Bumrungrad Hospital Public Company Limited
and its subsidiaries
Review report and interim financial statements
For the three-month and nine-month periods ended
30 September 2011 and 2010

Review report of Independent Auditor

To the Shareholders of Bumrungrad Hospital Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Bumrungrad Hospital Public Company Limited and its subsidiaries as at 30 September 2011, the related consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2011, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period ended 30 September 2011, 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 review. I did not review the interim financial statements of an associated company which were included in these consolidated financial statements. The carrying amount based on equity method of investment in the associated company constitutes 26.98% of the consolidated total assets as at 30 September 2011 and shares of profit from investment in the associated company constitute 10.73% and 7.60% of the consolidated profit for the three-month and nine-month periods ended 30 September 2011, respectively. The interim financial statements of the associated company were reviewed by other auditor whose report has been furnished to me, and my report, in so far as it relates to the amounts included for the associated company in the consolidated financial statements, is based solely on that auditor's report.

Except for the matter as discussed in the third paragraph, I conducted my review 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 September 2011 amounting to Baht 615.0 million, share of profit from investment in the associated company for the three-month period ended 30 September 2011 amounting to Baht 9.0 million and share of loss from investment in the associated company for the nine-month period ended 30 September 2011 amounting to Baht 26.1 million. 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 review and the report of other auditor, except for the effects of any adjustments to the financial statements for the three-month and nine-month periods ended 30 September 2011 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.

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 2010 were audited in accordance with generally accepted auditing standards by another auditor of our firm who expressed an unqualified opinion on those statements, under her report dated 23 February 2011. The consolidated and separate statements of financial position as at 31 December 2010, as presented herein for comparative purposes, formed an integral part of the financial statements which that auditor audited and reported on.

The consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2010, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period ended 30 September 2010 of Bumrungrad Hospital Public Company Limited and its subsidiaries and the separate financial statements of Bumrungrad Hospital Public Company Limited, for the same periods, as presented herein for comparative purposes, formed an integral part of the interim financial statements which were reviewed by the aforementioned auditor who reported, under her report dated 10 November 2010, that nothing had come to her attention that caused her to believe that those financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles except for

the effects of any adjustments to the Company's consolidated financial statements which included investment in an associated company under the equity method as at 30 September 2010 amounting to Baht 1,193.8 million and shares of loss from investment in the associated company for the three-month and nine-month periods ended 30 September 2010 amounting to Baht 0.6 million and Baht 51.7 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.

As described in Note 1.4 to the financial statements, during the current period, the Company adopted the revised and new accounting standards issued by the Federation of Accounting Professions, and applied them in its preparation and presentation of the interim financial statements.

Sumalee Reewarabandith
Certified Public Accountant (Thailand) No. 3970

Ernst & Young Office Limited
Bangkok: 9 November 2011

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of financial position

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 September 2011	31 December 2010	30 September 2011	31 December 2010
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		1,741,282	627,492	1,669,912	576,807
Trade accounts receivable - net	*3*	1,173,502	946,401	1,157,960	938,467
Amounts due from related parties	*4*	7,052	4,675	12,033	10,533
Advances to employees and directors		6,359	7,292	6,339	7,292
Short-term loan to and interest receivable from a related party	*4*	-	-	58	19,277
Inventories		215,470	217,702	206,712	208,799
Prepaid expenses		59,312	49,022	56,219	46,656
Other current assets		2,535	2,363	3,143	1,226
Total current assets		3,205,512	1,854,947	3,112,376	1,809,057
Non-current assets					
Investments in subsidiaries - net	*5*	-	-	103,827	97,545
Investments in associated companies - net	*6*	4,222,715	1,209,893	3,939,041	1,013,453
Other long-term investments - net		1,900	2,247	1,700	2,047
Property, plant and equipment - net	*7*	5,625,102	5,784,672	5,657,082	5,793,826
Intangible assets - net	*8*	264,990	282,290	287,455	307,236
Other non-current assets		17,864	17,628	17,724	17,501
Total non-current assets		10,132,571	7,296,730	10,006,829	7,231,608
Total assets		13,338,083	9,151,677	13,119,205	9,040,665

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 September 2011	31 December 2010	30 September 2011	31 December 2010
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loan from financial institution	*9*	3,570,000	100,000	3,570,000	100,000
Trade accounts payable		596,822	555,762	592,000	548,169
Construction and medical equipment payables		56,268	51,045	56,268	51,045
Amounts due to related party	*4*	-	194	1,373	194
Short-term loan from and interest payable to a related party	*4*	-	-	-	81,000
Current portion of long-term loans from financial institution	*10*	285,500	71,000	285,500	71,000
Accrued physicians' fees		439,289	405,444	432,739	395,065
Interest payable		3,746	388	3,746	388
Interest payable - convertible bonds treated as equity securities		3,384	11,575	3,384	11,575
Corporate income tax payable		165,544	252,379	163,740	246,706
Accrued expenses		378,788	205,733	372,941	204,160
Accounts payable - others		13,983	13,381	14,230	12,590
Other current liabilities		37,008	56,340	29,521	47,725
Total current liabilities		5,550,332	1,723,241	5,525,442	1,769,617
Non-current liabilities					
Long-term loans from financial institution	*10*	1,144,500	1,359,000	1,144,500	1,359,000
Provision for long-term employee benefits		293,196	-	288,544	-
Total non-current liabilities		1,437,696	1,359,000	1,433,044	1,359,000
Total liabilities		6,988,028	3,082,241	6,958,486	3,128,617

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2011	31 December 2010	30 September 2011	31 December 2010
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital	*11*				
Registered					
921,034,085 ordinary shares of Baht 1 each (31 December 2010: 920,987,785 ordinary shares of Baht 1 each)		921,034	920,988	921,034	920,988
1,668,600 preference shares of Baht 1 each (31 December 2010: 1,714,900 ordinary shares of Baht 1 each)		1,669	1,715	1,669	1,715
Issued and paid-up					
728,383,622 ordinary shares of Baht 1 each (31 December 2010: 728,337,322 ordinary shares of Baht 1 each)		728,383	728,337	728,383	728,337
1,668,600 preference shares of Baht 1 each (31 December 2010: 1,714,900 ordinary shares of Baht 1 each)		1,669	1,715	1,669	1,715
Premium on ordinary shares		285,568	285,568	285,568	285,568
Convertible bonds treated as equity securities		550,000	550,000	550,000	550,000
Retained earnings					
Appropriated - statutory reserve		92,275	92,275	92,275	92,275
Unappropriated		4,656,551	4,436,142	4,502,824	4,254,153
Other components of shareholders' equity		35,609	(24,601)	-	-
Total shareholders' equity		6,350,055	6,069,436	6,160,719	5,912,048
Total liabilities and shareholders' equity		13,338,083	9,151,677	13,119,205	9,040,665
		-	-	-	-

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

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Directors

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(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Income statements

For the three-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2011	2010	2011	2010
Revenues					
Revenues from hospital operations	*4*	2,993,727	2,585,659	2,945,967	2,547,201
Rental income	*4*	32,629	32,360	33,778	33,725
Interest income	*4*	13,766	409	14,082	404
Gain on sales of investment in joint venture		-	13,032	-	12,965
Exchange gains		10,075	6,966	10,000	7,322
Dividend income	*4, 5, 6.2*	-	-	77,060	-
Other income	*4*	26,346	22,943	25,465	21,276
Total revenues		3,076,543	2,661,369	3,106,352	2,622,893
Expenses					
Cost of hospital operations	*4*	1,775,012	1,543,521	1,747,179	1,527,606
Depreciation and amortisation		162,522	154,183	162,283	152,859
Administrative expenses	*4*	518,550	445,767	500,785	425,927
Loss on share capital reduction of a subsidiary		-	-	8,568	-
Total expenses		2,456,084	2,143,471	2,418,815	2,106,392
Profit before share of profit from investments in joint venture and associated companies, finance cost and corporate income tax		620,459	517,898	687,537	516,501
Share of profit from investments in associated companies	*6.2*	58,515	4,389	-	-
Profit before finance cost and corporate income tax		678,974	522,287	687,537	516,501
Finance cost	*4*	(54,712)	(18,151)	(54,927)	(20,917)
Profit before corporate income tax		624,262	504,136	632,610	495,584
Corporate income tax	*12*	(170,235)	(127,037)	(168,917)	(123,836)
Profit for the period		454,027	377,099	463,693	371,748
Earnings per share	*13*				(Unit: Baht)
Basic earnings per share					
Profit for the period		0.62	0.52	0.64	0.51
Diluted earnings per share					
Profit for the period		0.52	0.43	0.53	0.43

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Profit for the period	454,027	377,099	463,693	371,748
Other comprehensive income:				
Exchange differences on translation of financial statements in foreign currency	1,859	(9,654)	-	-
Other comprehensive income for the period	1,859	(9,654)	-	-
Total comprehensive income for the period	455,886	367,445	463,693	371,748

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 nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2011	2010	2011	2010
Revenues					
Revenues from hospital operations	*4*	8,511,158	7,312,948	8,390,617	7,212,947
Rental income	*4*	93,781	99,771	97,444	109,428
Interest income	*4*	20,495	1,261	21,297	1,189
Gain on sales of investment in joint venture		-	13,032	-	12,965
Exchange gains		32,493	24,020	32,229	24,448
Dividend income	*4, 5, 6.2*	-	-	87,451	204,771
Other income	*4*	72,088	69,470	68,439	63,324
Total revenues		8,730,015	7,520,502	8,697,477	7,629,072
Expenses					
Cost of hospital operations	*4*	5,029,590	4,400,680	4,975,905	4,354,284
Depreciation and amortisation		482,091	439,108	480,481	425,857
Administrative expenses	*4*	1,404,487	1,287,471	1,351,100	1,248,803
Gain on share capital reduction of a subsidiary	*5*	-	-	(33,002)	-
Reversal of allowance for loss on impairment of investment in a subsidiary	*5*	-	-	-	212,000
Loss on share capital reduction of an associate	*6.1*	-	-	24,704	-
Total expenses		6,916,168	6,127,259	6,799,188	6,240,944
Profit before share of profit (loss) from investments in joint venture and associated companies, finance cost and corporate income tax		1,813,847	1,393,243	1,898,289	1,388,128
Share of loss from investment in joint venture		-	(15)	-	-
Share of profit (loss) from investments in associated companies	*6.2*	68,662	(45,006)	-	-
Profit before finance cost and corporate income tax		1,882,509	1,348,222	1,898,289	1,388,128
Finance cost	*4*	(127,969)	(49,922)	(128,735)	(58,269)
Profit before corporate income tax		1,754,540	1,298,300	1,769,554	1,329,859
Corporate income tax	*12*	(540,696)	(384,543)	(538,253)	(367,377)
Profit for the period		1,213,844	913,757	1,231,301	962,482
Earnings per share	*13*				(Unit: Baht)
Basic earnings per share					
Profit for the period		1.67	1.25	1.69	1.32
Diluted earnings per share					
Profit for the period		1.40	1.05	1.42	1.11

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of comprehensive income

For the nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Profit for the period	1,213,844	913,757	1,231,301	962,482
Other comprehensive income:				
Exchange differences on translation of financial statements in foreign currency	60,210	(5,793)	-	-
Other comprehensive income for the period	60,210	(5,793)	-	-
Total comprehensive income for the period	1,274,054	907,964	1,231,301	962,482

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 nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Cash flows from operating activities				
Profit before tax	1,754,540	1,298,300	1,769,554	1,329,859
Adjustments to reconcile profit before tax to net cash				
provided by (paid from) operating activities:				
Depreciation and amortisation	482,091	439,108	480,481	425,857
Bad debts and allowance for doubtful accounts	12,482	14,766	10,898	14,978
Loss on sales of equipment	6,906	913	6,935	913
Provision for long-term employee benefits	24,461	-	23,759	-
Gain on share capital reduction of a subsidiary	-	-	(33,002)	-
Reversal of allowance for loss on impairment				
of investment in a subsidiary	-	-	-	212,000
Loss on share capital reduction of an associate	-	-	24,704	-
Gain on sales of investment in joint venture	-	(13,032)	-	(12,965)
Gain on sales of other long-term investment	(159)	-	(159)	-
Dividend income	-	-	(87,451)	(204,771)
Share of loss from investment in joint venture	-	15	-	-
Share of (profit) loss from investments in				
associated companies	(68,662)	45,006	-	-
Interest expense	127,969	49,922	128,735	58,269
Profit from operating activities before changes				
in operating assets and liabilities	2,339,628	1,834,998	2,324,454	1,824,140
Operating assets (increase) decrease				
Trade accounts receivable	(239,583)	(298,709)	(230,391)	(295,494)
Amounts due from related parties	(2,377)	(1,224)	(1,500)	(3,599)
Inventories	2,232	(9,697)	2,087	(9,721)
Other current assets	(10,462)	(1,664)	(11,480)	(5,074)
Operating liabilities increase (decrease)				
Trade accounts payable	41,060	40,533	43,831	43,471
Amounts due to related party	(194)	-	1,179	(677)
Accrued physicians' fees	33,845	54,954	37,674	53,530
Accrued expenses	173,055	71,468	168,781	70,220
Accounts payable - others	(1,447)	(4,687)	(409)	(4,392)
Other current liabilities	(19,332)	10,197	(18,204)	7,024
Cash flows from operating activities	2,316,425	1,696,169	2,316,022	1,679,428
Cash paid for interest expense	(124,611)	(50,092)	(125,377)	(58,439)
Cash paid for corporate income tax	(630,648)	(458,591)	(621,219)	(444,168)
Net cash flows from operating activities	1,561,166	1,187,486	1,569,426	1,176,821

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 nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Cash flows from investing activities				
Decrease (increase) in advances to employees and directors	933	(3,010)	953	(3,034)
Decrease (increase) in short-term loan to and interest receivable from a related party	-	-	19,219	(13,490)
Acquisition of investment in joint venture	-	(2,474)	-	(2,474)
Acquisition of investment in a subsidiary	-	-	(30,000)	-
Acquisition of investment in an associate	(3,562,938)	-	(3,562,938)	-
Dividend received	60,265	-	87,451	204,771
Cash receipt from share capital reductions of a subsidiary and an associate	612,647	-	669,366	-
Cash receipt from sales of investment in joint venture	-	22,706	-	22,706
Cash receipt from sales of other long-term investment	506	-	506	-
Acquisition of plant and equipment and repayment of construction and medical equipment payables	(291,696)	(578,782)	(312,981)	(739,469)
Proceeds from sales of equipment	3,868	9,239	3,839	9,239
Acquisition of computer software	(16,627)	(16,257)	(16,526)	(15,698)
Decrease (increase) in other non-current assets	(236)	(291)	(223)	2,408
Net cash flows used in investing activities	(3,193,278)	(568,869)	(3,141,334)	(535,041)
Cash flows from financing activities				
Cash receipt from short-term loan from financial institution	3,570,000	470,000	3,570,000	470,000
Repayment of short-term loan from financial institution	(100,000)	(410,000)	(100,000)	(410,000)
Cash receipt from long-term loan from a related party	-	-	-	5,000
Repayment of short-term loan from a related party	-	-	(81,000)	(14,827)
Dividend paid	(691,488)	(619,480)	(691,488)	(619,480)
Interest paid for convertible bonds treated as equity securities	(32,499)	(32,499)	(32,499)	(32,499)
Net cash flows from (used in) financing activities	2,746,013	(591,979)	2,665,013	(601,806)
Decrease (increase) in translation adjustment	(111)	26	-	-
Net increase in cash and cash equivalents	1,113,790	26,664	1,093,105	39,974
Cash and cash equivalents at beginning of period	627,492	386,641	576,807	333,440
Cash and cash equivalents at end of period	1,741,282	413,305	1,669,912	373,414
Supplemental cash flow information				
Non-cash transactions				
Acquisition of building from a subsidiary by issuing promissory note recorded in long-term loan from a related party	-	-	-	776,000
Adjustment of provision for long-term employee benefits with the beginning balance of retained earnings	275,590	-	264,785	-

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 nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	Consolidated financial statements										
							Other components of shareholders' equity				
							Other comprehensive income				
	Issued and paid-up share capital			Convertible							
	Ordinary shares	Preference shares	Premium on ordinary shares	bonds treated as equity securities	Retained earnings Appropriated	Retained earnings Unappropriated	Exchange differences on translation of financial statements in foreign currency	Excess of investment over book value of a subsidiary	Other paid-in capital of an associated company	Total other components of shareholders' equity	Total shareholders' equity
Balance as at 31 December 2009	728,304	1,748	285,568	550,000	92,275	3,830,655	(75,451)	(192,662)	252,173	(15,940)	5,472,610
Preference shares converted to ordinary shares (Note 11)	33	(33)	-	-	-	-	-	-	-	-	-
Dividend paid (Note 14)	-	-	-	-	-	(620,508)	-	-	-	-	(620,508)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	-	-	-	-	(24,308)
Total comprehensive income for the period	-	-	-	-	-	913,757	(5,793)	-	-	(5,793)	907,964
Balance as at 30 September 2010	728,337	1,715	285,568	550,000	92,275	4,099,596	(81,244)	(192,662)	252,173	(21,733)	5,735,758
Balance as at 31 December 2010	728,337	1,715	285,568	550,000	92,275	4,436,142	(84,112)	(192,662)	252,173	(24,601)	6,069,436
Cumulative effect of change in accounting policy for employee benefits (Note 1.4)	-	-	-	-	-	(275,590)	-	-	-	-	(275,590)
Preference shares converted to ordinary shares (Note 11)	46	(46)	-	-	-	-	-	-	-	-	-
Dividend paid (Note 14)	-	-	-	-	-	(693,537)	-	-	-	-	(693,537)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	-	-	-	-	(24,308)
Total comprehensive income for the period	-	-	-	-	-	1,213,844	60,210	-	-	60,210	1,274,054
Balance as at 30 September 2011	728,383	1,669	285,568	550,000	92,275	4,656,551	(23,902)	(192,662)	252,173	35,609	6,350,055
	-	-	-	-	-	-				-	-

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 nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	Separate financial statements						
	Issued and paid-up share capital		Premium on	Convertible bonds treated as	Retained earnings		Total shareholders'
	Ordinary shares	Preference shares	ordinary shares	equity securities	Appropriated	Unappropriated	equity
Balance as at 31 December 2009	728,304	1,748	285,568	550,000	92,275	3,606,960	5,264,855
Preference shares converted to ordinary shares (Note 11)	33	(33)	-	-	-	-	-
Dividend paid (Note 14)	-	-	-	-	-	(620,508)	(620,508)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	(24,308)
Total comprehensive income for the period	-	-	-	-	-	962,482	962,482
Balance as at 30 September 2010	728,337	1,715	285,568	550,000	92,275	3,924,626	5,582,521
Balance as at 31 December 2010	728,337	1,715	285,568	550,000	92,275	4,254,153	5,912,048
Cumulative effect of change in accounting policy for employee benefits (Note 1.4)	-	-	-	-	-	(264,785)	(264,785)
Preference shares converted to ordinary shares (Note 11)	46	(46)	-	-	-	-	-
Dividend paid (Note 14)	-	-	-	-	-	(693,537)	(693,537)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	(24,308)
Total comprehensive income for the period	-	-	-	-	-	1,231,301	1,231,301
Balance as at 30 September 2011	728,383	1,669	285,568	550,000	92,275	4,502,824	6,160,719
	-	-	-	-	-	-	-

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 nine-month periods ended 30 September 2011 and 2010

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 office of the Company 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 2009) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income statement, 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.

1.3 Basis of consolidation

These interim consolidated financial statements include the financial statements of Bumrungrad Hospital Public Company Limited and its subsidiaries (collectively "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2010. There have been no changes in the composition of the Group during the current period.

1.4 Application of new accounting standards during the period

During the current period, the Company adopted a number of revised and new accounting standards, issued by the Federation of Accounting Professions, as listed below.

Accounting Standards:

TAS 1 (revised 2009)	Presentation of Financial Statements
TAS 2 (revised 2009)	Inventories
TAS 7 (revised 2009)	Statement of Cash Flows
TAS 8 (revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2009)	Events after the Reporting Period
TAS 11 (revised 2009)	Construction Contracts
TAS 16 (revised 2009)	Property, Plant and Equipment
TAS 17 (revised 2009)	Leases
TAS 18 (revised 2009)	Revenue
TAS 19	Employee Benefits
TAS 23 (revised 2009)	Borrowing Costs
TAS 24 (revised 2009)	Related Party Disclosures
TAS 26	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2009)	Consolidated and Separate Financial Statements
TAS 28 (revised 2009)	Investments in Associates
TAS 29	Financial Reporting in Hyperinflationary Economies
TAS 31 (revised 2009)	Interests in Joint Ventures
TAS 33 (revised 2009)	Earnings per Share
TAS 34 (revised 2009)	Interim Financial Reporting
TAS 36 (revised 2009)	Impairment of Assets
TAS 37 (revised 2009)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2009)	Intangible Assets
TAS 40 (revised 2009)	Investment Property

Financial Reporting Standards:

TFRS 2	Share-Based Payment
TFRS 3 (revised 2009)	Business Combinations
TFRS 5 (revised 2009)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6	Exploration for and Evaluation of Mineral Resources

Financial Reporting Standard Interpretations:

TFRIC 15	Agreements for the Construction of Real Estate

Accounting Standard Interpretations:

SIC 31	Revenue-Barter Transactions Involving Advertising Services

These accounting standards do not have any significant impact on the financial statements for the current period, except for the following accounting standards.

TAS 19 Employee Benefits

This accounting standard requires employee benefits to be recognised as expense in the period in which the service is performed by the employee. In particular, an entity has to evaluate and make a provision for post-employment benefits or liabilities arising from other defined benefit plans and other long-term employee benefits using actuarial techniques. The Group previously accounted for such employee benefits when they were incurred.

The Group has changed this accounting policy in the current year and recognised the liability in the transition period through an adjustment to the beginning balance of retained earnings in the current period. This change has effects to the income statements for the three-month and nine-month periods ended 30 September 2011 as below.

(Unit: Thousand Baht)

	For three-month period ended 30 September 2011	
	Consolidated financial statements	Separate financial statements
Increase in employee expenses	7,738	7,574
Decrease in profit for the period	7,738	7,574
Decrease in basic earnings per share (Baht)	0.0106	0.0104
Decrease in diluted earnings per share (Baht)	0.0089	0.0087

(Unit: Thousand Baht)

	For nine-month period ended 30 September 2011	
	Consolidated financial statements	Separate financial statements
Increase in employee expenses	27,921	27,212
Decrease in profit for the period	27,921	27,212
Decrease in basic earnings per share (Baht)	0.0383	0.0374
Decrease in diluted earnings per share (Baht)	0.0322	0.0314

The cumulative effect of the change in the accounting policy has been presented under the heading of "Cumulative effect of change in accounting policy for employee benefits" in the consolidated and separate statements of changes in shareholders' equity.

TAS 23 (revised 2009) Borrowing Costs

This accounting standard requires entities to capitalise borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset as part of the cost of that asset. Previously, the Group elected to expense such borrowing costs when incurred. The Group applies the new accounting policy to borrowing costs relating to qualifying assets for which the commencement date for capitalisation is on or after 1 January 2011.

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 2010, except for the changes in the following accounting policies due to the adoption of revised and new accounting standards.

Employee benefits

Post-employment benefits (Defined contribution plans)

The Group has jointly established a provident fund. The fund is monthly contributed by employees and by the Group. The fund's assets are held in a separate trust fund and the Group's contributions are recognised as expenses when incurred.

Post-employment benefits (Defined benefit plans) and other long-term employee benefits

The Group has obligations in respect of the severance payments it must make to employees upon retirement under labor law and other employee benefit plans. The Group treats these severance payment obligations as a defined benefit plan. In addition, the Group provides other long-term employee benefit plan, namely long service awards.

The obligation under the defined benefit plan and other long-term employee benefit plans is determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method. Such determination is made based on various assumptions, including discount rate, future salary increase rate, staff turnover rate, mortality rate, and inflation rates.

For the first-time adoption of TAS 19 Employee Benefits, the Company elected to recognise the transitional liability, which exceeds the liability that would have been recognised at the same date under the previous accounting policy, through an adjustment to the beginning balance of retained earnings in the current period.

Borrowing costs

Borrowing costs directly attributable to the acquisition or construction of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of that asset. All other borrowing costs are expensed in the period they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

2. New accounting standards issued during the period not yet effective

During the current period, the Federation of Accounting Professions issued the below listed new accounting standards that are effective for fiscal years beginning on or after 1 January 2013.

Accounting Standard Interpretations:

SIC 10 Government Assistance - No Specific Relation to Operating Activities

SIC 21 Income Taxes - Recovery of Revalued Non-Depreciable Assets

SIC 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

3. Trade accounts receivable

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

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2011	31 December 2010	30 September 2011	31 December 2010
Age of receivables				
Not yet due	413,036	278,108	403,581	277,059
Past due				
1 - 30 days	324,020	148,895	321,981	146,870
31 - 60 days	22,000	97,306	21,896	96,543
61 - 90 days	107,117	60,429	106,294	59,578
91 - 180 days	212,860	192,985	211,341	190,591
181 - 365 days	65,887	114,420	63,535	112,715
More than 365 days	137,299	170,095	131,891	166,374
Total	1,282,219	1,062,238	1,260,519	1,049,730
Less: Allowance for doubtful debts	(108,717)	(115,837)	(102,559)	(111,263)
Trade accounts receivable - net	1,173,502	946,401	1,157,960	938,467

4. 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 September				Transfer pricing policy
	Consolidated financial statements		Separate financial statements		
	2011	2010	2011	2010	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	5.3	3.2	Market price
Rental income	-	-	1.2	1.4	As per contracts 4.1)
Interest income	-	-	0.3	0.1	MLR less 1.00% p.a.
Lab service expense	-	-	0.1	2.7	Market price
Pharmacy expense	-	-	4.7	3.8	Market price
Interest expense	-	-	0.2	2.9	3.36%, 2.55% and 2.19% p.a. (2010: 1.16% and 2.50% p.a.)
Professional service income	-	-	0.4	-	As per contract
Dividend income	-	-	27.2	-	As declared
Transactions with associated companies					
Rental income	0.1	0.1	0.1	0.1	Actual paid
Consulting income	1.5	2.7	1.5	2.7	As per contract 4.3)
Dividend income	-	-	49.9	-	As declared
Consulting expense	0.8	-	0.8	-	Fixed rate per hour as stated in the agreements multiplied with actual hours worked
Transactions with related parties					
Medical service income	14.1	14.1	14.1	14.1	Market price
Other income	0.5	1.2	0.5	1.2	At cost
Donation expense	6.0	6.0	6.0	6.0	-
Insurance expense	7.3	7.3	7.3	7.3	As per insurance policies
Credit card commission fees	20.6	18.4	20.6	18.4	Market price
Interest expense on convertible bonds	8.2	8.2	8.2	8.2	10.00% p.a. and 1.00% p.a.
Service fee	0.4	-	0.4	-	Market price

(Unit: Million Baht)

	For the nine-month periods ended 30 September				Transfer pricing policy
	Consolidated financial statements		Separate financial statements		
	2011	2010	2011	2010	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	15.7	8.9	Market price
Rental income	-	-	3.7	9.7	As per contracts 4.1)
Interest income	-	-	1.0	0.1	MLR less 1.00% p.a.
Dividend income	-	-	27.2	204.8	As declared
Lab service expense	-	-	5.7	6.9	Market price
Pharmacy expense	-	-	11.7	8.9	Market price
Rental expense	-	-	-	22.2	As per contract 4.2)
Purchase of hospital building	-	-	-	938.0	As per contract 4.2)
Interest expense	-	-	0.8	8.5	3.36%, 2.55% and 2.19% p.a. (2010: 1.16% and 2.50% p.a.)
Professional service income	-	-	1.1	-	As per contract
Transactions with associated companies					
Rental income	0.2	0.4	0.2	0.4	Actual paid
Consulting income	4.4	8.1	4.4	8.1	As per contract 4.3)
Dividend income	-	-	60.3	-	As declared
Consulting expense	3.1	-	3.1	-	Fixed rate per hour as stated in the agreements multiplied with actual hours worked
Transactions with related parties					
Medical service income	41.7	32.3	41.7	32.3	Market price
Other income	1.7	3.1	1.7	3.1	At cost
Donation expense	18.7	33.0	18.7	33.0	-
Insurance expense	20.6	19.6	20.4	19.6	As per insurance policies
Credit card commission fees	57.1	52.1	57.1	52.1	Market price
Interest expense on convertible bonds	24.3	24.3	24.3	24.3	10.00% p.a. and 1.00% p.a.
Service fee	0.4	-	0.4	-	Market price
Consulting expense	22.7	-	22.7	-	Actual paid

4.1) A subsidiary (Bumrungrad Medical Center Ltd.) 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 be 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. Subsequently, on 1 April 2011, the Company and the subsidiary agreed to change the rental fee to be Baht 35,350 per month, starting from 1 April 2011 onwards. This was because the rental spaces were reduced.

4.2) The Company 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. Subsequently, 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. In addition, 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.

4.3) In June 2006, the Company entered into a Consulting Support Agreement with an associated company (Bumrungrad International Ltd.). The associated company is obliged to pay such fee at a fixed rate per annum, as stipulated in the agreement. Subsequently, the parties amended the agreement by revising the fixed consulting fee to be Baht 10.0 million per annum and additional fee for consulting service provided by employees of the Company to the associated company at the rates per agreement multiplied with actual hours worked, starting from 1 January 2009 onwards. The agreement will expire according to the agreement's conditions.

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

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2011	31 December 2010	30 September 2011	31 December 2010
Amounts due from related parties				
Subsidiaries				
Bumrungrad Medical Center Ltd.	-	-	-	13
Vitallife Corporation Ltd.	-	-	-	767
Asia Global Health Ltd.	-	-	4,869	4,869
Asia Global Research Ltd.	-	-	112	263
Associated company				
Bumrungrad International Ltd.	2,538	61	2,538	7
Related party				
The Bumrungrad Hospital Foundation	4,514	4,614	4,514	4,614
Total	7,052	4,675	12,033	10,533
Amounts due to a related party				
Subsidiary				
Vitallife Corporation Ltd.	-	-	1,373	-
Associated company				
Bumrungrad International Ltd.	-	194	-	194
Total	-	194	1,373	194
Short-term loan to and interest receivable from a related party				
Subsidiary				
Asia Global Research Ltd.	-	-	58	19,277
Short-term loan from and interest payable to a related party				
Subsidiary				
Bumrungrad Medical Center Ltd.	-	-	-	81,000

As at 30 September 2011, the short-term loan to Asia Global Research Ltd. carries interest at the rate of MLR less 1.00% per annum (31 December 2010: 1.00% per annum).

As at 30 September 2011, the short-term loan from Bumrungrad Medical Center Ltd. carries interest at the rate of 3.36% per annum (31 December 2010: 1.16% per annum).

During the period, movements of loan to and loan from related parties were as follows:

(Unit: Thousand Baht)

	Balance as at 31 December 2010	During the period		Balance as at 30 September 2011
		Increase	Decrease	
Short-term loan to and interest receivable from a related party				
Subsidiary				
Asia Global Research Ltd.				
Principal	19,200	9,200	(28,400)	-
Interest receivable	77	991	(1,010)	58
	19,277	10,191	(29,410)	58
Short-term loan from and interest payable to a related party				
Subsidiary				
Bumrungrad Medical Center Ltd.				
Principal	81,000	-	(81,000)	-
Interest payable	-	771	(771)	-
	81,000	771	(81,771)	-

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2011, the Company and its subsidiaries had salaries, bonuses, meeting allowances and gratuities of their directors and management recognised as expenses totaling Baht 24.8 million and Baht 71.9 million, respectively (Separate financial statements: Baht 20.5 million and Baht 58.0 million, respectively) (2010: Baht 28.3 million and Baht 87.3 million, respectively, (Separate financial statements: Baht 23.2 million and Baht 71.9 million, respectively)).

5. 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 amounts based on cost method - net		Dividend received	
											For the nine-month periods ended 30 September	
	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010	2011	2010
			(%)	(%)								
Bumrungrad Medical Center Ltd.	3,750	60,000	100.00	100.00	6,615	105,859	-	75,526	6,615	30,333	27,186	204,771
Vitallife 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	50,000	20,000	-	-	50,000	20,000	-	-
Total					103,827	173,071	-	75,526	103,827	97,545	27,186	204,771

Reduction of share capital of a subsidiary

During the nine-month period ended 30 September 2011, a subsidiary (Bumrungrad Medical Center Ltd.) reduced its registered and paid-up share capital as detailed below.

(Unit: Million Baht)

Share capital reduction No.	Date of approval by the Extraordinary General Meeting of its shareholders	Date of registration of share capital reduction at the Ministry of Commerce	Paid-up share capital (par value at Baht 8 per share)		
			Old	Reduction	New
3	7 January 2011	17 February 2011	60.0	45.0	15.0
4	19 July 2011	23 August 2011	15.0	11.2	3.8

Using the cost method, the share capital reductions of the subsidiary resulted in a loss of Baht 42.5 million, as the investment acquisition cost (Baht 14.11 per share) is higher than the amount per share returned to the shareholders (Baht 8.08 and Baht 8.02 per share for capital reduction No. 3 and 4, respectively). During the period, the Company reversed the allowance for loss on impairment of investment amounting to Baht 75.5 million, resulting in net gain incurred from the subsidiary's share capital reduction of Baht 33.0 million presented in the separate income statement for the nine-month period ended 30 September 2011.

Increasing of share capital of a subsidiary

On 5 September 2011, the Extraordinary General Meeting of the subsidiary's shareholders (Asia Global Research Ltd.) approved the increase of the subsidiary's registered share capital from Baht 20.0 million (2.0 million ordinary shares of Baht 10.00 each) to Baht 50.0 million (5.0 million ordinary shares of Baht 10.00 each), through the issuance of 30.0 million additional ordinary shares with a par value of Baht 10.00 each, for offer to its existing shareholders at Baht 10.00 per share. The Company purchased all of the additional ordinary shares and paid for the share subscription on 13 September 2011. The subsidiary registered the increase of its capital with the Ministry of Commerce on 14 September 2011.

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 amounts based on equity method	
			30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010
			(%)	(%)				
Bumrungrad International Ltd.	Holding company	Thailand	31.50	31.50	370,440	1,007,790	614,958	1,200,198
CDE Trading Ltd.	Temporary cease its operation	Thailand	30.00	30.00	21,663	21,663	(13,535)	(16,018)
Bangkok Chain Hospital Plc.	Private hospital operation	Thailand	24.99	-	3,562,938	-	3,598,028	-
Total					3,955,041	1,029,453	4,199,451	1,184,180
Add: Deferred gain on sales of computer software - net							23,264	25,713
Total							4,222,715	1,209,893

(Unit: Thousand Baht)

Company's name	Separate financial statements							
	Shareholding percentage		Cost		Allowance for loss on impairment of investments		Carrying amounts based on cost method - net	
	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010
	(%)	(%)						
Bumrungrad International Ltd.	31.50	31.50	370,440	1,007,790	-	-	370,440	1,007,790
CDE Trading Ltd.	30.00	30.00	21,663	21,663	16,000	16,000	5,663	5,663
Bangkok Chain Hospital Plc.	24.99	-	3,562,938	-	-	-	3,562,938	-
Total			3,955,041	1,029,453	16,000	16,000	3,939,041	1,013,453

On 18 March 2011, the Company acquired common shares of Bangkok Chain Hospital Plc. doing business as Kasemrad Hospital Group ("Kasemrad") in an amount of 415,624,000 shares or equivalent to 24.99% of total issued and paid-up shares at acquisition price of Baht 8.50 per share. The transaction value is Baht 3,562.9 million (included investment acquisition expenses). That company is an associated company of the Company since 18 March 2011, regarding to this, the Company recognises the share of profit (loss) in the second quarter of 2011 onward.

On 19 April 2011, an associate (Bumrungrad International Ltd.) registered with the Ministry of Commerce to reduce its registered and paid-up share capital from Baht 3,199.3 million (31,993,367 ordinary shares at par value of Baht 100.00 each) to Baht 1,176.0 million (11,760,000 ordinary shares at par value of Baht 100.00 each). The associate's share capital reduction was made in accordance with a resolution of the Extraordinary General Meeting of its shareholders held on 14 March 2011. The

Company received a return of share capital in proportion to its 31.5% shareholding in the associate on 19 April 2011, amounting to Baht 612.6 million (6,373,506 shares at a value of Baht 96.12 each). As a result, Bumrungrad International Ltd. is still an associate of the Company.

Using the cost method, the share capital reduction of the associate resulted in a loss of Baht 24.7 million presented in the separate income statement for the nine-month period ended 30 September 2011, as the investment acquisition cost (Baht 100.00 per share) is higher than the amount per share returned to the shareholders (Baht 96.12 per share).

6.2 Share of profit/loss and dividend received

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

(Unit: Thousand Baht)

Company's name	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	Share of profit (loss) from investments in associates		Dividend received	
	2011	2010	2011	2010
Bumrungrad International Ltd.	9,006	(638)	-	-
CDE Trading Ltd.	813	5,027	-	-
Bangkok Chain Hospital Plc.	48,696	-	49,874	-
Total	58,515	4,389	49,874	-

(Unit: Thousand Baht)

Company's name	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	Share of profit (loss) from investments in associates		Dividend received	
	2011	2010	2011	2010
Bumrungrad International Ltd.	(26,058)	(51,658)	-	-
CDE Trading Ltd.	2,483	6,652	-	-
Bangkok Chain Hospital Plc.	92,237	-	60,265	-
Total	68,662	(45,006)	60,265	-

During the period, the Company received cash dividend amounting to Baht 60.3 million from an associated company (Bangkok Chain Hospital Plc.) and share dividend value of Baht 83.1 million (83.1 million shares recalculate the average cost of investment in that associated company). The total value of the dividend is thus Baht 143.4 million.

The investment in an associated company (Bumrungrad International Ltd.) which carrying amount under the equity method as at 30 September 2011 and 2010 amounting to Baht 615.0 million and Baht 1,193.8 million, respectively, share of profit from investment in the associated company for the three-month period ended 30 September 2011 amounting to Baht 9.0 million and share of loss from investment in the associated company for the nine-month period ended 30 September 2011 amounting to Baht 26.1 million (2010: share of loss for the three-month and nine-month periods ended 30 September 2010 amounting to Baht 0.6 million and Baht 51.7 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, which were prepared by the subsidiaries' management, and have not been reviewed by their auditors.

6.3 Fair value of investment in listed associate

Investment in an associated company which is listed company on the Stock Exchange of Thailand (Bangkok Chain Hospital Plc.) had fair value as at 30 September 2011 amounting to Baht 3,142.1 million.

6.4 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 at 30 September		Total assets as at 30 September		Total liabilities as at 30 September		Total revenues for the nine-month periods ended 30 September		Profit (loss) for the nine-month periods ended 30 September	
	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010
Bumrungrad International Ltd.	1,176.0	3,199.3	1,690.4	5,966.6	65.5	1,512.5	82.3	2,436.4	(238.3)	(146.2)
CDE Trading Ltd.	10.0	10.0	31.5	32.9	-	-	0.1	13.8	(1.0)	13.2
Bangkok Chain Hospital Plc.	1,995.0	-	5,396.9	-	1,976.1	-	3,116.5	-	601.4	-

7. Property, plant and equipment

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2011	5,784,672	5,793,826
Acquisitions during period - at cost	296,919	318,204
Disposals during period - net book value at disposal date	(10,774)	(10,774)
Depreciation for the period	(445,715)	(444,174)
Net book value as at 30 September 2011	5,625,102	5,657,082

As at 30 September 2011, the Company has mortgaged its land and hospital buildings with a total net book value of Baht 2,312.2 million (31 December 2010: Baht 2,328.2 million), as collaterals for its credit facilities granted by a local commercial bank. In addition, the Company has mortgaged land with a book value of Baht 290.9 million (31 December 2010: Baht 290.9 million) (Baht 1,365.1 million appraisal fair value as of 28 September 2010) 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 2011	282,290	307,236
Acquisition during period - at cost	16,627	16,526
Amortisation for the period	(36,376)	(36,307)
Realised gain on sales of software for period	2,449	-
Net book value as at 30 September 2011	264,990	287,455

9. Short-term loan from financial institution

(Unit: Thousand Baht)

			Consolidated financial statements		Separate financial statements	
Tranche	Interest rate	Due date	30 September 2011	31 December 2010	30 September 2011	31 December 2010
C (Promissory note)	2.40% p.a.	28 January 2011	-	100,000	-	100,000
Baht 5,000 million	4.50% p.a.	23 December 2011	3,570,000	-	3,570,000	-
Total			3,570,000	100,000	3,570,000	100,000

Short-term loan from financial institution as at 31 December 2010 amounting to Baht 100.0 million was secured by the same collaterals as the long-term loans from financial institution.

On 18 March 2011, the Company entered into a credit facility agreement with a local commercial bank to obtain credit facility, as detailed below.

Credit facility	Interest rate	Facility objective	Availability period	Repayment period
(Million Baht)	(%)			
5,000.0	4.50% p.a.	For investment	six-month	Within one year from the first utilisation date

As at 30 September 2011, the Company has credit facility which has not been drawndown amounting to Baht 1,430.0 million.

10. Long-term loans from financial institution

(Unit: Thousand Baht)

			Consolidated financial statements		Separate financial statements	
Tranche	Interest rate (%)	Repayment schedule	30 September 2011	31 December 2010	30 September 2011	31 December 2010
A	MLR less fixed rate	20 quarterly installments, commencing 30 December 2011	1,420,000	1,420,000	1,420,000	1,420,000
B	MLR less fixed rate	20 quarterly installments, commencing 28 February 2012	10,000	10,000	10,000	10,000
Total			1,430,000	1,430,000	1,430,000	1,430,000
Less: Portion due within one year			(285,500)	(71,000)	(285,500)	(71,000)
Portion due more than one year			1,144,500	1,359,000	1,144,500	1,359,000

The loans are secured by mortgaged land, buildings and building improvements of the Company and the assignment of the beneficiary rights under the insurance policies for the mortgaged assets 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 September 2011, the Company has credit facilities which have not been drawndown amounting to Baht 1,390.0 million (31 December 2010: Baht 1,290.0 million).

11. Share capital

In the first quarter of 2011, 46,300 preference shares (2010: 32,850 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 10 March 2011.

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

Basic earnings per share is calculated by dividing profit for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

Diluted earnings per share is calculated by dividing profit for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the year or on the date the potential ordinary shares were issued.

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

	For the three-month periods ended 30 September					
	Consolidated financial statements					
	Profit		Weighted average number of ordinary shares		Earnings per share	
	2011	2010	2011	2010	2011	2010
	(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)
Basic earnings per share						
Profit for the period	454,027	377,099	728,383,622	728,337,322	0.62	0.52
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,668,600	1,714,900		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	454,027	377,099	867,414,859	867,414,859	0.52	0.43

	For the three-month periods ended 30 September					
	Separate financial statements					
	Profit		Weighted average number of ordinary shares		Earnings per share	
	2011	2010	2011	2010	2011	2010
	(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)
Basic earnings per share						
Profit for the period	463,693	371,748	728,383,622	728,337,322	0.64	0.51
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,668,600	1,714,900		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	463,693	371,748	867,414,859	867,414,859	0.53	0.43

	For the nine-month periods ended 30 September					
	Consolidated financial statements					
	Profit		Weighted average number of ordinary shares		Earnings per share	
	2011	2010	2011	2010	2011	2010
	(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)
Basic earnings per share						
Profit for the period	1,213,844	913,757	728,371,920	728,329,019	1.67	1.25
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,680,302	1,723,203		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	1,213,844	913,757	867,414,859	867,414,859	1.40	1.05

	For the nine-month periods ended 30 September					
	Separate financial statements					
	Profit		Weighted average number of ordinary shares		Earnings per share	
	2011	2010	2011	2010	2011	2010
	(Thousand Baht)	(Thousand Baht)	(Shares)	(Shares)	(Baht)	(Baht)
Basic earnings per share						
Profit for the period	1,231,301	962,482	728,371,920	728,329,019	1.69	1.32
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,680,302	1,723,203		
Convertible bonds	-	-	137,362,637	137,362,637		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	1,231,301	962,482	867,414,859	867,414,859	1.42	1.11

14. Dividends paid

The Company declared dividend during the nine-month periods ended 30 September 2011 and 2010 as follows.

Dividends	Approved by	Total dividends	Dividend per share
		(Thousand Baht)	(Baht)
Final dividends for 2010	Annual General Meeting of the shareholders on 27 April 2011	365,020	0.50
Interim dividends on operating results for the six-month period ended 30 June 2011	Board of Director's meeting on 10 August 2011	328,517	0.45
		693,537	
Final dividends for 2009	Annual General Meeting of the shareholders on 28 April 2010	328,504	0.45
Interim dividends on operating results for the six-month period ended 30 June 2010	Board of Director's meeting on 11 August 2010	292,004	0.40
		620,508	

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 September 2011, the Company has capital commitments to pay a total of Baht 58.1 million (31 December 2010: Baht 3.4 million) in relation to the renovation agreement of building and Baht 37.8 million (31 December 2010: Baht 31.3 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 September 2011, 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 Less than 1 year	1 to 5 years	More than 5 years	Total
1)	Fee to a bank which is bondholders' representative	0.2	-	-	0.2
2)	Nursing dormitory land rental expense (shall be extended for a further period of 30 years)	1.0	6.7	9.8	17.5
3)	Lease of land and building for operating service apartment (shall be extended for a further period of 2 years)	24.6	18.6	-	43.2
4)	Lease of building for nursing dormitory and related services (shall be renewed automatically)	14.7	17.3	-	32.0
5)	Maintenance service fee for medical instruments	75.8	40.1	-	115.9
6)	Rental and maintenance service fee for cars	7.8	18.6	-	26.4

16.3 Commitments from other contracts

The Company 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 September 2011, there was a minimum amount of Baht 119.3 million (31 December 2010: Baht 215.4 million) which the Company required to purchase according to the contracts.

16.4 Uncalled portion of investment in subsidiary

As at 30 September 2011 and 31 December 2010, the Company has a commitment of HKD 4.8 million in respect of the uncalled portion of investment in an overseas subsidiary (Asia Global Health Ltd.).

16.5 Bank guarantees

As at 30 September 2011 and 31 December 2010, 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. Events after the reporting period

17.1 On 9 November 2011, the Board of Directors' Meeting No.5/2011 of the Company approved for the issue and offer of the unsecured and senior debentures denominated in Thai Baht in the total amount not exceeding Baht 5,000 million by one or more issues. The debentures will have tenor no more than 10 years. The objectives of debenture issuing are to finance working capital, business expansion and/or to refinance existing loans.

The debentures will be issued and offered after being approved by the Extraordinary General Meeting of the Company's Shareholders, which will be held on 8 December 2011.

17.2 On 4 November 2011, Bumrungrad International Ltd. (BIL), which is an associate of the Company, entered into a Share Purchase Agreement in relation to the sale of all of the shares comprising the investments in three subsidiaries in the Philippines, which are Bumrungrad International Philippines Inc. (BIPI), Neptune Stroika Holdings, Inc. (NSH) and Asian Hospital, Inc. (AHI) to Metro Pacific Investments Corporation, a company incorporated in Philippines. The associate's management expects that the sale transactions will be completed in December 2011 and January 2012.

18. Reclassification

Certain amounts in the financial statements for the three-month and nine-month periods ended 30 September 2010 have been reclassified to conform to the current period's classification but with no effect to previously reported profit or shareholders' equity. The reclassifications are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September 2010			
	Consolidated financial statements		Separate financial statements	
	As reclassified	As previously reported	As reclassified	As previously reported
Revenues from hospital operations	2,585,659	2,589,439	-	-
Cost of hospital operations	1,543,521	1,554,297	1,527,606	1,535,736
Administrative expenses	445,767	410,418	425,927	394,608
Management benefit expenses	-	28,353	-	23,189

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September 2010			
	Consolidated financial statements		Separate financial statements	
	As reclassified	As previously reported	As reclassified	As previously reported
Revenues from hospital operations	7,312,948	7,321,864	-	-
Cost of hospital operations	4,400,680	4,429,987	4,354,284	4,377,980
Administrative expenses	1,287,471	1,179,733	1,248,803	1,153,204
Management benefit expenses	-	87,347	-	71,903

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 9 November 2011.