

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 2015

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 2015, the related consolidated statements of income and comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity, and cash flows for the six-month period then ended, as well as the condensed notes to the consolidated financial statements. I 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 review.

Scope of review

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

Conclusion

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

Sumalee Reewarabandith

Certified Public Accountant (Thailand) No. 3970

EY Office Limited

Bangkok: 10 August 2015

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of financial position

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements		
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
Assets					
Current assets					
	Cash and cash equivalents	5,364,490	4,675,713	5,227,247	4,540,099
3	Short-term investments	1,872,000	1,922,000	1,802,000	1,802,000
2, 3	Trade and other receivables	2,020,135	1,525,212	2,066,723	1,524,709
	Inventories	284,820	291,880	257,324	266,651
	Prepaid expenses	76,512	66,489	70,740	63,553
	Other current assets	40,415	18,097	33,504	14,114
	Total current assets	9,658,372	8,499,391	9,457,538	8,211,126
Non-current assets					
3	Long-term loan to a related party	-	-	-	1,855
4	Investments in subsidiaries	-	-	1,517,456	1,542,861
5	Investments in associates	235,041	233,169	2,862	2,862
	Other long-term investments	1,700	1,700	1,700	1,700
6	Property, plant and equipment	9,849,129	9,948,450	8,191,404	8,300,042
7	Intangible assets	156,101	146,343	162,864	155,678
8	Goodwill	114,732	111,968	-	-
	Deferred tax assets	182,344	178,731	175,927	173,051
	Other non-current assets	21,664	24,943	21,654	24,925
	Total non-current assets	10,560,711	10,645,304	10,073,867	10,202,974
	Total assets	20,219,083	19,144,695	19,531,405	18,414,100

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	3, 9	860,084	860,237	844,939	854,355
Accrued physicians' fees		611,786	537,654	604,263	530,537
Accrued expenses		520,961	487,606	510,833	482,611
Income tax payable		430,486	369,829	417,568	355,329
Other current liabilities		72,517	66,687	61,406	55,579
Total current liabilities		2,495,834	2,322,013	2,439,009	2,278,411
Non-current liabilities					
Long-term loan from and interest payable to a related party	3	181,720	180,408	181,720	180,408
Long-term debentures	3, 10	4,975,007	4,971,982	4,975,007	4,971,982
Provision for long-term employee benefits	11	417,472	410,329	411,939	405,519
Total non-current liabilities		5,574,199	5,562,719	5,568,666	5,557,909
Total liabilities		8,070,033	7,884,732	8,007,675	7,836,320

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

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital	12				
Registered					
921,276,022 ordinary shares of Baht 1 each		921,276	921,251	921,276	921,251
(31 December 2014: 921,251,022 ordinary shares of Baht 1 each)					
1,426,663 preference shares of Baht 1 each		1,427	1,452	1,427	1,452
(31 December 2014: 1,451,663 preference shares of Baht 1 each)					
		<u>922,703</u>	<u>922,703</u>	<u>922,703</u>	<u>922,703</u>
Issued and paid-up					
728,625,559 ordinary shares of Baht 1 each		728,625	728,600	728,625	728,600
(31 December 2014: 728,600,559 ordinary shares of Baht 1 each)					
1,426,663 preference shares of Baht 1 each		1,427	1,452	1,427	1,452
(31 December 2014: 1,451,663 preference shares of Baht 1 each)					
		<u>730,052</u>	<u>730,052</u>	<u>730,052</u>	<u>730,052</u>
Premium on ordinary shares		285,568	285,568	285,568	285,568
Convertible bonds treated as equity securities	3	550,000	550,000	550,000	550,000
Retained earnings					
Appropriated - statutory reserve		92,275	92,275	92,275	92,275
Unappropriated		9,886,895	8,992,129	9,865,835	8,919,885
Other components of shareholders' equity		249,079	233,204	-	-
Equity attributable to owners of the Company		<u>11,793,869</u>	<u>10,883,228</u>	<u>11,523,730</u>	<u>10,577,780</u>
Non-controlling interests of the subsidiaries		355,181	376,735	-	-
Total shareholders' equity		<u>12,149,050</u>	<u>11,259,963</u>	<u>11,523,730</u>	<u>10,577,780</u>
Total liabilities and shareholders' equity		<u>20,219,083</u>	<u>19,144,695</u>	<u>19,531,405</u>	<u>18,414,100</u>
		-	-	-	-

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

.....
Directors
.....

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 30 June 2015**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Revenues					
Revenues from hospital operations	3	4,374,194	3,761,648	4,244,498	3,635,463
Rental income	3	14,666	14,399	16,011	15,944
Interest income	3	35,956	33,800	34,873	35,743
Dividend income	3, 4	-	-	149,308	-
Exchange gains		12,751	14,893	11,164	17,274
Other income	3	24,774	29,404	23,748	37,074
Total revenues		4,462,341	3,854,144	4,479,602	3,741,498
Expenses					
Cost of hospital operations	3	2,593,492	2,315,112	2,520,727	2,244,449
Administrative expenses	3	762,892	687,409	747,950	647,025
Total expenses		3,356,384	3,002,521	3,268,677	2,891,474
Profit before share of profit (loss) from investments					
in associates, finance cost and income tax expenses		1,105,957	851,623	1,210,925	850,024
Share of profit (loss) from investments in associates	5	1,882	(5,726)	-	-
Profit before finance cost and income tax expenses		1,107,839	845,897	1,210,925	850,024
Finance cost	3	(46,770)	(47,213)	(46,770)	(46,011)
Profit before income tax expenses		1,061,069	798,684	1,164,155	804,013
Income tax expenses	13	(211,783)	(164,011)	(206,370)	(157,684)
Profit for the period		849,286	634,673	957,785	646,329
Profit attributable to:					
Equity holders of the Company		848,731	635,431	957,785	646,329
Non-controlling interests of the subsidiaries		555	(758)		
		<u>849,286</u>	<u>634,673</u>		
Earnings per share					
	14				(Unit: Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company		1.16	0.87	1.31	0.89
Diluted earnings per share					
Profit attributable to equity holders of the Company		0.98	0.73	1.10	0.75

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Profit for the period	<u>849,286</u>	<u>634,673</u>	<u>957,785</u>	<u>646,329</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to income statement in subsequent periods:</i>				
Exchange differences on translation of financial statements in foreign currencies	<u>37,475</u>	<u>(8,766)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>37,475</u>	<u>(8,766)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>886,761</u></u>	<u><u>625,907</u></u>	<u><u>957,785</u></u>	<u><u>646,329</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>878,133</u>	<u>629,550</u>	<u><u>957,785</u></u>	<u><u>646,329</u></u>
Non-controlling interests of the subsidiaries	<u>8,628</u>	<u>(3,643)</u>		
	<u><u>886,761</u></u>	<u><u>625,907</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 statement****For the six-month period ended 30 June 2015**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Revenues					
Revenues from hospital operations	3	8,740,254	7,351,074	8,491,975	7,181,080
Rental income	3	28,997	28,969	31,693	31,560
Interest income	3	74,186	71,141	72,030	72,730
Dividend income	3, 4	-	-	149,308	-
Exchange gains		25,173	23,794	22,772	26,165
Other income	3	49,759	58,548	46,661	63,412
Total revenues		8,918,369	7,533,526	8,814,439	7,374,947
Expenses					
Cost of hospital operations	3	5,106,003	4,484,394	4,965,086	4,392,588
Administrative expenses	3	1,462,371	1,368,297	1,422,755	1,318,210
Loss on diminution in value of investment in a subsidiary	4	-	-	29,500	-
Total expenses		6,568,374	5,852,691	6,417,341	5,710,798
Profit before share of profit (loss) from investments					
in associates, finance cost and income tax expenses		2,349,995	1,680,835	2,397,098	1,664,149
Share of profit (loss) from investments in associates	5	3,709	(4,663)	-	-
Profit before finance cost and income tax expenses		2,353,704	1,676,172	2,397,098	1,664,149
Finance cost	3	(92,191)	(92,505)	(92,191)	(91,690)
Profit before income tax expenses		2,261,513	1,583,667	2,304,907	1,572,459
Income tax expenses	13	(439,813)	(310,321)	(430,283)	(301,091)
Profit for the period		1,821,700	1,273,346	1,874,624	1,271,368
Profit attributable to:					
Equity holders of the Company		1,823,440	1,274,201	1,874,624	1,271,368
Non-controlling interests of the subsidiaries		(1,740)	(855)		
		1,821,700	1,273,346		
Earnings per share					
	14				(Unit: Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company		2.50	1.75	2.57	1.74
Diluted earnings per share					
Profit attributable to equity holders of the Company		2.10	1.47	2.16	1.47

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Profit for the period	<u>1,821,700</u>	<u>1,273,346</u>	<u>1,874,624</u>	<u>1,271,368</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to income statement in subsequent periods:</i>				
Exchange differences on translation of financial statements in foreign currencies	<u>(3,939)</u>	<u>(6,145)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>(3,939)</u>	<u>(6,145)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>1,817,761</u></u>	<u><u>1,267,201</u></u>	<u><u>1,874,624</u></u>	<u><u>1,271,368</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>1,839,315</u>	<u>1,270,941</u>	<u><u>1,874,624</u></u>	<u><u>1,271,368</u></u>
Non-controlling interests of the subsidiaries	<u>(21,554)</u>	<u>(3,740)</u>		
	<u><u>1,817,761</u></u>	<u><u>1,267,201</u></u>		

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash flows from operating activities				
Profit before tax	2,261,513	1,583,667	2,304,907	1,572,459
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	508,300	493,337	488,017	483,602
Bad debts and allowance for doubtful accounts	31,227	14,636	31,233	13,074
Reduction of inventories to net realisable value	1,167	-	-	-
Loss (gain) on sales of equipment	625	(1,385)	3,125	(1,687)
Long-term employee benefits expenses	36,699	37,542	35,933	37,178
Loss on diminution in value of investment in a subsidiary	-	-	29,500	-
Share of loss (profit) from investments in associates	(3,709)	4,663	-	-
Interest income	(74,186)	(71,141)	(72,030)	(72,730)
Dividend income	-	-	(149,308)	-
Amortisation of debenture issuing costs to interest expenses	3,025	2,888	3,025	2,888
Interest expenses	89,166	89,617	89,166	88,803
Profit from operating activities before changes in operating assets and liabilities	2,853,827	2,153,824	2,763,568	2,123,587
Operating assets (increase) decrease				
Trade and other receivables	(526,150)	(5,909)	(534,188)	(20,368)
Inventories	5,893	24,672	9,327	25,909
Prepaid expenses	(10,023)	(25,867)	(7,187)	(23,493)
Other current assets	(22,318)	19,968	(19,390)	20,408
Other non-current assets	3,279	1,786	3,271	1,468
Operating liabilities increase (decrease)				
Trade and other payables	43,350	(14,335)	24,153	(3,768)
Accrued physicians' fees	74,132	(20,990)	73,726	(20,924)
Accrued expenses	35,570	78,648	29,124	76,154
Other current liabilities	5,830	5,682	5,827	11,911
Provision for long-term employee benefits	(29,556)	(12,426)	(29,513)	(16,417)
Cash flows from operating activities	2,433,834	2,205,053	2,318,718	2,174,467
Cash paid for corporate income tax	(382,769)	(339,081)	(370,920)	(339,578)
Net cash flows from operating activities	2,051,065	1,865,972	1,947,798	1,834,889

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Statement of cash flows (continued)****For the six-month period ended 30 June 2015**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash flows from investing activities				
Decrease in short-term investments	50,000	1,197,089	-	1,152,089
Acquisition of investments in subsidiaries	-	(308,668)	(240)	(435,611)
Dividend received	-	-	110,249	-
Repayment debt of acquired subsidiary as at acquisition date	-	(85,705)	-	-
Cash receipt of capital increasing from non-controlling interest of the subsidiary	-	7,933	-	-
Cash increased from acquisitions of subsidiaries	-	3,286	-	-
Acquisition of equipment and repayment of construction and medical equipment payables	(437,212)	(692,781)	(395,154)	(684,626)
Acquisition of computer software	(5,308)	(5,963)	(4,403)	(4,629)
Proceeds from sales of equipment	793	10,759	793	10,759
Interest income	74,186	71,141	72,030	72,730
Net cash flows from (used in) investing activities	(317,541)	197,091	(216,725)	110,712
Cash flows from financing activities				
Interest paid for long-term debentures	(115,735)	(115,735)	(115,735)	(115,735)
Dividend paid	(911,806)	(874,785)	(911,806)	(874,785)
Interest paid for convertible bonds treated as equity securities	(16,384)	(16,384)	(16,384)	(16,384)
Net cash flows used in financing activities	(1,043,925)	(1,006,904)	(1,043,925)	(1,006,904)
Decrease in translation adjustment	(822)	(9,079)	-	-
Net increase in cash and cash equivalents	688,777	1,047,080	687,148	938,697
Cash and cash equivalents at beginning of period	4,675,713	3,139,481	4,540,099	3,109,331
Cash and cash equivalents at end of period	5,364,490	4,186,561	5,227,247	4,048,028
	-		-	
Supplemental cash flow information				
Non-cash transactions				
Interest cost recorded as cost of assets	27,242	27,717	27,242	27,717
Decrease in construction and medical equipment payables	44,254	87,338	36,316	87,338
Convert long-term loan to a related party to investment in a subsidiary	-	-	1,855	-

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Statement of changes in shareholders' equity****For the six-month period ended 30 June 2015**

(Unit: Thousand Baht)

Consolidated financial statements												
Equity attributable to owners of the Company												
	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 currencies	Other paid-in capital of an associated company	Total other components of shareholders' equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
					Appropriated - statutory reserve	Unappropriated						
	Ordinary shares	Preference shares										
Balance as at 1 January 2014	728,560	1,492	285,568	550,000	92,275	7,695,107	(8,210)	252,173	243,963	9,596,965	-	9,596,965
Preference shares converted to ordinary shares (Note 12)	40	(40)	-	-	-	-	-	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(875,859)	-	-	-	(875,859)	-	(875,859)
Cash receipt of capital increasing from non-controlling interest of the subsidiary	-	-	-	-	-	-	-	-	-	-	107,653	107,653
Increase in non-controlling interests of the subsidiaries due to purchase of investments in subsidiaries	-	-	-	-	-	-	-	-	-	-	264,954	264,954
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	-	-	-	(16,117)	-	(16,117)
Total comprehensive income for the period	-	-	-	-	-	1,274,201	(3,260)	-	(3,260)	1,270,941	(3,740)	1,267,201
Balance as at 30 June 2014	728,600	1,452	285,568	550,000	92,275	8,077,332	(11,470)	252,173	240,703	9,975,930	368,867	10,344,797
Balance as at 1 January 2015	728,600	1,452	285,568	550,000	92,275	8,992,129	(18,969)	252,173	233,204	10,883,228	376,735	11,259,963
Preference shares converted to ordinary shares (Note 12)	25	(25)	-	-	-	-	-	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(912,557)	-	-	-	(912,557)	-	(912,557)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	-	-	-	(16,117)	-	(16,117)
Total comprehensive income for the period	-	-	-	-	-	1,823,440	15,875	-	15,875	1,839,315	(21,554)	1,817,761
Balance as at 30 June 2015	728,625	1,427	285,568	550,000	92,275	9,886,895	(3,094)	252,173	249,079	11,793,869	355,181	12,149,050
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Separate financial statements						
	<u>Issued and paid-up share capital</u>		<u>Premium on ordinary shares</u>	<u>Convertible bonds treated as equity securities</u>	<u>Retained earnings</u>		<u>Total shareholders' equity</u>
	<u>Ordinary shares</u>	<u>Preference shares</u>			<u>Appropriated - statutory reserve</u>	<u>Unappropriated</u>	
Balance as at 1 January 2014	728,560	1,492	285,568	550,000	92,275	7,680,779	9,338,674
Preference shares converted to ordinary shares (Note 12)	40	(40)	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(875,859)	(875,859)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	(16,117)
Total comprehensive income for the period	-	-	-	-	-	1,271,368	1,271,368
Balance as at 30 June 2014	<u>728,600</u>	<u>1,452</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>8,060,171</u>	<u>9,718,066</u>
Balance as at 1 January 2015	728,600	1,452	285,568	550,000	92,275	8,919,885	10,577,780
Preference shares converted to ordinary shares (Note 12)	25	(25)	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(912,557)	(912,557)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(16,117)	(16,117)
Total comprehensive income for the period	-	-	-	-	-	1,874,624	1,874,624
Balance as at 30 June 2015	<u>728,625</u>	<u>1,427</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>9,865,835</u>	<u>11,523,730</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 2015

1. General information

1.1 The Company's general 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. The registered office of the Company is at 33 Soi 3 (Nana Nua) Sukhumvit Road, Klongtoey Nua Sub District, Wattana District, Bangkok.

1.2 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2014) Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, 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 interim 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 2014, except for the change in the composition of the Group from the additional investment in a subsidiary as discussed in Note 4 to the financial statements.

1.4 New financial reporting standards

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2015. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements. However, some of these standards involve changes to key principles, which are summarised below.

TAS 19 (revised 2014) Employee Benefits

This revised standard requires that the entity recognise actuarial gains and losses immediately in other comprehensive income while the existing standard allows the entity to recognise such gains and losses immediately in either profit or loss or other comprehensive income, or to recognise them gradually in profit or loss.

This revised standard does not have any impact on the financial statements as the Group already recognises actuarial gains and losses immediately in other comprehensive income.

IFRS 10 Consolidated Financial Statements

IFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the content of IAS 27 Consolidated and Separate Financial Statements dealing with consolidated financial statements. This standard changes the principles used in considering whether control exists. Under this standard, an investor is deemed to have control over an investee if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgement when reviewing whether the Company and its subsidiaries have control over investees and determining which entities have to be included in preparation of the consolidated financial statements.

This standard does not have any impact on the Group's financial statements.

TFRS 11 Joint Arrangements

TFRS 11 supersedes TAS 31 Interests in Joint Ventures. This standard requires an entity investing in any other entity to determine whether the entity and other investors have joint control in the investment. When joint control exists, there is deemed to be a joint arrangement and the entity then needs to apply judgement to assess whether the joint arrangement is a joint operation or a joint venture and to account for the interest in the investment in a manner appropriate to the type of joint arrangement. If it is a joint operation, the entity is to recognise its shares of assets, liabilities, revenues and expenses of the joint operation, in proportion to its interest, in its separate financial statements. If it is a joint venture, the entity is to account for its investment in the joint venture using the equity method in the financial statements in which the equity method is applied or the consolidated financial statements (if any), and at cost in the separate financial statements.

This standard does not have any impact on the financial statements.

TFRS 12 Disclosure of Interests in Other Entities

This standard stipulates disclosures relating to an entity's interests in subsidiaries, joint arrangements and associates, including structured entities. This standard therefore has no financial impact on the financial statements of the Group.

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurement. Entities are to apply the guidance under this standard if they are required by other financial reporting standards to measure their assets or liabilities at fair value. The effects of the adoption of this standard are to be recognised prospectively.

This standard does not have any significant impact on the Group's financial statements.

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 2014, except for the changes in accounting policies as a result of the adoption of new and revised standards, as discussed in Note 1.4 to the financial statements.

2. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	271	833	739	970
Past due				
1 - 30 days	-	-	101	54
Total trade receivables - related parties	<u>271</u>	<u>833</u>	<u>840</u>	<u>1,024</u>
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	592,219	489,737	582,180	483,888
Past due				
1 - 30 days	666,897	281,815	664,968	279,227
31 - 60 days	1,020	146,993	617	142,314
61 - 90 days	172,034	120,523	171,494	120,119
91 - 180 days	259,058	232,722	258,005	232,339
181 - 365 days	237,270	194,403	236,994	193,621
More than 365 days	204,970	148,610	204,176	147,531
Total	2,133,468	1,614,803	2,118,434	1,599,039
Less: Allowance for doubtful accounts	(117,734)	(98,464)	(116,841)	(97,345)
Total trade receivables - unrelated parties, net	<u>2,015,734</u>	<u>1,516,339</u>	<u>2,001,593</u>	<u>1,501,694</u>
Total trade receivables - net	<u>2,016,005</u>	<u>1,517,172</u>	<u>2,002,433</u>	<u>1,502,718</u>
<u>Other receivables</u>				
Advances and loans to employees	3,835	7,646	3,818	7,644
Dividend receivable - a related party	-	-	39,059	-
Accrued income - related parties	295	394	12,216	14,347
Other receivables - related parties	-	-	9,197	-
Total other receivables	<u>4,130</u>	<u>8,040</u>	<u>64,290</u>	<u>21,991</u>
Trade and other receivables - net	<u><u>2,020,135</u></u>	<u><u>1,525,212</u></u>	<u><u>2,066,723</u></u>	<u><u>1,524,709</u></u>

3. Related party transactions

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

	For the three-month periods ended 30 June				(Unit: Thousand Baht)
	Consolidated		Separate		Transfer pricing policy
	financial statements		financial statements		
	2015	2014	2015	2014	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	8,075	5,684	Market price
Professional service income	-	-	1,627	367	Actual paid
Rental income	-	-	1,350	1,557	As per contracts 3.1)
Interest income on long-term loans	-	-	-	2,853	3.25% p.a.
Dividend income	-	-	149,308	-	As declared
Sales of equipment	-	-	106	-	Cost plus margin
Lab service expense	-	-	66	15	Market price
Pharmacy expense	-	-	2,001	1,792	Market price
Training expense	-	-	35,777	18,678	Cost plus margin
Transactions with associates					
Consulting income	10	58	10	58	As per contract 3.2)
Interest expense on long-term loans	660	660	660	660	1.38% p.a. (2014: 1.50% p.a.)
Transactions with related parties					
Medical service income	14,131	24,040	14,131	24,040	Market price
Rental income	590	546	590	546	Market price
Interest income on short-term investments	11,024	5,046	10,301	4,386	1.88% to 3.10% p.a. (2014: 2.25% to 2.40% p.a.)
Other income	185	169	185	169	Actual paid
Lab service expense	2,287	471	2,287	471	Market price
Purchase of medicine and medical supplies	3,500	3,698	3,500	3,698	Market price
Donation expense	6,000	6,000	6,000	6,000	-
Insurance expense	8,639	8,920	8,577	8,853	As per insurance policies
Credit card commission fees	31,244	28,654	30,224	27,444	Market price
Legal advisory fee	854	1,480	812	957	Market price
Construction consulting fee	-	231	-	231	Baht 0.1 million per month as stated in the agreement
Service fee	203	544	203	544	Market price
Interest expense on long-term debentures	11,529	11,529	11,529	11,529	4.13% to 4.97% p.a.
Interest expense on convertible bonds	8,102	8,102	8,102	8,102	10.00% and 1.00% p.a.
Interest expense on long-term loan	-	739	-	-	3.25% p.a.

(Unaudited but reviewed)

	For the six-month periods ended 30 June				(Unit: Thousand Baht)
	Consolidated		Separate		Transfer pricing policy
	financial statements		financial statements		
	2015	2014	2015	2014	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	15,457	10,875	Market price
Professional service income	-	-	3,482	714	Actual paid
Rental income	-	-	2,700	3,015	As per contracts 3.1)
Interest income on long-term loans	-	-	-	3,346	3.25% p.a.
Dividend income	-	-	149,308	-	As declared
Sales of equipment	-	-	154	-	Cost plus margin
Lab service expense	-	-	119	62	Market price
Pharmacy expense	-	-	3,856	3,476	Market price
Training expense	-	-	53,530	30,241	Cost plus margin
Transactions with associates					
Consulting income	23	134	23	134	As per contract 3.2)
Interest expense on long-term loans	1,312	1,421	1,312	1,421	1.38% and 1.50% p.a. (2014: 1.50% to 2.00% p.a.)
Transactions with related parties					
Medical service income	33,662	44,868	33,662	44,868	Market price
Rental income	1,180	1,091	1,180	1,091	Market price
Interest income on short-term investments	24,681	11,481	23,260	9,975	1.88% to 3.10 % p.a. (2014: 2.25% to 3.00% p.a.)
Other income	388	380	388	380	Actual paid
Lab service expense	3,749	1,174	3,749	1,174	Market price
Purchase of medicine and medical supplies	6,658	6,290	6,658	6,290	Market price
Donation expense	12,000	12,000	12,000	12,000	-
Insurance expense	17,438	17,108	17,335	16,978	As per insurance policies
Credit card commission fees	62,935	56,168	60,844	54,263	Market price
Legal advisory fee	1,347	3,612	1,305	2,839	Market price
Construction consulting fee	-	578	-	578	Baht 0.1 million per month as stated in the agreement
Service fee	1,397	791	1,397	791	Market price
Interest expense on long-term debentures	22,932	22,932	22,932	22,932	4.13% to 4.97% p.a.
Interest expense on convertible bonds	16,116	16,116	16,116	16,116	10.00% and 1.00% p.a.
Interest expense on long-term loan	-	836	-	-	3.25% p.a.

- 3.1) Subsidiaries have leased building spaces and office equipment from the Company for use in their operations, as detailed below.

(Unit: Thousand Baht)

Company's name	Rent assets	Rental fee per month	
		2015	2014
Vitalife Corporation Ltd.	Building spaces	350	350
Asia Global Research Co., Ltd.	Building spaces and office equipment	-	71
Bumrungrad Health Network Co., Ltd. (formerly known as "Bumrungrad Personnel Development Center Co., Ltd.")	Building spaces and office equipment	-	100 - 204*
Bumrungrad Personnel Development and Training Center Co., Ltd.	Building spaces	100	-

*The rental agreement starts in February 2014.

- 3.2) The Company entered into a Consulting Support Agreement with an associate (Bumrungrad International Ltd.). The associate is obliged to pay a fee at a fixed rate amounting to Baht 0.2 million per annum, as stipulated in the agreement, and additional fee for consulting service provided by employees of the Company to the associate at the rates per agreement multiplied with actual hours worked. The agreement will expire in accordance with the conditions 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	31 December	30 June	31 December
	2015	2014	2015	2014
Short-term investments - Fixed deposits with a local commercial bank				
Related company (common director)	1,872,000	1,902,000	1,802,000	1,802,000
Trade and other receivables - related parties (Note 2)				
Subsidiaries	-	-	60,746	14,144
Associates	7	66	7	66
Related parties (common director)	559	1,161	559	1,161
Total	566	1,227	61,312	15,371
Trade and other payables - related parties (Note 9)				
Subsidiaries	-	-	19,394	13,395
Long-term loan to a related party				
Subsidiary	-	-	-	1,855

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
Long-term loan from and interest payable to a related party				
Associate	181,720	180,408	181,720	180,408
Long-term debentures (Note 10)				
Related companies (Major shareholder and common director)	955,000	955,000	955,000	955,000
Convertible bonds treated as equity securities				
Related company (common director)	550,000	550,000	550,000	550,000

Long-term loan to a related party

As at 31 December 2014, long-term loan to a subsidiary (Life and Longevity Ltd.) is in the form of promissory notes denominated in Swiss francs, amounting to CHF 51,000, bearing no interest and due at call. The Company provided this loan to the subsidiary as its investment in overseas and the loan is therefore classified as a long-term loan. During the period, the Company converted the long-term loan to additional equity in the subsidiary, as discussed in Note 4.2 to the financial statements.

Long-term loan from and interest payable to a related party

On 1 April 2013, the Company and two other shareholders of Bumrungrad International Ltd. entered into a loan agreement with Bumrungrad International Ltd., which is the Company's associate, granting them loans totaling Baht 394.8 million, of which the Company's portion is Baht 176.4 million and due at call. The loan carries interest at the 1-year fixed deposit rate of a local commercial bank. Interest is due annually. The Company's management believes that the associate neither plans nor is likely to call for settlement in the foreseeable future; hence the loan is classified as long-term loan.

During the six-month period ended 30 June 2015, movements of long-term loan from and interest payable to an associate were as follows.

(Unit: Thousand Baht)

	Consolidated financial statements/ Separate financial statements		
	Balance as at 1 January 2015	Increase during the period	Balance as at 30 June 2015
Principal	176,400	-	176,400
Interest payable	4,008	1,312	5,320
Total	180,408	1,312	181,720

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2015 and 2014, the Group 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	financial statements	financial statements
	2015	2014	2015	2014
Short-term employee benefits	26,085	33,944	23,689	32,873
Other long-term benefits	-	2	-	2
Termination benefits	1,363	2,367	1,292	2,352
Total	27,448	36,313	24,981	35,227

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2015	2014	2015	2014
Short-term employee benefits	51,686	68,501	47,240	66,364
Other long-term benefits	1	4	1	4
Termination benefits	2,726	4,733	2,584	4,703
Total	54,413	73,238	49,825	71,071

(Unaudited but reviewed)

4. Investments in subsidiaries

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

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost		Allowance for loss on diminution in value		Carrying amounts based on cost method - net	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014
			%	%						
Vitalife Corporation Ltd.	Baht 31.5 million	Baht 31.5 million	100.00	100.00	25,610	25,610	-	-	25,610	25,610
Asia Global Research Co., Ltd.	Baht 50.0 million	Baht 50.0 million	100.00	100.00	50,000	50,000	50,000	50,000	-	-
Ruenmongkol Co., Ltd.	Baht 340.0 million	Baht 340.0 million	100.00	100.00	1,045,034	1,045,034	-	-	1,045,034	1,045,034
Bumrungrad Health Network Co., Ltd. (formerly known as "Bumrungrad Personnel Development Center Co., Ltd.")	Baht 5.0 million	Baht 5.0 million	100.00	100.00	5,000	5,000	-	-	5,000	5,000
Bumrungrad Personnel Development and Training Center Co., Ltd.	Baht 5.0 million	Baht 5.0 million	100.00	100.00	5,000	5,000	-	-	5,000	5,000
Asia Global Health Ltd.	HKD 7.1 million	HKD 7.1 million	100.00	100.00	31,558	31,558	29,500	-	2,058	31,558
Life and Longevity Ltd.	USD 62,000	USD 1	100.00	100.00	2,143	48	-	-	2,143	48
Health Horizons Enterprises Pte. Ltd.	USD 16.6 million	USD 16.6 million	80.00	80.00	430,611	430,611	-	-	430,611	430,611
Bumrungrad Services Co., Ltd.	Baht 2.0 million	-	100.00	-	2,000	-	-	-	2,000	-
Total					1,596,956	1,592,861	79,500	50,000	1,517,456	1,542,861

During the three-month and six-month periods ended 30 June 2015, the Company received dividend from Vitalife Corporation Ltd. amounting to Baht 149.3 million (2014: nil).

During the six-month period ended 30 June 2015, the Company considered to set allowance for loss on diminution in value of investment in Asia Global Health Ltd. amounting to Baht 29.5 million because it had capital deficit for several years.

4.1 Establishment of a new subsidiary

Bumrungrad Services Co., Ltd.

On 30 April 2015, the Company set up and registered a new subsidiary, Bumrungrad Services Co., Ltd., incorporated in Thailand with a registered share capital of Baht 2.0 million, comprising of 200,000 common shares with par value of Baht 10 each. As at 30 June 2015, the Company had yet to settle the cost of the common shares of the subsidiary and recorded the amount payable for the shares in trade and other payables.

The investment was made in accordance with a resolution of the Investment Committee Meeting held on 25 February 2015, which approved the Company's establishment of the new subsidiary to be engaged in referral services to both domestic and foreign patients.

4.2 Call up of a subsidiary's shares

Life and Longevity Ltd.

On 10 March 2015, Life and Longevity Ltd., the Company's wholly owned subsidiary which is registered in Hong Kong Special Administrative Region of the People's Republic of China, registered an increase of its capital and called up USD 61,999, or equivalent to Baht 2.1 million, for the additional common shares. The Company made payment for the additional common shares by converting to equity a long-term loan to the subsidiary in the form of promissory notes denominated in Swiss francs, amounting to CHF 51,000, and paid the remaining cost on 4 June 2015.

5. Investments in associates

5.1 Details of investments in associates

(Unit: Thousand Baht)

			Consolidated financial statements					
Company's name	Nature of business	Country of incorporation	Shareholding percentage		Cost		Carrying amounts based on equity method	
			30	31	30	31	30	31
			June 2015	December 2014	June 2015	December 2014	June 2015	December 2014
			%	%				
Bumrungrad International Ltd.	Temporary cease its operation	Thailand	31.50	31.50	1,447	1,447	234,248	232,226
CDE Trading Ltd.	Temporary cease its operation	Thailand	30.00	30.00	5,415	5,415	793	943
Total					<u>6,862</u>	<u>6,862</u>	<u>235,041</u>	<u>233,169</u>

(Unaudited but reviewed)

(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 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014
	%	%						
Bumrungrad International Ltd.	31.50	31.50	1,447	1,447	-	-	1,447	1,447
CDE Trading Ltd.	30.00	30.00	5,415	5,415	4,000	4,000	1,415	1,415
Total			6,862	6,862	4,000	4,000	2,862	2,862

5.2 Share of profit (loss) and dividend received

During the periods, the Company recognised its share of profit (loss) from investments in associates in the consolidated financial statements as follows.

Company's name	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2015	2014	2015	2014
Bumrungrad International Ltd.	1,032	(6,716)	2,022	(6,645)
CDE Trading Ltd.	850	990	1,687	1,982
Total	1,882	(5,726)	3,709	(4,663)

During the three-month and six-month periods ended 30 June 2015 and 2014, the Company had no dividend received from the associates.

5.3 Summarised financial information of associates

Financial information of the associates is summarised below.

Company's name	(Unit: Million Baht)									
	Paid-up capital as at		Total assets as at		Total liabilities as at		Total revenues for the six-month periods ended		Profit (loss) for the six-month periods ended	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June		30 June	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Bumrungrad International Ltd.	4.6	4.6	757.2	754.9	13.6	17.7	7.8	9.5	6.4	(21.1)
CDE Trading Ltd.	2.5	2.5	4.7	5.8	2.1	2.5	-	0.1	(0.5)	(0.5)

6. Property, plant and equipment

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2015	9,948,450	8,300,042
Acquisitions during period - at cost	392,958	358,838
Capitalisation of interest cost	27,242	27,242
Transferred to computer software	(35,720)	(35,720)
Disposals during period - net book value at disposal date	(1,418)	(3,918)
Depreciation for the period	(475,197)	(455,080)
Translation adjustments	(7,186)	-
Net book value as at 30 June 2015	<u>9,849,129</u>	<u>8,191,404</u>

As at 30 June 2015, the Company had an outstanding balance of land, work under construction of building and building improvement of Baht 1,307.5 million (31 December 2014: Baht 1,150.1 million), which have been financed by long-term debentures and borrowing costs totaling Baht 27.2 million were capitalised during the six-month period ended 30 June 2015 (2014: Baht 27.7 million). The weighted average rate used to determine the amount of borrowing costs eligible for capitalisation was 4.87% p.a.

7. Intangible assets

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2015	146,343	155,678
Acquisitions during period - at cost	5,308	4,403
Transferred from equipment	35,720	35,720
Amortisation for the period	(33,103)	(32,937)
Realised gain on sales of software in the past	1,837	-
Translation adjustments	(4)	-
Net book value as at 30 June 2015	<u>156,101</u>	<u>162,864</u>

8. Goodwill

Goodwill resulted from the acquisition by Health Horizons Enterprises Pte. Ltd. ("HHE"), an overseas subsidiary that is 80% owned by the Company, of a 100% interest in the common shares of Bumrungrad Mongolia LLC ("BML") on 28 March 2014. BML holds 51% of the common shares of Seoul Seniors Tower LLC ("SST"), which operates Ulan Bator Songdo Hospital in Mongolia. The excess of the purchase price over the net value of the tangible assets acquired was allocated as goodwill. The amount of goodwill is USD 3.4 million, which mainly comprises the value of expected synergies from customer base expansion.

The change in the goodwill account is due to the impact of exchange differences on translation of the foreign operation's financial statements.

9. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
Trade payables - unrelated parties	794,076	753,834	763,206	745,308
Construction and medical equipment payables	37,093	81,347	36,467	72,783
Other payables - related parties	-	-	19,394	13,395
Other payables - unrelated parties	28,915	25,056	25,872	22,869
Total	860,084	860,237	844,939	854,355

10. Long-term debentures

(Unit: Thousand Baht)

Series	Maturity date	No. of units (Thousand units)	Par value (Baht)	Interest rate (% p.a.)	Term of interest payment	Carrying amount	
						30 June 2015	31 December 2014
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						(24,993)	(28,018)
Long-term debentures - net						4,975,007	4,971,982

The long-term debentures are unsecured and unsubordinated debentures in Baht currency with fixed interest rates. Their fair value as at 30 June 2015 amounted to Baht 5,294.0 million (31 December 2014: Baht 5,264.6 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. Provision for long-term employee benefits

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
As at 1 January 2015	410,329	405,519
Increase during the period	36,699	36,157
Utilised	(29,556)	(29,513)
Transfer of defined benefit obligation to a subsidiary	-	(224)
As at 30 June 2015	417,472	411,939

12. Share capital

In the first quarter of 2015, 25,000 preference shares (2014: 40,000 shares) were converted into ordinary shares at ratio of one preference share to one ordinary share. The Company registered this conversion with the Ministry of Commerce on 3 March 2015.

13. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and six-month periods ended 30 June 2015 and 2014 are made up as follows.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Current income tax:				
Interim corporate income tax charge	210,925	166,199	205,601	162,857
Deferred tax:				
Relating to origination and reversal of temporary differences	858	(2,188)	769	(5,173)
Income tax expenses reported in the income statements	<u>211,783</u>	<u>164,011</u>	<u>206,370</u>	<u>157,684</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Current income tax:				
Interim corporate income tax charge	443,426	315,893	433,159	309,581
Deferred tax:				
Relating to origination and reversal of temporary differences	(3,613)	(5,572)	(2,876)	(8,490)
Income tax expenses reported in the income statements	<u>439,813</u>	<u>310,321</u>	<u>430,283</u>	<u>301,091</u>

14. 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 tables set forth the computation of basic and diluted earnings per share.

	Consolidated financial statements					
	For the three-month periods ended 30 June					
	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	2015	2014	2015	2014	2015	2014
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company	848,731	635,431	728,625	728,601	1.16	0.87
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,427	1,451		
Convertible bonds	-	-	137,363	137,363		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	848,731	635,431	867,415	867,415	0.98	0.73
	Separate financial statements					
	For the three-month periods ended 30 June					
	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	2015	2014	2015	2014	2015	2014
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to equity holders of the Company	957,785	646,329	728,625	728,601	1.31	0.89
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,427	1,451		
Convertible bonds	-	-	137,363	137,363		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	957,785	646,329	867,415	867,415	1.10	0.75

Consolidated financial statements						
For the six-month periods ended 30 June						
	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	2015	2014	2015	2014	2015	2014
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to equity holders of the Company	1,823,440	1,274,201	728,617	728,586	2.50	1.75
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,435	1,466		
Convertible bonds	-	-	137,363	137,363		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	<u>1,823,440</u>	<u>1,274,201</u>	<u>867,415</u>	<u>867,415</u>	2.10	1.47
Separate financial statements						
For the six-month periods ended 30 June						
	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	2015	2014	2015	2014	2015	2014
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to equity holders of the Company	1,874,624	1,271,368	728,617	728,586	2.57	1.74
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,435	1,466		
Convertible bonds	-	-	137,363	137,363		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	<u>1,874,624</u>	<u>1,271,368</u>	<u>867,415</u>	<u>867,415</u>	2.16	1.47

15. Segment information

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

The one main reportable operating segment of the Group is hospital and health care center and the geographical areas of its operations are Thailand and Mongolia. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment.

16. Dividend paid

The Company declared dividend during the six-month periods ended 30 June 2015 and 2014 as follows.

Dividend	Approved by	Dividend paid (Thousand Baht)	Dividend per share (Baht)
Final dividend for 2014	Annual General Meeting of the shareholder on 29 April 2015	912,557	1.25
Final dividend for 2013	Annual General Meeting of the shareholders on 29 April 2014	875,859	1.20

17. Commitments and contingent liabilities**17.1 Capital commitments**

As at 30 June 2015, the Company has capital commitments to pay a total of Baht 214.5 million (31 December 2014: Baht 163.4 million) in relation to the design and renovation agreements of buildings and Baht 148.8 million (31 December 2014: Baht 150.0 million) in respect of purchase of medical instruments and hospital equipment.

17.2 Operating lease and long-term service commitments

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

Future minimum payments required under the above agreements were as follows.

(Unit: Million Baht)

Details of commitments	Payable within						Total	
	1 year		1 to 5 years		More than 5 years			
	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014	30 June 2015	31 December 2014
1) Nursing dormitory land rental expense (shall be extended for a further period of 30 years)	2	2	7	7	3	4	12	13
2) Lease of office space	24	31	43	51	-	-	67	82
3) Maintenance service fee for medical instruments	148	136	109	137	-	-	257	273
4) Rental and maintenance service fee for cars	10	11	16	14	-	-	26	25

(Unit: Million Baht)

Details of commitments	Payable within						Total	
	1 year		1 to 5 years		More than 5 years			
	30	31	30	31	30	31	30	31
	June	December	June	December	June	December	June	December
	2015	2014	2015	2014	2015	2014	2015	2014
5) Fee to a bank which is bondholders' representative	-	-	1	1	-	-	1	1
6) Service fee for medical treatment information database	18	30	230	199	6	35	254	264

17.3 Commitments from other contract

The Company entered into the medical equipment utilisation contract with a local company. The contract covers period of 7 years (expire in 2021) and under the conditions of the contract, the Company is required to purchase medical supplies and services to use with the medical equipment at the prices specified in the contract in total throughout the period of the contract. As at 30 June 2015, the outstanding amount of medical supplies and services that the Company is required to purchase in accordance with the contract is Baht 283.0 million (31 December 2014: Baht 319.0 million).

17.4 Uncalled portion of investment in a subsidiary

As at 30 June 2015, the Company has commitment in respect of the uncalled portion of investment in an overseas subsidiary (Asia Global Health Ltd.) of HKD 2.34 million (31 December 2014: HKD 2.34 million).

17.5 Bank guarantees

As at 30 June 2015, there were outstanding bank guarantees of Baht 27.6 million (31 December 2014: Baht 29.1 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.

17.6 Contingent liabilities arising from agreement to acquire investments in subsidiaries

Health Horizons Enterprises Pte. Ltd. ("HHE"), an overseas subsidiary that is 80% owned by the Company, has contingent liabilities under the Share Sales and Purchase Agreement, dated 5 March 2014, whereby it acquired common shares of Bumrungrad Mongolia LLC ("BML") and Seoul Seniors Tower LLC ("SST"). The seller is entitled to receive an additional contingent consideration in the form of earn-out payments, provided certain cumulative net profit targets are achieved through 31 December 2016, at a maximum amount of MNT 10,965.9 million.

The Group has reviewed and reassessed the likelihood that the Group will have to pay this additional amount, taking into consideration the economic situation, operating performance and the forecast operating results of SST for the years 2014 to 2016. As at 30 June 2015 and 31 December 2014, the Group estimated that it has no obligation to pay an additional consideration.

18. Event after the reporting period

On 10 August 2015, the Company's Board of Directors Meeting approved the payment of an interim dividend of Baht 0.90 per share to the Company's preference and ordinary shareholders from the Company's operations from 1 January 2015 to 30 June 2015. This constitutes a total dividend of Baht 657.0 million which will be paid on 9 September 2015.

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 August 2015.