

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 2012 and 2011

Independent Auditor's Report on Review of Interim Financial Information

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 June 2012, the related consolidated statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2012 and 2011, and the related consolidated statements of changes in shareholders' equity, and cash flows for the six-month periods ended 30 June 2012 and 2011, as well as the condensed notes to the consolidated financial statements, and have also reviewed the separate financial information of Bumrungrad Hospital Public Company Limited for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of review

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

Conclusion

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

Statements of financial position as at 31 December 2011 for comparative purposes

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 2011 in accordance with Thai Standards on Auditing, and expressed an unqualified opinion on those statements under my report dated 27 February 2012. The consolidated and separate statements of financial position as at 31 December 2011, as presented herein for comparative purposes, formed an integral part of those financial statements. I have not performed any other audit procedures subsequent to the date of the above report.

Sumalee Reewarabandith
Certified Public Accountant (Thailand) No. 3970

Ernst & Young Office Limited
Bangkok: 10 August 2012

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statements of financial position

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 June 2012	31 December 2011	30 June 2012	31 December 2011
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		2,271,925	1,260,731	2,190,599	1,186,267
Trade and other receivables	3	1,218,329	1,126,061	1,216,756	1,125,460
Short-term loan to and interest receivable from a related party	4	-	-	683	665
Inventories		223,301	265,740	215,273	258,702
Prepaid expenses		72,272	48,621	69,971	46,393
Other current assets		4,281	3,134	3,830	3,979
Total current assets		3,790,108	2,704,287	3,697,112	2,621,466
Non-current assets					
Investments in subsidiaries	5	-	-	48,111	100,586
Investments in associates	6	3,970,357	4,251,255	3,591,754	3,939,041
Other long-term investments		1,900	1,900	1,700	1,700
Property, plant and equipment	7	6,446,770	6,241,553	6,475,605	6,273,422
Intangible assets	8	254,888	256,204	274,289	277,461
Other non-current assets		36,320	17,348	36,311	17,207
Total non-current assets		10,710,235	10,768,260	10,427,770	10,609,417
Total assets		14,500,343	13,472,547	14,124,882	13,230,883

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 June 2012 (Unaudited but reviewed)	31 December 2011 (Audited)	30 June 2012 (Unaudited but reviewed)	31 December 2011 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	9	662,041	602,684	654,771	600,876
Accrued physicians' fees		490,252	452,055	485,834	448,591
Accrued expenses		457,639	269,107	448,975	267,668
Income tax payable		294,595	124,932	292,116	122,955
Other current liabilities		30,385	57,209	23,698	50,242
Total current liabilities		1,934,912	1,505,987	1,905,394	1,490,332
Non-current liabilities					
Long-term debentures	4, 10	4,957,729	4,954,926	4,957,729	4,954,926
Provision for long-term employee benefits		283,297	277,761	278,693	272,953
Total non-current liabilities		5,241,026	5,232,687	5,236,422	5,227,879
Total liabilities		7,175,938	6,738,674	7,141,816	6,718,211

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 June 2012 (Unaudited but reviewed)	31 December 2011 (Audited)	30 June 2012 (Unaudited but reviewed)	31 December 2011 (Audited)
Shareholders' equity					
Share capital	11				
Registered					
921,043,709 ordinary shares of Baht 1 each (31 December 2011: 921,034,085 ordinary shares of Baht 1 each)		921,044	921,034	921,044	921,034
1,658,976 preference shares of Baht 1 each (31 December 2011: 1,668,600 preference shares of Baht 1 each)		1,659	1,669	1,659	1,669
Issued and paid-up					
728,393,246 ordinary shares of Baht 1 each (31 December 2011: 728,383,622 ordinary shares of Baht 1 each)		728,393	728,383	728,393	728,383
1,658,976 preference shares of Baht 1 each (31 December 2011: 1,668,600 preference shares of Baht 1 each)		1,659	1,669	1,659	1,669
Premium on ordinary shares		285,568	285,568	285,568	285,568
Convertible bonds treated as equity securities	4	550,000	550,000	550,000	550,000
Retained earnings					
Appropriated - statutory reserve		92,275	92,275	92,275	92,275
Unappropriated		5,614,776	5,022,547	5,325,171	4,854,777
Other components of shareholders' equity		50,956	51,298	-	-
Equity attributable to owners of the Company		7,323,627	6,731,740	6,983,066	6,512,672
Non-controlling interests of a subsidiary		778	2,133	-	-
Total shareholders' equity		7,324,405	6,733,873	6,983,066	6,512,672
Total liabilities and shareholders' equity		14,500,343	13,472,547	14,124,882	13,230,883
		-	-	-	-

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 2012 and 2011

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2012	2011	2012	2011
Revenues					
Revenues from hospital operations	4	3,174,097	2,782,777	3,134,522	2,751,461
Rental income	4	30,098	31,279	31,249	32,430
Interest income		12,975	5,092	12,499	5,298
Exchange gains		25,176	11,562	24,950	11,456
Dividend income	4, 6.2	-	-	49,875	10,391
Other income	4	23,787	23,341	22,186	21,545
Total revenues		3,266,133	2,854,051	3,275,281	2,832,581
Expenses					
Cost of hospital operations	4	1,913,385	1,668,167	1,890,639	1,652,752
Depreciation and amortisation		175,320	161,002	174,934	160,689
Administrative expenses	4	524,929	443,262	507,596	430,340
Loss on diminution in value of investment in a subsidiary	5	-	-	50,000	-
Loss from share capital reduction of an associate	6	-	-	-	24,704
Total expenses		2,613,634	2,272,431	2,623,169	2,268,485
Profit before share of profit (loss) from investments					
in associates, finance cost and corporate income tax		652,499	581,620	652,112	564,096
Share of profit (loss) from investments in associates	6.2	53,307	(391)	-	-
Profit before finance cost and corporate income tax		705,806	581,229	652,112	564,096
Finance cost	4	(60,443)	(51,924)	(60,443)	(52,144)
Profit before corporate income tax		645,363	529,305	591,669	511,952
Corporate income tax	12	(145,196)	(185,313)	(143,998)	(186,605)
Profit for the period		500,167	343,992	447,671	325,347
Profit attributable to:					
Equity holders of the Company		500,171	343,992	447,671	325,347
Non-controlling interests of a subsidiary		(4)	-	-	-
		500,167	343,992		
Earnings per share					
	13				(Unit: Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company		0.69	0.47	0.61	0.45
Diluted earnings per share					
Profit attributable to equity holders of the Company		0.58	0.40	0.52	0.38

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 June 2012 and 2011

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Profit for the period	<u>500,167</u>	<u>343,992</u>	<u>447,671</u>	<u>325,347</u>
Other comprehensive income:				
Exchange differences on translation of financial statements in foreign currency	<u>426</u>	<u>53,839</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>426</u>	<u>53,839</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>500,593</u></u>	<u><u>397,831</u></u>	<u><u>447,671</u></u>	<u><u>325,347</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>500,597</u>	<u>397,831</u>	<u><u>447,671</u></u>	<u><u>325,347</u></u>
Non-controlling interests of a subsidiary	<u>(4)</u>	<u>-</u>		
	<u><u>500,593</u></u>	<u><u>397,831</u></u>		

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 2012 and 2011**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2012	2011	2012	2011
Revenues					
Revenues from hospital operations	4	6,329,283	5,517,431	6,253,595	5,444,650
Rental income	4	62,731	61,152	65,031	63,666
Interest income	4	21,275	6,729	20,395	7,215
Exchange gains		34,015	22,418	34,007	22,229
Dividend income	4, 6.2	-	-	49,875	10,391
Other income	4	55,023	45,742	52,467	42,974
Total revenues		6,502,327	5,653,472	6,475,370	5,591,125
Expenses					
Cost of hospital operations	4	3,747,732	3,254,578	3,706,211	3,228,726
Depreciation and amortisation		348,813	319,569	348,085	318,199
Administrative expenses	4	1,009,773	885,937	980,244	850,314
Loss on diminution in value of investment in a subsidiary	5	-	-	50,000	-
Loss (gain) from share capital reduction of a subsidiary	5	-	-	1,072	(41,570)
Loss from share capital reduction of an associate	6	-	-	7,255	24,704
Total expenses		5,106,318	4,460,084	5,092,867	4,380,373
Profit before share of profit from investments in associates, finance cost and corporate income tax					
Share of profit from investments in associates	6.2	111,064	10,147	-	-
Profit before finance cost and corporate income tax		1,507,073	1,203,535	1,382,503	1,210,752
Finance cost	4	(119,867)	(73,257)	(119,867)	(73,808)
Profit before corporate income tax		1,387,206	1,130,278	1,262,636	1,136,944
Corporate income tax	12	(304,397)	(370,461)	(301,654)	(369,336)
Profit for the period		1,082,809	759,817	960,982	767,608
Profit attributable to:					
Equity holders of the Company		1,082,817	759,817	960,982	767,608
Non-controlling interest of a subsidiary		(8)	-	-	-
		1,082,809	759,817		
Earnings per share					
(Unit: Baht)					
Basic earnings per share					
Profit attributable to equity holders of the Company		1.49	1.04	1.32	1.05
Diluted earnings per share					
Profit attributable to equity holders of the Company		1.25	0.88	1.11	0.88

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 six-month periods ended 30 June 2012 and 2011

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Profit for the period	<u>1,082,809</u>	<u>759,817</u>	<u>960,982</u>	<u>767,608</u>
Other comprehensive income:				
Exchange differences on translation of financial statements in foreign currency	<u>(342)</u>	<u>58,351</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>(342)</u>	<u>58,351</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>1,082,467</u></u>	<u><u>818,168</u></u>	<u><u>960,982</u></u>	<u><u>767,608</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>1,082,475</u>	<u>818,168</u>	<u><u>960,982</u></u>	<u><u>767,608</u></u>
Non-controlling interests of a subsidiary	<u>(8)</u>	<u>-</u>		
	<u><u>1,082,467</u></u>	<u><u>818,168</u></u>		

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 2012 and 2011

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
Cash flows from operating activities				
Profit before tax	1,387,206	1,130,278	1,262,636	1,136,944
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	348,813	319,569	348,085	318,199
Bad debts and allowance for doubtful accounts	7,841	2,590	9,672	1,544
Loss on sales of equipment	456	1,832	596	1,832
Provision for long-term employee benefits	5,536	20,183	5,740	19,638
Loss on diminution in value of investment in a subsidiary	-	-	50,000	-
Loss (gain) from share capital reduction of a subsidiary	-	-	1,072	(41,570)
Loss from share capital reduction of an associate	-	-	7,255	24,704
Share of profit from investments in associates	(111,064)	(10,147)	-	-
Interest income	(21,275)	(6,729)	(20,395)	(7,215)
Dividend income	-	-	(49,875)	(10,391)
Amortisation of debenture issuing costs to interest expense	2,803	-	2,803	-
Interest expense	117,064	73,257	117,064	73,808
Profit from operating activities before changes in operating assets and liabilities	1,737,380	1,530,833	1,734,653	1,517,493
Operating assets (increase) decrease				
Trade and other receivables	(100,109)	(76,423)	(100,968)	(84,141)
Inventories	42,439	10,722	43,429	10,117
Prepaid expenses	(23,651)	(24,186)	(23,578)	(24,232)
Other current assets	(1,147)	(2,558)	149	(1,313)
Other non-current assets	(18,972)	(522)	(19,104)	(510)
Operating liabilities increase (decrease)				
Trade and other payables	35,600	16,246	30,138	17,235
Accrued physicians' fees	38,197	19,307	37,243	24,663
Accrued expenses	189,434	127,216	182,209	123,955
Other current liabilities	(26,824)	(25,240)	(26,544)	(23,459)
Cash flows from operating activities	1,872,347	1,575,395	1,857,627	1,559,808
Cash paid for corporate income tax	(134,734)	(273,192)	(132,493)	(267,281)
Net cash flows from operating activities	1,737,613	1,302,203	1,725,134	1,292,527

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 2012 and 2011

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
Cash flows from investing activities				
Acquisition of investment in an associate	-	(3,562,938)	-	(3,562,938)
Dividend received	49,875	10,391	49,875	10,391
Cash receipt from share capital reductions of a subsidiary and an associate	340,032	612,647	341,435	658,085
Acquisition of equipment and repayment of construction and medical equipment payables	(501,405)	(155,018)	(497,690)	(178,017)
Acquisition of computer software	(28,619)	(16,526)	(28,553)	(16,440)
Proceeds from sales of equipment	1,639	1,815	1,499	1,815
Interest income	21,275	6,729	20,377	7,215
Net cash flows used in investing activities	(117,203)	(3,102,900)	(113,057)	(3,079,889)
Cash flows from financing activities				
Repayment of short-term loan from financial institution	-	(100,000)	-	(100,000)
Cash receipt from short-term loan from financial institution	-	3,570,000	-	3,570,000
Repayment of long-term loan from a related party	-	-	-	(46,000)
Cash paid for interest expense	(117,699)	(37,245)	(117,699)	(37,723)
Dividend paid	(473,662)	(364,433)	(473,662)	(364,433)
Interest paid for convertible bonds treated as equity securities	(16,384)	(16,384)	(16,384)	(16,384)
Net cash flows from (used in) financing activities	(607,745)	3,051,938	(607,745)	3,005,460
Decrease in translation adjustment	(124)	(67)	-	-
Decrease in non-controlling interests of a subsidiary due to reduction of the subsidiary's share capital	(1,347)	-	-	-
Net increase in cash and cash equivalents	1,011,194	1,251,174	1,004,332	1,218,098
Cash and cash equivalents at beginning of period	1,260,731	627,492	1,186,267	576,807
Cash and cash equivalents at end of period	2,271,925	1,878,666	2,190,599	1,794,905
	-	-	-	-
Supplemental cash flow information				
Non-cash transactions				
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 six-month periods ended 30 June 2012 and 2011

(Unit: Thousand Baht)

	Consolidated financial statements													
	Equity attributable to owners of the Company							Other components of shareholders' equity						
	Issued and paid-up share capital		Premium on ordinary shares	Convertible bonds treated as equity securities	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Other comprehensive income	Excess of investment over book value of a subsidiary	Other paid-in capital of an associate	Total other components of shareholders' equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of a subsidiary	Total shareholders' equity
	Ordinary shares	Preference shares			Appropriated	Unappropriated								
Balance as at 1 January 2011	728,337	1,715	285,568	550,000	92,275	4,160,552	(84,112)	(192,662)	252,173	(24,601)	5,793,846	-	5,793,846	
Preference shares converted to ordinary shares (Note 11)	46	(46)	-	-	-	-	-	-	-	-	-	-	-	
Dividend paid (Note 14)	-	-	-	-	-	(365,020)	-	-	-	-	(365,020)	-	(365,020)	
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	-	-	-	-	(16,117)	-	(16,117)	
Total comprehensive income for the period	-	-	-	-	-	759,817	58,351	-	-	58,351	818,168	-	818,168	
Balance as at 30 June 2011	728,383	1,669	285,568	550,000	92,275	4,539,232	(25,761)	(192,662)	252,173	33,750	6,230,877	-	6,230,877	
Balance as at 1 January 2012	728,383	1,669	285,568	550,000	92,275	5,022,547	(8,213)	(192,662)	252,173	51,298	6,731,740	2,133	6,733,873	
Preference shares converted to ordinary shares (Note 11)	10	(10)	-	-	-	-	-	-	-	-	-	-	-	
Decrease in non-controlling interests of a subsidiary due to reduction of the subsidiary's share capital	-	-	-	-	-	-	-	-	-	-	-	(1,347)	(1,347)	
Dividend paid (Note 14)	-	-	-	-	-	(474,471)	-	-	-	-	(474,471)	-	(474,471)	
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	-	-	-	-	(16,117)	-	(16,117)	
Total comprehensive income for the period	-	-	-	-	-	1,082,817	(342)	-	-	(342)	1,082,475	(8)	1,082,467	
Balance as at 30 June 2012	728,393	1,659	285,568	550,000	92,275	5,614,776	(8,555)	(192,662)	252,173	50,956	7,323,627	778	7,324,405	
	-	-	-	-	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	-	-	-	-	

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 2012 and 2011

(Unit: Thousand Baht)

	Separate financial statements						
	Issued and paid-up share capital		Premium on ordinary shares	Convertible bonds treated as equity securities	Retained earnings		Total shareholders' equity
	Ordinary shares	Preference shares			Appropriated	Unappropriated	
Balance as at 1 January 2011	728,337	1,715	285,568	550,000	92,275	3,989,368	5,647,263
Preference shares converted to ordinary shares (Note 11)	46	(46)	-	-	-	-	-
Dividend paid (Note 14)	-	-	-	-	-	(365,020)	(365,020)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	(16,117)
Total comprehensive income for the period	-	-	-	-	-	767,608	767,608
Balance as at 30 June 2011	<u>728,383</u>	<u>1,669</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>4,375,839</u>	<u>6,033,734</u>
Balance as at 1 January 2012	728,383	1,669	285,568	550,000	92,275	4,854,777	6,512,672
Preference shares converted to ordinary shares (Note 11)	10	(10)	-	-	-	-	-
Dividend paid (Note 14)	-	-	-	-	-	(474,471)	(474,471)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	(16,117)
Total comprehensive income for the period	-	-	-	-	-	960,982	960,982
Balance as at 30 June 2012	<u>728,393</u>	<u>1,659</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>5,325,171</u>	<u>6,983,066</u>
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and six-month periods ended 30 June 2012 and 2011

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 Thai 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 2011. There have been no changes in the composition of the Group during the current period.

2. New accounting standards not yet effective

During the period, the Federation of Accounting Professions issued the Thai Financial Reporting Standard No. 8 Operating Segments that is effective for fiscal years beginning on or after 1 January 2013.

The Company's management believes that the above accounting standard will not have any significant impact on the financial statements for the year when it is initially applied.

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	1,693	5,041	1,693	5,173
Past due				
1 - 30 days	-	-	-	103
31 - 60 days	-	50	-	59
61 - 90 days	-	173	-	183
More than 365 days	12	11	-	-
Total trade receivables - related parties	1,705	5,275	1,693	5,518
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	378,589	277,850	374,190	276,455
Past due				
1 - 30 days	337,465	207,480	335,854	205,543
31 - 60 days	43,555	148,918	43,502	148,230
61 - 90 days	101,173	115,873	100,820	113,638
91 - 180 days	183,682	228,969	181,465	227,780
181 - 365 days	104,706	130,948	103,408	129,411
More than 365 days	134,656	102,744	124,123	92,968
Total	1,283,826	1,212,782	1,263,362	1,194,025
Less: Allowance for doubtful debts	(85,260)	(102,678)	(75,859)	(93,180)
Total trade receivables - unrelated parties, net	1,198,566	1,110,104	1,187,503	1,100,845
Total trade receivables - net	1,200,271	1,115,379	1,189,196	1,106,363

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
<u>Other receivables</u>				
Advances and loans to employees	17,080	10,329	17,062	10,223
Accrued income - related parties	978	353	10,498	8,874
Total other receivables	18,058	10,682	27,560	19,097
Trade and other receivables - net	1,218,329	1,126,061	1,216,756	1,125,460

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 June				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2012	2011	2012	2011	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	6	5	Market price
Rental income	-	-	1	1	As per contracts 4.1)
Pharmacy expense	-	-	2	3	Market price
Transactions with associates					
Consulting income	-	2	-	2	As per contract 4.2)
Dividend income	-	-	50	10	As declared
Consulting fee expense	3	1	3	1	Fixed rate per hours as stated in the agreements multiplied with actual hours worked
Transactions with related companies					
Medical service income	18	15	18	15	Market price
Other income	-	1	-	1	At cost
Donation expense	6	6	6	6	-
Insurance expense	8	6	8	6	As per insurance policies
Credit card commission fees	22	18	22	18	Market price
Interest expense on long-term debentures	12	-	12	-	4.13% - 4.97% p.a.
Interest expense on convertible bonds	8	8	8	8	10.00% p.a. and 1.00% p.a.
Legal advisory fee	1	-	1	-	Market price

(Unaudited but reviewed)

(Unit: Million Baht)

	For the six-month periods ended 30 June				Transfer pricing policy
	Consolidated		Separate		
	financial statements		financial statements		
	2012	2011	2012	2011	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	12	10	Market price
Rental income	-	-	2	3	As per contracts 4.1)
Interest income	-	-	-	1	MLR less 1.00% p.a.
Lab service expense	-	-	-	6	Market price
Pharmacy expense	-	-	3	7	Market price
Interest expense	-	-	-	1	2.55% - 2.19% p.a.
Transactions with associates					
Consulting income	1	4	1	4	As per contract 4.2)
Dividend income	-	-	50	10	As declared
Consulting expense	9	2	9	2	Fixed rate per hour as stated in the agreements multiplied with actual hours worked
Transactions with related parties					
Medical service income	31	28	31	28	Market price
Other income	-	1	-	1	At cost
Donation expense	12	13	12	13	-
Insurance expense	16	13	16	13	As per insurance policies
Credit card commission fees	45	37	45	37	Market price
Interest expense on long-term debentures	23	-	23	-	4.13% - 4.97% p.a.
Interest expense on convertible bonds	16	16	16	16	10.00% p.a. and 1.00% p.a.
Legal advisory fee	2	1	2	1	Market price

4.1) A 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 has to pay rental fee of Baht 350,000 per month.

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. On 1 April 2011, the Company and the subsidiary agreed to revise 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 entered into a Consulting Support Agreement with an associate (Bumrungrad International Ltd.), which stipulates in the agreement, the Company will receive consulting income from the associate at a fixed rate per annum and additional fees for consulting services provided by employees of the Company to the associate at the rates per the agreement multiplied by actual hours worked. Subsequently, the parties amended the agreement to revise the fixed consulting fee to Baht 4.8 million per annum (previously it was Baht 10.0 million per annum), effective from 1 February 2011 to 31 December 2011, and to Baht 768,000 from 1 January 2012 onwards. The agreement will terminate in accordance with the conditions stipulated in the agreement.

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

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
Trade and other receivables - related parties (Note 3)				
Subsidiaries	-	-	9,520	8,775
Associates	750	90	738	79
Related parties (common director)	1,933	5,538	1,933	5,538
Total	<u>2,683</u>	<u>5,628</u>	<u>12,191</u>	<u>14,392</u>
Trade and other payables - related parties (Note 9)				
Associates	<u>74</u>	<u>2,031</u>	<u>74</u>	<u>2,031</u>
Short-term loan to and interest receivable from a related party				
Subsidiary	<u>-</u>	<u>-</u>	<u>683</u>	<u>665</u>
Long-term debentures				
Related companies (Major shareholder and common director)	<u>955,000</u>	<u>955,000</u>	<u>955,000</u>	<u>955,000</u>
Convertible bonds treated as equity securities				
Related company (common director)	<u>550,000</u>	<u>550,000</u>	<u>550,000</u>	<u>550,000</u>

As at 30 June 2012 and 31 December 2011, the short-term loan to Asia Global Research Ltd. carries interest at the rate of MLR less 1.00% per annum.

During the period, movements of short-term loan to and interest receivable from a related party were as follows.

(Unit: Thousand Baht)

	Balance as at	During the period		Balance as at
	31 December			30 June
	2011	Increase	Decrease	2012
<u>Subsidiary</u>				
Asia Global Research Ltd.				
Principal	600	-	-	600
Interest receivable	65	18	-	83
	<u>665</u>	<u>18</u>	<u>-</u>	<u>683</u>

Directors and management's benefits

The Company and its subsidiaries had employee benefit expenses payable to their directors and management as follows.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2012	2011	2012	2011
Short-term employee benefits	23,954	22,433	21,819	18,710
Other long-term benefits	10	13	8	9
Termination benefits	991	1,127	962	1,083
Total	<u>24,955</u>	<u>23,573</u>	<u>22,789</u>	<u>19,802</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2012	2011	2012	2011
Short-term employee benefits	46,430	48,447	42,183	38,813
Other long-term benefits	20	26	15	17
Termination benefits	1,942	2,239	1,879	2,144
Total	<u>48,392</u>	<u>50,712</u>	<u>44,077</u>	<u>40,974</u>

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 loss on diminution in value		Carrying amounts 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
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
			(%)	(%)						
Bumrungrad Medical Center Ltd.	1,000	3,750	51.00	51.00	899	3,374	-	-	899	3,374
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.	50,000	50,000	100.00	100.00	50,000	50,000	50,000	-	-	50,000
Total					98,111	100,586	50,000	-	48,111	100,586

Reduction of share capital of a subsidiary

During the six-month period ended 30 June 2012, 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
5	25 January 2012	5 March 2012	3.8	2.8	1.0

Using the cost method, the share capital reduction of the subsidiary resulted in a loss of Baht 1.1 million presented in the separate profit or loss for the six-month period ended 30 June 2012, as the investment acquisition cost (Baht 14.11 per share) is higher than the amount per share returned to the shareholders (Baht 8.00 per share).

During the six-month period ended 30 June 2011, the 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

Using the cost method, the share capital reduction of the subsidiary resulted in a loss of Baht 34.0 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 per share). During the period, the Company reversed the allowance for diminution in value of investment, resulting in net gain incurred from the subsidiary's share capital reduction of Baht 41.6 million presented in the separate profit or loss for the six-month period ended 30 June 2011.

6. Investments in associates

6.1 Details of investments in associates

(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 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011
			(%)	(%)				
Bumrungrad International Ltd.	Holding company	Thailand	31.50	31.50	23,153	370,440	269,414	607,291
CDE Trading Ltd.	Temporary cease its operation	Thailand	30.00	30.00	21,663	21,663	9,202	9,407
Bangkok Chain Hospital Plc.	Private hospital operation	Thailand	24.99	24.99	3,562,938	3,562,938	3,691,741	3,634,557
Total					3,607,754	3,955,041	3,970,357	4,251,255

(Unit: Thousand Baht)

Company's name	Separate financial statements							
	Shareholding percentage		Cost		Allowance for loss on diminution in value		Carrying amounts based on cost method - net	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	(%)	(%)						
Bumrungrad International Ltd.	31.50	31.50	23,153	370,440	-	-	23,153	370,440
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	24.99	3,562,938	3,562,938	-	-	3,562,938	3,562,938
Total			3,607,754	3,955,041	16,000	16,000	3,591,754	3,939,041

Reduction of share capital of an associate

During the six-month period ended 30 June 2012, an associate (Bumrungrad International Ltd.) reduced its registered and paid-up share capital as detailed below.

(Unit: Million Baht)

Share capital reduction No.	Date of approval by the Meeting of its shareholders	Date of registration of share capital reduction at the Ministry of Commerce	Paid-up share capital (par value at Baht 100 per share)		
			Old	Reduction	New
2	Extraordinary General Meeting of the shareholders on 25 January 2012	15 March 2012	1,176.0	882.0	294.0
3	Annual General Meeting of the shareholders on 10 April 2012	18 May 2012	294.0	220.5	73.5

(Unaudited but reviewed)

Using the cost method, the share capital reduction of the associate resulted in a loss of Baht 7.3 million presented in the separate profit or loss for the six-month period ended 30 June 2012, as the investment acquisition cost (Baht 100.00 per share) is higher than the amount per share returned to the shareholders (Baht 97.39 and Baht 100.00 per share for capital reduction No. 2 and 3, respectively). As a result, Bumrungrad International Ltd. is still an associate of the Company.

During the six-month period ended 30 June 2011, an associate (Bumrungrad International Ltd.) reduced its registered and paid-up share capital as detailed below.

(Unit: Million Baht)

Share capital reduction No.	Date of approval by the Meeting of its shareholders	Date of registration of share capital reduction at the Ministry of Commerce	Paid-up share capital (par value at Baht 100 per share)		
			Old	Reduction	New
1	Extraordinary General Meeting of the shareholders on 14 March 2011	19 April 2011	3,199.3	2,023.3	1,176.0

Using the cost method, the share capital reduction of the associate resulted in a loss of Baht 24.7 million presented in the separate profit or loss for the six-month period ended 30 June 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 income

During the periods, the Company recognised its share of profit (loss) from investments in associates 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 June			
	Consolidated financial statements		Separate financial statements	
	Share of profit (loss) from investments in associates		Dividend received	
	2012	2011	2012	2011
Bumrungrad International Ltd.	774	(44,779)	-	-
CDE Trading Ltd.	877	847	-	-
Bangkok Chain Hospital Plc.	51,656	43,541	49,875	10,391
Total	53,307	(391)	49,875	10,391

(Unaudited but reviewed)

(Unit: Thousand Baht)

Company's name	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	Share of profit (loss) from investments in associates		Dividend received	
	2012	2011	2012	2011
Bumrungrad International Ltd.	2,373	(35,064)	-	-
CDE Trading Ltd.	1,632	1,670	-	-
Bangkok Chain Hospital Plc.	107,059	43,541	49,875	10,391
Total	111,064	10,147	49,875	10,391

6.3 Fair value of investment in listed associate

Investment in an associate which is listed company on the Stock Exchange of Thailand (Bangkok Chain Hospital Plc.) had fair value as at 30 June 2012 amounting to Baht 4,812.9 million (31 December 2011: Baht 3,416.4 million).

As explained in Note 17.1 to the financial statements, on 10 July 2012, the Company sold all investments in Bangkok Chain Hospital Plc.

6.4 Summarised financial information of associates

Company's name	(Unit: Million Baht)									
	Paid-up capital as at		Total assets as at		Total liabilities as at		Total revenues		Profit (loss) for the	
	30 June		30 June		30 June		for the six-month		six-month periods	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
Bumrungrad International Ltd.	73.5	1,176.0	898.5	4,142.9	43.2	1,472.9	31.3	746.0	7.5	(110.9)
CDE Trading Ltd.	10.0	10.0	30.7	31.8	0.1	0.1	0.1	0.1	(0.7)	(0.6)
Bangkok Chain Hospital Plc.	1,995.0	1,995.0	6,296.8	5,407.5	2,434.0	1,975.8	2,180.7	2,005.7	503.6	376.9

7. Property, plant and equipment

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<hr/>	<hr/>
Net book value as at 1 January 2012	6,241,553	6,273,422
Acquisitions during period - at cost	524,353	520,638
Disposals during period - net book value at disposal date	(2,095)	(2,095)
Depreciation for the period	(317,041)	(316,360)
Net book value as at 30 June 2012	<hr/> 6,446,770	<hr/> 6,475,605

As at 30 June 2012 and 31 December 2011, the Company has mortgaged land with a book value of Baht 290.9 million with a 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
	<hr/>	<hr/>
Net book value as at 1 January 2012	256,204	277,461
Acquisition during period - at cost	28,619	28,553
Amortisation for the period	(31,772)	(31,725)
Realised gain on sales of computer software for the period	1,837	-
Net book value as at 30 June 2012	<hr/> 254,888	<hr/> 274,289

9. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2012	2011	2012	2011
Trade payables - unrelated parties	585,801	548,609	576,707	544,584
Construction and medical equipment payables	70,643	47,695	70,643	47,695
Other payables - related parties	74	2,031	74	2,031
Other payables - unrelated parties	5,523	4,349	7,347	6,566
Total	662,041	602,684	654,771	600,876

10. Long-term debentures

Series	Maturity date	No. of units (Thousand units)	Par value (Baht)	Interest rate (% p.a.)	Term of interest payment	(Unit: Thousand Baht)	
						Carrying amount	
						30 June 2012	31 December 2011
1	Entirely redeemed on 20 December 2016 (5 years)	1,500	1,000	4.13	Semi-annual	1,500,000	1,500,000
2	Entirely redeemed on 20 December 2018 (7 years)	1,000	1,000	4.59	Semi-annual	1,000,000	1,000,000
3	Entirely redeemed on 20 December 2021 (10 years)	2,500	1,000	4.97	Semi-annual	2,500,000	2,500,000
Total						5,000,000	5,000,000
Less: Deferred debenture issuing costs						(42,271)	(45,074)
Long-term debentures - net						<u>4,957,729</u>	<u>4,954,926</u>

The long-term debentures are unsecured and unsubordinated debentures in Baht currency with fixed interest rates. Their fair value as at 30 June 2012 amounted to Baht 5,023.5 million (31 December 2011: Baht 4,979.8 million).

Under the terms and conditions of the debentures, the Company has to comply with certain restrictions and maintain certain financial ratios which include.

- a) maintenance of a net debt to equity ratio not exceeding 1.75:1
- b) maintenance of a net debt to EBITDA ratio not exceeding 3.25:1

11. Share capital

In the first quarter of 2012, 9,624 preference shares (2011: 46,300 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 14 March 2012.

12. Corporate income tax

Corporate income tax for the periods of the Company and subsidiaries have been calculated by multiplying profit 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 attributable to equity holders of the Company (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 attributable to equity holders of the Company (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 period 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 June						
Consolidated financial statements						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2012	2011	2012	2011	2012	2011	
(Thousand Baht)	(Thousand Baht)	(Thousand Shares)	(Thousand Shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
500,171	343,992	728,393	728,383	0.69	0.47	
Effect of dilutive potential ordinary shares						
Preference shares		-	-	1,659	1,669	
Convertible bonds		-	-	137,363	137,363	
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares						
<u>500,171</u>	<u>343,992</u>	<u>867,415</u>	<u>867,415</u>	0.58	0.40	
For the three-month periods ended 30 June						
Separate financial statements						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2012	2011	2012	2011	2012	2011	
(Thousand Baht)	(Thousand Baht)	(Thousand Shares)	(Thousand Shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
447,671	325,347	728,393	728,383	0.61	0.45	
Effect of dilutive potential ordinary shares						
Preference shares		-	-	1,659	1,669	
Convertible bonds		-	-	137,363	137,363	
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares						
<u>447,671</u>	<u>325,347</u>	<u>867,415</u>	<u>867,415</u>	0.52	0.38	

For the six-month periods ended 30 June						
Consolidated financial statements						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2012	2011	2012	2011	2012	2011	
(Thousand Baht)	(Thousand Baht)	(Thousand Shares)	(Thousand Shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
1,082,817	759,817	728,390	728,366	1.49	1.04	
Effect of dilutive potential ordinary shares						
Preference shares		-	-	1,662	1,686	
Convertible bonds		-	-	137,363	137,363	
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares						
<u>1,082,817</u>	<u>759,817</u>	<u>867,415</u>	<u>867,415</u>	1.25	0.88	

For the six-month periods ended 30 June						
Separate financial statements						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2012	2011	2012	2011	2012	2011	
(Thousand Baht)	(Thousand Baht)	(Thousand Shares)	(Thousand Shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
960,982	767,608	728,390	728,366	1.32	1.05	
Effect of dilutive potential ordinary shares						
Preference shares		-	-	1,662	1,686	
Convertible bonds		-	-	137,363	137,363	
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares						
<u>960,982</u>	<u>767,608</u>	<u>867,415</u>	<u>867,415</u>	1.11	0.88	

14. Dividend paid

The Company declared dividend during the six-month periods ended 30 June 2012 and 2011 as follows.

Dividend	Approved by	Dividend paid (Thousand Baht)	Dividend per share (Baht)
Final dividend for 2011	Annual General Meeting of the shareholders on 25 April 2012	474,471	0.65
Final dividend for 2010	Annual General Meeting of the shareholders on 27 April 2011	365,020	0.50

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 2012, the Company has capital commitments to pay a total of Baht 26.4 million (31 December 2011: Baht 32.5 million) in relation to the renovation agreement of building and Baht 11.9 million (31 December 2011: Baht 125.7 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 2012, 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) Nursing dormitory land rental expense (shall be extended for a further period of 30 years)	1	7	9	17
2) Lease of land and building for operating service apartment (shall be extended for a further period of 2 years)	25	11	-	36
3) Lease of building for nursing dormitory and related services (shall be renewed automatically)	14	7	-	21
4) Maintenance service fee for medical instruments	78	11	-	89
5) Rental and maintenance service fee for cars	10	16	-	26

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 (expire in 2013 and 2015) 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 2012, there was a minimum amount of Baht 30.8 million (31 December 2011: Baht 89.8 million) which the Company required to purchase according to the contracts.

16.4 Uncalled portion of investment in subsidiary

As at 30 June 2012 and 31 December 2011, 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 June 2012 and 31 December 2011, 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 10 July 2012, the Company sold all investment in Bangkok Chain Hospital Plc. totaling 498.75 million shares (including dividend shares which the Company received in 2011) at a price of Baht 9.15 each. The Company received net consideration from selling after deduction of direct transaction cost, totaling Baht 4,482 million. As a result, the Company has gain on sale of the investment which will be recognised in the third quarter of 2012 in the consolidated financial statements of approximately Baht 790 million and in the separate financial statements of approximately Baht 920 million. The divestment of this investment was made in accordance with a resolution of the Company's Board of Directors Meeting held on 2 July 2012.
- 17.2 On 23 July 2012, an associate (Bumrungrad International Ltd.) registered the reduction of its registered and paid-up share capital from Baht 73.5 million (735,000 ordinary shares at par value of Baht 100.00 each) to Baht 18.4 million (183,750 ordinary shares at par value of Baht 100.00 each), with the Ministry of Commerce. The associate's share capital reduction was made in accordance with a resolution of the Extraordinary General Meeting of its shareholders held on 5 June 2012. The Company received a return of share capital in proportion to its 31.5% shareholding in the associate on 25 July 2012, amounting to Baht 17.4 million (173,644 ordinary shares at a value of Baht 100.00 each). As a result, Bumrungrad International Ltd. is still an associate of the Company.
- 17.3 On 10 August 2012, the Company's Board of Directors Meeting approved the payment of an interim dividend of Baht 0.60 per share to the Company's preference and ordinary shareholders from the Company's operations from 1 January 2012 to 30 June 2012. This constitutes a total dividend of Baht 438.0 million which will be paid on 7 September 2012.

18. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 August 2012.