolidated financial statements of that associated company which mostly comprise figures derived from the financial statements of its overseas subsidiaries and were prepared by the subsidiaries' management and have not been reviewed by their auditors.

6.3 Summarised financial information of associated companies

Financial information of the associated companies is summarised below.

(Unit: Million Baht)

Company's name	Paid-up capital as		Total assets as at		Total liabilities as at		Total revenues		Net income (loss)	
	at 30 June		30 June		30 June		for the six-month		for the six-month	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Bumrungrad International Ltd.	3,199.3	3,199.3	6,005.8	6,993.5	1,557.3	2,385.0	2,053.0	2,119.0	(173.2)	81.9
CDE Trading Ltd.	10.0	10.0	19.2	20.1	0.1	-	-	-	(0.5)	0.1

On 15 May 2010, Bumrungrad International Holdings (Hong Kong) Ltd (“BIHL”), which is a wholly owned subsidiary of Bumrungrad International Ltd. (“BIL”), entered into a Share Purchase Agreement in relation to the sale of all of the shares of Asia Renal Care Limited (“ARC”) to Fresenius Medical Care Beteiligungsgesellschaft mbH, a company incorporated in Germany. At that time, ARC was a 100% indirectly owned subsidiary of BIL. Subsequently, on 19 July 2010, the sales transaction was completed with BIHL realising a loss from the sale of the investment approximately Baht 227 million. However, as proportionate interests held by the Company, the Company will realise loss from such transaction approximately Baht 72 million.

7. Property, plant and equipment

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2010	5,666,942	4,728,437
Acquisitions during period - at cost	457,031	1,393,821
Disposals during period - net book value at disposal date	(9,296)	(9,295)
Depreciation for the period	(262,718)	(250,814)
Net book value as at 30 June 2010	5,851,959	5,862,149

The Company has mortgaged its land and hospital buildings with a total net book value as at 30 June 2010 of Baht 2,445.7 million, as collaterals for its credit facilities granted by a local commercial bank, and for its convertible bonds treated as equity securities.

As at 31 December 2009, the Company and the subsidiary (Bumrungrad Medical Center Ltd.) had mortgaged their land and buildings, with a total net book value of Baht 1,973.6 million (Separate financial statements: Baht 1,067.0 million), as collaterals for credit facilities granted by a local commercial bank. In addition, the Company had mortgaged land with a book value of Baht 290.9 million (Baht 567.7 million appraisal fair value as of 25 November 2008) with another local commercial bank, acting as bondholders' trustee, as collateral for the convertible bonds treated as equity securities.

8. Intangible assets

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2010	285,629	314,760
Acquisition during period - at cost	15,834	15,307
Amortisation for the period	(22,207)	(22,184)
Realised gain on sales of software for period	1,837	-
Net book value as at 30 June 2010	281,093	307,883

9. Short-term loan from financial institution

As at 30 June 2010, short-term loan from financial institution of the Company amounting to Baht 220.0 million was promissory notes due within 1 month and bearing interest at the rate of 1.75% per annum. The loan is secured by the same collaterals as the long-term loan (31 December 2009: Baht 190.0 million, bearing interest at the rate of 2.25% per annum).

10. Long-term loans from financial institution

(Unit: Thousand Baht)

Tranche	Interest rate (%)	Repayment schedule	Consolidated financial statements		Separate financial statements	
			30 June 2010	31 December 2009	30 June 2010	31 December 2009
A	MLR less fixed rate	20 quarterly installments, commencing January 2012	1,420,000	1,420,000	1,420,000	1,420,000
B	MLR less fixed rate	20 quarterly installments, commencing March 2012	10,000	10,000	10,000	10,000
Total			<u>1,430,000</u>	<u>1,430,000</u>	<u>1,430,000</u>	<u>1,430,000</u>

The loans are secured by mortgaged land, buildings and building improvements of the Company and a subsidiary, the assignment of the subsidiary's land leasehold right and the assignment of the beneficiary rights under the insurance policies for the mortgaged assets to the bank.

On 26 March 2010, the subsidiary canceled the assignment of its land leasehold right to the bank because it terminated the land lease agreement with the Company. However, the Company second mortgaged the land and hospital building which acquired from the subsidiary to the bank.

The loan agreement contains normal covenants pertaining to matters such as the maintenance of certain financial ratios, and restriction on financial indebtedness and the payment of dividends, among others.

As at 30 June 2010, the Company has credit facilities which have not been drawdown amounting to Baht 1,170 million (31 December 2009: Baht 1,200 million).

11. Share capital

In the first quarter of 2010, 32,850 preference shares (2009: 35,000 shares) were converted into ordinary shares at ratio of one preference share to one ordinary share. The Company registered this conversion with the Ministry of Commerce on 11 March 2010.

12. Corporate income tax

Corporate income tax for the periods of the Company and subsidiaries have been calculated by multiplying income before income tax for the period by the estimated effective tax rate for the year.

13. Earnings per share

The following table set forth the computation of basic and diluted earnings per share.

	For the three-month periods ended 30 June					
	Consolidated financial statements					
	Net income		Weighted average number of ordinary shares		Earnings per share	
	2010	2009	2010	2009	2010	2009
(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)	
Basic earnings per share						
Net income	167,423	288,495	728,337,322	728,304,472	0.23	0.40
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,714,900	1,747,750		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Net income of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	167,423	288,495	867,414,859	867,414,859	0.19	0.33

	For the three-month periods ended 30 June					
	Separate financial statements					
	Net income		Weighted average number of ordinary shares		Earnings per share	
	2010	2009	2010	2009	2010	2009
(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)	
Basic earnings per share						
Net income	232,057	270,597	728,337,322	728,304,472	0.32	0.37
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,714,900	1,747,750		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Net income of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	232,057	270,597	867,414,859	867,414,859	0.27	0.31

	For the six-month periods ended 30 June					
	Consolidated financial statements					
	Net income		Weighted average number of ordinary shares		Earnings per share	
	2010	2009	2010	2009	2010	2009
(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)	
Basic earnings per share						
Net income	536,658	626,553	728,324,799	728,290,936	0.74	0.86
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,727,423	1,761,286		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Net income of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	536,658	626,553	867,414,859	867,414,859	0.62	0.72

(Unaudited but reviewed)

	For the six-month periods ended 30 June					
	Separate financial statements					
	Net income		Weighted average number of ordinary shares		Earnings per share	
	2010	2009	2010	2009	2010	2009
(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)	
Basic earnings per share						
Net income	590,734	588,519	728,324,799	728,290,936	0.81	0.81
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,727,423	1,761,286		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Net income of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	590,734	588,519	867,414,859	867,414,859	0.68	0.68

14. Dividends paid

Dividends declared during the six-month periods ended 30 June 2010 and 2009 consist of the following.

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Final dividend for 2009	Annual General Meeting of the shareholders on 28 April 2010	328,504	0.45
Final dividend for 2008	Annual General Meeting of the shareholders on 28 April 2009	291,962	0.40

15. Segment information

The Company's and its subsidiaries' business operations involve a single industry segment, the hospital and health care center, and are carried on in the single geographic area in Thailand. As a result, all of the revenues, operating income and assets reflected in these financial statements pertain to the aforementioned industry segment and geographic area.

16. Commitments and contingent liabilities

16.1 Capital commitments

As at 30 June 2010, the Company has capital commitments to pay a total of Baht 3.7 million (31 December 2009: Baht 197.1 million) in relation to the renovation agreement of building and Baht 106.6 million (31 December 2009: Baht 80.4 million) in respect of purchase of medical instruments and hospital equipment.

16.2 Operating lease and long-term service commitments

The Company has entered into several lease agreements in respect of the lease of lands, buildings, vehicles and equipment and long-term service agreements. The terms of the agreements are generally between 2 and 30 years.

As at 30 June 2010, future minimum payments required under these operating leases agreements and long-term service agreements were as follows.

(Unit: Million Baht)

Details of commitments	Payable within			Total
	Less than 1 year	1 to 5 years	More than 5 years	
1) Fee to a bank which is bondholders' representative	0.2	0.3	-	0.5
2) Nursing dormitory land rental expense (shall be extended for a further period of 30 years)	0.8	5.8	11.9	18.5
3) Lease of land and building for operating service apartment (shall be extended for a further period of 2 years)	20.7	48.9	-	69.6
4) Lease of building for nursing dormitory and related services (shall be renewed automatically)	16.1	16.9	-	33.0
5) Maintenance service fee for medical instruments	79.5	113.4	-	192.9
6) Maintenance service fee for operations support	3.7	0.5	-	4.2
7) Rental and maintenance service fee for cars	9.0	11.0	-	20.0

16.3 Commitments from other contracts

The Company has entered into three equipment utilisation contracts with three local companies. The contracts cover period of 5 - 7 years and under the conditions of the contracts, the Company is required to purchase medical supplies to use with the medical equipment at the prices specified in the contracts in total throughout the period of those contracts. As at 30 June 2010, there was a minimum amount of Baht 278.2 million (31 December 2009: Baht 331.8 million) which the Company required to purchase according to the contracts.

16.4 Uncalled portion of investment in subsidiary

As at 30 June 2010 and 31 December 2009, the Company has a commitment of HKD 4.8 million in respect of the uncalled portion of investment in a subsidiary.

16.5 Bank guarantees

As at 30 June 2010 and 31 December 2009, there were outstanding bank guarantees of Baht 25.7 million issued by a bank on behalf of the Company. All were required in the normal course of business e.g. payment of utility expenses and space rental.

17. Subsequent event

On 11 August 2010, the Company's Board of Directors Meeting approved the payment of an interim dividend of Baht 0.40 per share to the Company's preference and ordinary shareholders from the Company's operations from 1 January 2010 to 30 June 2010. This constitutes a total dividend of Baht 292.0 million which will be paid on 9 September 2010.

18. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 11 August 2010.