

Bumrungrad Hospital Public Company Limited
and its subsidiaries
Review report and interim financial statements
For the three-month and nine-month periods ended
30 September 2016

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 September 2016, the related consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2016, and the related consolidated statements of changes in shareholders' equity, and cash flows for the nine-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*.

Termphong Opanaphan

Certified Public Accountant (Thailand) No. 4501

EY Office Limited

Bangkok: 2 November 2016

Bumrungrad Hospital Public Company Limited and its subsidiaries

Statement of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2016	31 December 2015	30 September 2016	31 December 2015
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		5,785,500	5,054,160	5,538,578	4,818,341
Short-term investments		2,437,800	2,305,800	2,389,000	2,302,000
Trade and other receivables	3	1,860,505	2,318,422	1,863,416	2,328,383
Inventories		281,908	309,074	250,101	277,572
Prepaid expenses		86,089	75,047	62,257	50,128
Other current assets		16,483	25,775	12,562	24,490
Total current assets		10,468,285	10,088,278	10,115,914	9,800,914
Non-current assets					
Long-term loan to and interest receivable					
from a related party	2	-	-	-	9,017
Investments in subsidiaries	4	-	-	1,638,056	1,517,456
Investment in an associate	5	235,443	234,067	1,447	1,447
Other long-term investment		1,700	1,700	1,700	1,700
Property, plant and equipment	6	10,759,748	10,472,112	9,125,502	8,791,954
Intangible assets		157,819	163,386	154,790	160,636
Goodwill	7	117,868	122,585	-	-
Deferred tax assets		233,351	193,005	229,725	189,821
Other non-current assets		27,503	22,385	27,368	22,367
Total non-current assets		11,533,432	11,209,240	11,178,588	10,694,398
Total assets		22,001,717	21,297,518	21,294,502	20,495,312

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 September 2016	31 December 2015	30 September 2016	31 December 2015
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	8	846,885	830,044	824,634	820,497
Accrued physicians' fees		607,092	713,255	601,785	707,663
Current portion of long-term debentures	10	1,499,344	1,497,145	1,499,344	1,497,145
Accrued expenses		547,231	577,255	536,010	561,478
Income tax payable		214,558	372,555	207,985	361,493
Other current liabilities		79,335	66,201	56,886	52,376
Total current liabilities		3,794,445	4,056,455	3,726,644	4,000,652
Non-current liabilities					
Long-term loan from and interest payable to a related party	2	184,685	182,869	184,685	182,869
Long-term loan from and interest payable to an unrelated party	9	18,927	-	-	-
Long-term debentures - net of current portion	10	3,483,637	3,481,010	3,483,637	3,481,010
Provision for long-term employee benefits	11	522,755	476,694	514,343	468,989
Total non-current liabilities		4,210,004	4,140,573	4,182,665	4,132,868
Total liabilities		8,004,449	8,197,028	7,909,309	8,133,520

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 September 2016 (Unaudited but reviewed)	31 December 2015 (Audited)	30 September 2016 (Unaudited but reviewed)	31 December 2015 (Audited)
Shareholders' equity				
Share capital	12			
Registered				
921,296,022 ordinary shares of Baht 1 each (31 December 2015: 921,276,022 ordinary shares of Baht 1 each)	921,296	921,276	921,296	921,276
1,406,663 preference shares of Baht 1 each (31 December 2015: 1,426,663 preference shares of Baht 1 each)	1,407	1,427	1,407	1,427
	<u>922,703</u>	<u>922,703</u>	<u>922,703</u>	<u>922,703</u>
Issued and paid-up				
728,645,559 ordinary shares of Baht 1 each (31 December 2015: 728,625,559 ordinary shares of Baht 1 each)	728,645	728,625	728,645	728,625
1,406,663 preference shares of Baht 1 each (31 December 2015: 1,426,663 preference shares of Baht 1 each)	1,407	1,427	1,407	1,427
	<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	2 550,000	550,000	550,000	550,000
Retained earnings				
Appropriated - statutory reserve	92,275	92,275	92,275	92,275
Unappropriated	11,824,346	10,799,084	11,727,298	10,703,897
Other components of shareholders' equity	186,548	278,707	-	-
Equity attributable to owners of the Company	<u>13,668,789</u>	<u>12,735,686</u>	<u>13,385,193</u>	<u>12,361,792</u>
Non-controlling interests of the subsidiaries	328,479	364,804	-	-
Total shareholders' equity	<u>13,997,268</u>	<u>13,100,490</u>	<u>13,385,193</u>	<u>12,361,792</u>
Total liabilities and shareholders' equity	<u>22,001,717</u>	<u>21,297,518</u>	<u>21,294,502</u>	<u>20,495,312</u>
	-	-	-	-

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

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Directors
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(Unaudited but reviewed)

Bumrungrad Hospital Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 30 September 2016**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
Revenues					
Revenues from hospital operations		4,578,564	4,315,021	4,443,072	4,197,623
Rental income		16,509	15,300	18,887	16,643
Interest income		28,092	33,008	26,975	32,517
Dividend income	4	-	-	54,999	-
Exchange gains		1,323	12,321	3,293	11,679
Other income		15,931	16,875	25,557	17,005
Total revenues		4,640,419	4,392,525	4,572,783	4,275,467
Expenses					
Cost of hospital operations		2,617,551	2,551,170	2,539,656	2,484,256
Administrative expenses		798,311	755,039	802,937	752,800
Total expenses		3,415,862	3,306,209	3,342,593	3,237,056
Profit before share of profit from investments in associates, finance cost and income tax expenses					
		1,224,557	1,086,316	1,230,190	1,038,411
Share of profit from investments in associates	5	647	755	-	-
Profit before finance cost and income tax expenses		1,225,204	1,087,071	1,230,190	1,038,411
Finance cost		(58,197)	(47,167)	(58,070)	(47,167)
Profit before income tax expenses		1,167,007	1,039,904	1,172,120	991,244
Income tax expenses	13	(211,587)	(198,792)	(206,153)	(194,575)
Profit for the period		955,420	841,112	965,967	796,669
Profit attributable to:					
Equity holders of the Company		965,685	843,499	965,967	796,669
Non-controlling interests of the subsidiaries		(10,265)	(2,387)		
		955,420	841,112		
Earnings per share					
	14				(Unit: Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company		1.33	1.16	1.33	1.09
Diluted earnings per share					
Profit attributable to equity holders of the Company		1.11	0.97	1.11	0.92

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 September 2016

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Profit for the period	955,420	841,112	965,967	796,669
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	(109,410)	44,773	-	-
Other comprehensive income for the period	(109,410)	44,773	-	-
Total comprehensive income for the period	846,010	885,885	965,967	796,669
Total comprehensive income attributable to:				
Equity holders of the Company	876,168	880,341	965,967	796,669
Non-controlling interests of the subsidiaries	(30,158)	5,544		
	846,010	885,885		

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 nine-month period ended 30 September 2016**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
Revenues					
Revenues from hospital operations		13,533,877	13,055,275	13,154,452	12,689,598
Rental income		47,921	44,297	55,060	48,336
Interest income		86,910	107,194	84,044	104,547
Dividend income	4	-	-	109,999	149,308
Exchange gains		16,793	37,494	15,781	34,451
Other income		55,762	66,634	65,679	63,666
Total revenues		13,741,263	13,310,894	13,485,015	13,089,906
Expenses					
Cost of hospital operations		7,831,292	7,698,066	7,610,770	7,490,235
Administrative expenses		2,332,529	2,176,517	2,296,740	2,134,662
Loss on impairment of investment in a subsidiary	4	-	-	-	29,500
Total expenses		10,163,821	9,874,583	9,907,510	9,654,397
Profit before share of profit from investments in associates, finance cost and income tax expenses					
		3,577,442	3,436,311	3,577,505	3,435,509
Share of profit from investments in associates	5	1,376	4,464	-	-
Profit before finance cost and income tax expenses		3,578,818	3,440,775	3,577,505	3,435,509
Finance cost		(159,485)	(139,358)	(159,358)	(139,358)
Profit before income tax expenses		3,419,333	3,301,417	3,418,147	3,296,151
Income tax expenses	13	(632,911)	(638,605)	(618,574)	(624,858)
Profit for the period		2,786,422	2,662,812	2,799,573	2,671,293
Profit attributable to:					
Equity holders of the Company		2,801,434	2,666,939	2,799,573	2,671,293
Non-controlling interests of the subsidiaries		(15,012)	(4,127)		
		<u>2,786,422</u>	<u>2,662,812</u>		
Earnings per share					
	14				(Unit: Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company		<u>3.84</u>	<u>3.66</u>	<u>3.84</u>	<u>3.67</u>
Diluted earnings per share					
Profit attributable to equity holders of the Company		<u>3.23</u>	<u>3.07</u>	<u>3.23</u>	<u>3.08</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 comprehensive income

For the nine-month period ended 30 September 2016

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Profit for the period	<u>2,786,422</u>	<u>2,662,812</u>	<u>2,799,573</u>	<u>2,671,293</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>(113,472)</u>	<u>40,834</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>(113,472)</u>	<u>40,834</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>2,672,950</u></u>	<u><u>2,703,646</u></u>	<u><u>2,799,573</u></u>	<u><u>2,671,293</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>2,709,275</u>	<u>2,719,656</u>	<u><u>2,799,573</u></u>	<u><u>2,671,293</u></u>
Non-controlling interests of the subsidiaries	<u>(36,325)</u>	<u>(16,010)</u>		
	<u><u>2,672,950</u></u>	<u><u>2,703,646</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 nine-month period ended 30 September 2016**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from operating activities				
Profit before tax	3,419,333	3,301,417	3,418,147	3,296,151
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	847,541	772,028	808,275	740,522
Bad debts and allowance for doubtful accounts	65,049	58,410	64,966	58,667
Reduction of cost of inventories to net realisable value	143	1,364	-	-
Loss on sales and write-off of equipment	51	4,486	383	5,678
Loss on impairment of assets under construction	-	2,014	-	-
Long-term employee benefits expenses	65,847	55,423	64,055	54,298
Loss on impairment of investment in a subsidiary	-	-	-	29,500
Share of profit from investments in associates	(1,376)	(4,464)	-	-
Interest income	(86,910)	(107,194)	(84,044)	(104,547)
Dividend income	-	-	(109,999)	(149,308)
Amortisation of debenture issuing costs to interest expenses	4,826	4,590	4,826	4,590
Interest expenses	154,659	134,768	154,532	134,768
Profit from operating activities before changes in operating assets and liabilities	4,469,163	4,222,842	4,321,141	4,070,319
Operating assets (increase) decrease				
Trade and other receivables	392,868	(793,980)	400,001	(793,752)
Inventories	27,023	7,642	27,471	14,090
Prepaid expenses	(11,042)	6,666	(12,129)	9,543
Other current assets	9,292	(2,802)	11,928	(2,663)
Other non-current assets	(5,118)	3,444	(5,001)	3,436
Operating liabilities increase (decrease)				
Trade and other payables	(31,066)	(81,939)	(43,771)	(86,397)
Accrued physicians' fees	(106,163)	92,832	(105,878)	94,978
Accrued expenses	(79,710)	140,441	(75,143)	131,658
Other current liabilities	13,134	8,613	4,510	9,374
Provision for long-term employee benefits	(19,786)	(31,483)	(18,701)	(31,441)
Cash flows from operating activities	4,658,595	3,572,276	4,504,428	3,419,145
Cash paid for corporate income tax	(831,254)	(819,589)	(811,986)	(796,861)
Net cash flows from operating activities	3,827,341	2,752,687	3,692,442	2,622,284

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 nine-month period ended 30 September 2016**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from investing activities				
Increase in short-term investments	(132,000)	(390,002)	(87,000)	(500,000)
Decrease in long-term loan to a related party	-	-	9,000	-
Acquisition of investment in a subsidiary	-	-	(120,600)	(2,239)
Dividend received	-	-	109,999	149,308
Acquisition of land and equipment and payment of construction and medical equipment payables	(1,115,675)	(563,250)	(1,023,196)	(509,865)
Acquisition of computer software	(47,774)	(21,198)	(47,078)	(19,799)
Proceeds from sales of equipment	734	844	734	844
Interest income	86,910	107,194	84,061	104,547
Net cash flows used in investing activities	(1,207,805)	(866,412)	(1,074,080)	(777,204)
Cash flows from financing activities				
Increase in long-term loan from an unrelated party	19,073	-	-	-
Interest paid for long-term debentures	(116,368)	(115,735)	(116,368)	(115,735)
Dividend paid	(1,749,259)	(1,567,144)	(1,749,258)	(1,567,142)
Interest paid for convertible bonds treated as equity securities	(32,499)	(32,499)	(32,499)	(32,499)
Net cash flows used in financing activities	(1,879,053)	(1,715,378)	(1,898,125)	(1,715,376)
Increase (decrease) in translation adjustment	(9,143)	2,695	-	-
Net increase in cash and cash equivalents	731,340	173,592	720,237	129,704
Cash and cash equivalents at beginning of period	5,054,160	4,675,713	4,818,341	4,540,099
Cash and cash equivalents at end of period	5,785,500	4,849,305	5,538,578	4,669,803
	-	-	-	-
Supplemental cash flow information				
Non-cash transactions				
Interest capitalised as cost of assets	21,518	40,679	21,518	40,679
Increase in construction and medical equipment payables	45,302	9,444	45,302	880
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 nine-month period ended 30 September 2016

(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 surplus 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	Unappropriated						
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
Profit for the period	-	-	-	-	-	2,666,939	-	-	-	2,666,939	(4,127)	2,662,812
Other comprehensive income for the period	-	-	-	-	-	-	52,717	-	52,717	52,717	(11,883)	40,834
Total comprehensive income for the period	-	-	-	-	-	2,666,939	52,717	-	52,717	2,719,656	(16,010)	2,703,646
Preference shares converted to ordinary shares (Note 12)	25	(25)	-	-	-	-	-	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(1,569,225)	-	-	-	(1,569,225)	-	(1,569,225)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	-	-	-	(24,308)	-	(24,308)
Balance as at 30 September 2015	728,625	1,427	285,568	550,000	92,275	10,065,535	33,748	252,173	285,921	12,009,351	360,725	12,370,076
Balance as at 1 January 2016	728,625	1,427	285,568	550,000	92,275	10,799,084	26,534	252,173	278,707	12,735,686	364,804	13,100,490
Profit for the period	-	-	-	-	-	2,801,434	-	-	-	2,801,434	(15,012)	2,786,422
Other comprehensive income for the period	-	-	-	-	-	-	(92,159)	-	(92,159)	(92,159)	(21,313)	(113,472)
Total comprehensive income for the period	-	-	-	-	-	2,801,434	(92,159)	-	(92,159)	2,709,275	(36,325)	2,672,950
Preference shares converted to ordinary shares (Note 12)	20	(20)	-	-	-	-	-	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(1,751,864)	-	-	-	(1,751,864)	-	(1,751,864)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	-	-	-	(24,308)	-	(24,308)
Balance as at 30 September 2016	728,645	1,407	285,568	550,000	92,275	11,824,346	(65,625)	252,173	186,548	13,668,789	328,479	13,997,268
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-

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 nine-month period ended 30 September 2016

(Unit: Thousand Baht)

	Separate financial statements						Total shareholders' equity
	Issued and paid-up share capital		Premium on ordinary shares	Convertible bonds treated as equity securities	Retained earnings		
	Ordinary shares	Preference shares			Appropriated	Unappropriated	
Balance as at 1 January 2015	728,600	1,452	285,568	550,000	92,275	8,919,885	10,577,780
Profit for the period	-	-	-	-	-	2,671,293	2,671,293
Total comprehensive income for the period	-	-	-	-	-	2,671,293	2,671,293
Preference shares converted to ordinary shares (Note 12)	25	(25)	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(1,569,225)	(1,569,225)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	(24,308)
Balance as at 30 September 2015	<u>728,625</u>	<u>1,427</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>9,997,645</u>	<u>11,655,540</u>
Balance as at 1 January 2016	728,625	1,427	285,568	550,000	92,275	10,703,897	12,361,792
Profit for the period	-	-	-	-	-	2,799,573	2,799,573
Total comprehensive income for the period	-	-	-	-	-	2,799,573	2,799,573
Preference shares converted to ordinary shares (Note 12)	20	(20)	-	-	-	-	-
Dividend paid (Note 16)	-	-	-	-	-	(1,751,864)	(1,751,864)
Interest paid for convertible bonds treated as equity securities	-	-	-	-	-	(24,308)	(24,308)
Balance as at 30 September 2016	<u>728,645</u>	<u>1,407</u>	<u>285,568</u>	<u>550,000</u>	<u>92,275</u>	<u>11,727,298</u>	<u>13,385,193</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 nine-month periods ended 30 September 2016

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 2015) 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 2015. There have been no changes in the composition of the Group during the current period.

1.4 New financial reporting standards

During the period, the Group has adopted the revised and new financial reporting standards and accounting treatment guidance issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2016. 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.

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 2015.

2. 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.

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the three-month periods ended 30 September		For the three-month periods ended 30 September		
	2016	2015	2016	2015	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	9.0	7.8	Market price
Professional service income	-	-	10.9	3.7	Actual paid and cost plus margin
Rental income	-	-	2.4	1.4	As per contracts
Sales of medicine and medical supplies	-	-	1.9	-	Cost plus margin
Dividend income	-	-	55.0	-	As declared
Lab service expense	-	-	-	0.1	Market price
Pharmacy expense	-	-	2.1	1.9	Market price
Training expense	-	-	57.4	50.0	Cost plus margin
Service fees	-	-	2.4	-	Cost plus margin
Transactions with associates					
Consulting income	0.1	-	0.1	-	As per contract
Interest expense on long-term loan	0.6	0.6	0.6	0.6	1.38% p.a.

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the three-month		For the three-month		
	periods ended		periods ended		
	30 September		30 September		
	2016	2015	2016	2015	
Transactions with related parties					
Medical service income	32.8	28.1	32.8	28.1	Market price
Rental income	0.6	0.6	0.6	0.6	Market price
Interest income on short-term investments	10.9	12.7	10.6	12.4	1.58% to 1.80% p.a. (2015: 1.88% to 3.10% p.a.)
Other income	0.2	0.2	0.2	0.2	At cost
Lab service expense	3.6	3.1	3.6	3.1	Market price
Purchase of medicine and medical supplies	2.7	3.1	2.7	3.1	Market price
Donation expense	8.4	6.0	8.4	6.0	-
Insurance expense	7.6	9.0	7.6	8.9	As per insurance policies
Credit card commission fee	33.8	29.9	32.6	28.9	Market price
Legal advisory fee	1.1	0.6	1.1	0.6	Market price
Service fee	0.3	0.7	0.3	0.7	Market price
Interest expense on long-term debentures	11.6	11.7	11.6	11.7	4.13% to 4.97% p.a.
Interest expense on convertible bonds	8.2	8.2	8.2	8.2	10.00% and 1.00% p.a.

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the nine-month		For the nine-month		
	periods ended		periods ended		
	30 September		30 September		
	2016	2015	2016	2015	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Medical service income	-	-	24.6	23.3	Market price
Professional service income	-	-	14.1	7.2	Actual paid and cost plus margin
Rental income	-	-	7.2	4.1	As per contracts
Sale of medicine and medical supplies	-	-	6.0	-	Cost plus margin
Sales of equipment	-	-	-	0.2	Cost plus margin
Dividend income	-	-	110.0	149.3	As declared
Lab service expense	-	-	0.1	0.2	Market price
Pharmacy expense	-	-	6.3	5.8	Market price
Training expense	-	-	137.0	103.5	Cost plus margin
Service fee	-	-	6.0	-	Cost plus margin

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate		Pricing policy
	financial statements		financial statements		
	For the nine-month		For the nine-month		
	periods ended		periods ended		
	30 September		30 September		
	2016	2015	2016	2015	
Transactions with associates					
Consulting income	0.1	-	0.1	-	As per contract
Interest expense on long-term loan	1.8	1.9	1.8	1.9	1.38% p.a. (2015: 1.38% to 1.50% p.a.)
Transactions with related parties					
Medical service income	96.2	61.8	96.2	61.8	Market price
Rental income	1.9	1.8	1.9	1.8	Market price
Interest income on short-term investments	17.9	37.4	17.4	35.7	1.58% to 1.80% p.a. (2015: 1.88% to 3.10% p.a.)
Other income	0.6	0.6	0.6	0.6	At cost
Lab service expense	9.4	6.8	9.4	6.8	Market price
Purchase of medicine and medical supplies	9.1	9.8	9.1	9.8	Market price
Donation expense	23.6	18.0	23.6	18.0	-
Insurance expense	23.1	26.4	23.0	26.2	As per insurance policies
Credit card commission fee	97.3	92.8	93.7	89.7	Market price
Legal advisory fee	2.4	1.9	2.3	1.9	Market price
Service fee	0.6	2.1	0.6	2.1	Market price
Interest expense on long-term debentures	34.7	34.6	34.7	34.6	4.13% to 4.97% p.a.
Interest expense on convertible bonds	24.3	24.3	24.3	24.3	10.00% and 1.00% p.a.

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 September	31 December	30 September	31 December
	2016	2015	2016	2015
Short-term investments - Fixed deposits with a local commercial bank				
Related company (common director)	<u>2,429,000</u>	<u>2,302,000</u>	<u>2,389,000</u>	<u>2,302,000</u>
Trade and other receivables - related parties (Note 3)				
Subsidiaries	-	-	25,497	20,278
Associate	97	3	97	3
Related companies (common director)	<u>10,751</u>	<u>3,191</u>	<u>10,751</u>	<u>3,191</u>
Total	<u>10,848</u>	<u>3,194</u>	<u>36,345</u>	<u>23,472</u>

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
30 September	31 December	30 September	31 December	
2016	2015	2016	2015	
Trade and other payables - related parties (Note 8)				
Subsidiaries	-	-	14,485	16,581
Long-term loan to and interest receivable from a related party				
Subsidiary	-	-	-	9,017
Long-term loan from and interest payable to a related party				
Associate	184,685	182,869	184,685	182,869
Long-term debentures				
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 and interest receivable from a related party

During the nine-month period ended 30 September 2016, movements of long-term loan to and interest receivable from a subsidiary were as follows.

	(Unit: Thousand Baht)			
	Separate financial statements			Balance as at 30 September 2016
	Balance as at 1 January 2016	During the period		
	Increase	Decrease		
Bumrungrad Health Network Co., Ltd.				
Principal	9,000	-	(9,000)	-
Interest receivable	17	28	(45)	-
Total	9,017	28	(9,045)	-

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

During the nine-month period ended 30 September 2016, movements of long-term loan from and interest payable to an associate were as follows.

(Unit: Thousand Baht)

	Consolidated/ Separate financial statements			
	Balance as at	During the period		Balance as at
	1 January 2016	Increase	Decrease	30 September 2016
Bumrungrad International Ltd.				
Principal	176,400	-	-	176,400
Interest payable	6,469	1,816	-	8,285
Total	182,869	1,816	-	184,685

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2016 and 2015, the Group had employee benefit expenses payable to their directors and management as follows.

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 September		For the three-month periods ended 30 September	
	2016	2015	2016	2015
Short-term employee benefits	30,278	26,657	29,683	23,742
Post employment benefits	675	1,000	545	928
Other long-term benefits	1	-	1	-
Total	30,954	27,657	30,229	24,670

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the nine-month periods ended 30 September		For the nine-month periods ended 30 September	
	2016	2015	2016	2015
Short-term employee benefits	93,925	78,343	87,315	70,982
Post employment benefits	4,984	3,726	4,594	3,512
Other long-term benefits	3	1	2	1
Total	98,912	82,070	91,911	74,495

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	September	December	September	December
	2016	2015	2016	2015
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	10,459	2,851	11,137	5,857
Total trade receivables - related parties	10,459	2,851	11,137	5,857
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	833,773	989,973	815,582	984,354
Past due				
1 - 30 days	205,889	5,866	204,396	4,061
31 - 60 days	947	260,881	676	260,461
61 - 90 days	105,473	220,749	103,283	219,771
91 - 180 days	278,526	312,333	278,425	310,947
181 - 365 days	348,865	397,789	348,826	397,643
More than 365 days	237,939	240,556	237,939	240,207
Total	2,011,412	2,428,147	1,989,127	2,417,444
Less: Allowance for doubtful accounts	(165,777)	(119,182)	(165,760)	(118,781)
Total trade receivables - unrelated parties, net	1,845,635	2,308,965	1,823,367	2,298,663
Total trade receivables - net	1,856,094	2,311,816	1,834,504	2,304,520
<u>Other receivables</u>				
Advances and loans to employees	4,022	6,263	3,704	6,248
Accrued income - related parties	389	343	25,208	17,615
Total other receivables	4,411	6,606	28,912	23,863
Total trade and other receivables - net	1,860,505	2,318,422	1,863,416	2,328,383

4. Investments in subsidiaries

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

(Unit: Thousand Baht)

Company	Paid-up capital		Shareholding percentage		Cost		Allowance for loss on impairment		Carrying amounts based on cost method - net	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
			(%)	(%)						
Vitalife Corporation Ltd.	Baht 31.5 million	Baht 31.5 million	100	100	25,610	25,610	-	-	25,610	25,610
Asia Global Research Co., Ltd.	Baht 50 million	Baht 50 million	100	100	50,000	50,000	50,000	50,000	-	-
Ruenmongkol Co., Ltd.	Baht 340 million	Baht 340 million	100	100	1,045,034	1,045,034	-	-	1,045,034	1,045,034
Bumrungrad Health Network Co., Ltd.	Baht 120 million	Baht 5 million	100	100	120,000	5,000	-	-	120,000	5,000
Bumrungrad Personnel Development and Training Center Co., Ltd.	Baht 5 million	Baht 5 million	100	100	5,000	5,000	-	-	5,000	5,000
Asia Global Health Ltd.	HKD 7.1 million	HKD 7.1 million	100	100	31,558	31,558	29,500	29,500	2,058	2,058
Life and Longevity Ltd.	USD 62,000	USD 62,000	100	100	2,143	2,143	-	-	2,143	2,143
Health Horizons Enterprises Pte. Ltd.	USD 16.8 million	USD 16.6 million	80	80	436,211	430,611	-	-	436,211	430,611
Bumrungrad Services Co., Ltd.	Baht 2 million	Baht 2 million	100	100	2,000	2,000	-	-	2,000	2,000
Total					1,717,556	1,596,956	79,500	79,500	1,638,056	1,517,456

During the periods, the Company received dividends from subsidiaries in the separate financial statements as follow.

(Unit: Thousand Baht)

Company's name	Separate financial statements			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2016	2015	2016	2015
Vitalife Corporation Ltd.	-	-	-	149,308
Bumrungrad Personnel Development and Training Center Co., Ltd.	54,999	-	109,999	-
Total	54,999	-	109,999	149,308

Capital increase of subsidiaries

On 11 March 2016, the Annual General Meeting of the shareholders of a subsidiary (Bumrungrad Health Network Co., Ltd.) passed a resolution to increase the registered share capital from Baht 5 million (0.5 million ordinary shares with a par value of Baht 10 each) to Baht 120 million (12 million ordinary shares with a par value of Baht 10 each), by issuing additional 11.5 million ordinary shares with a par value of Baht 10 each to the subsidiary's existing shareholders. The Company acquired all of the additional shares and paid in the additional share capital on 14 March 2016. The subsidiary registered the increase of its share capital with the Ministry of Commerce on 15 March 2016.

On 27 June 2016, the Annual General Meeting of the shareholders of a subsidiary (Health Horizons Enterprises Pte. Ltd.) passed a resolution to increase the registered share capital from USD 16.6 million (16.6 million ordinary shares with a par value of USD 1 each) to USD 16.8 million (16.8 million ordinary shares with a par value of USD 1 each), by issuing additional 0.2 million ordinary shares with a par value of USD 1 each to the subsidiary's existing shareholders. The Company acquired the additional 0.16 million shares and paid in the additional share capital on 22 July 2016. The subsidiary registered the increase of the share capital on 27 July 2016.

5. Investments in associates

5.1 Details of investment in an associate

(Unit: Thousand Baht)

Company	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage		Cost		Carrying amounts based on equity method	
			30 September 2016	31 December 2015	30 September 2016	31 December 2015	30 September 2016	31 December 2015
			(%)	(%)				
Bumrungrad International Ltd.	Holding company	Thailand	31.5	31.5	1,447	1,447	235,443	234,067

(Unit: Thousand Baht)

Company	Separate financial statements							
	Shareholding percentage		Cost		Allowance for loss on impairment		Carrying amounts based on cost method - net	
	30 September 2016	31 December 2015	30 September 2016	31 December 2015	30 September 2016	31 December 2015	30 September 2016	31 December 2015
	(%)	(%)						
Bumrungrad International Ltd.	31.5	31.5	1,447	1,447	-	-	1,447	1,447

5.2 Share of comprehensive income and dividend received

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

(Unit: Thousand Baht)

Company's name	Consolidated financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2016	2015	2016	2015
Bumrungrad International Ltd.	647	(110)	1,376	1,912
CDE Trading Ltd. (dissolved on 17 November 2015)	-	865	-	2,552
Total	647	755	1,376	4,464

During the three-month and nine-month periods ended 30 September 2016 and 2015, the Company had no dividend received from the associates.

5.3 Summarised financial information of associates

Financial information of the associates is summarised below.

(Unit: Million Baht)

Company	Paid-up capital as at		Total assets as at		Total liabilities as at		Total revenues for the nine-month periods ended		Profit (loss) for the nine-month periods ended	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September		30 September	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Bumrungrad International Ltd.	4.6	4.6	753.2	754.2	5.7	11.2	7.4	10.2	4.4	6.0
CDE Trading Ltd. (dissolved on 17 November 2015)	-	-	-	-	-	-	-	-	-	(0.7)

6. Property, plant and equipment

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2016	10,472,112	8,791,954
Acquisitions during period - at cost	1,160,977	1,068,498
Capitalisation of interest cost	21,458	21,458
Disposals and write-off during the period - net book value at disposal and write-off date	(785)	(1,117)
Depreciation for the period	(794,186)	(755,291)
Translation adjustments	(99,828)	-
Net book value as at 30 September 2016	10,759,748	9,125,502

As at 30 September 2016, the Company had an outstanding balance of land, work under construction of building and building improvement of Baht 1,334 million (31 December 2015: Baht 1,129 million), which their acquisitions and construction have been financed by long-term debentures. Borrowing costs totaling Baht 21 million were capitalised during the nine-month period ended 30 September 2016 (2015: Baht 41 million). The weighted average rate used to determine the amount of borrowing costs eligible for capitalisation was 4.78% and 4.87% p.a. (2015: 4.87% p.a.).

7. Goodwill

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

8. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2016	31 December 2015	30 September 2016	31 December 2015
Trade payables - unrelated parties	714,959	754,355	691,309	732,435
Construction and medical equipment payables	97,973	52,671	97,973	52,671
Other payables - related parties	-	-	14,485	16,581
Other payables - unrelated parties	33,953	23,018	20,867	18,810
Total trade and other payables	846,885	830,044	824,634	820,497

9. Long-term loan from and interest payable to an unrelated party

During the nine-month period ended 30 September 2016, movements of long-term loan from and interest payable to an unrelated party were as follows.

(Unit: Thousand Baht)

	Consolidated financial statements			Balance as at 30 September 2016
	Balance as at 1 January 2016	During the period		
		Increase	Decrease	
Principal	-	19,073	-	19,073
Interest payable	-	115	-	115
Translation adjustment	-	(261)	-	(261)
Total	-	18,927	-	18,927

As at 30 September 2016, long-term loan was a loan which Bumrungrad Myanmar Co., Ltd., a subsidiary, entered into a loan agreement with other shareholder in USD and due at call. The loan carries interest at the 1-year fixed deposit rate of a local commercial bank but not over 3.25 percent per annum. Interest is due annually. The other shareholder does not plan to call the loan in the near future, it is therefore classified as a long-term loan.

10. Long-term debentures

As at 30 September 2016 and 31 December 2015, long-term debentures are as below.

(Unit: Thousand Baht)

	Consolidated/ Separate financial statements	
	30 September 2016	31 December 2015
	Long-term debentures	5,000,000
Less: Deferred debenture issuing costs	(17,019)	(21,845)
Long-term debentures - net	4,982,981	4,978,155
Less: Current portion	(1,499,344)	(1,497,145)
Long-term debentures, net of current portion	3,483,637	3,481,010

The long-term debentures are unsecured and unsubordinated debentures in Baht currency with fixed interest rates. Their fair value as at 30 September 2016 amounted to Baht 5,350 million (31 December 2015: Baht 5,323 million). The fair value hierarchy is level 2 and there are no transfers within the fair value hierarchy during the periods.

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 2016	476,694	468,989
Increase during the period	65,847	64,055
Utilised	(19,786)	(18,701)
As at 30 September 2016	<u>522,755</u>	<u>514,343</u>

12. Share capital

In the first quarter of 2016, 20,000 preference shares (2015: 25,000 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 8 March 2016.

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 nine-month periods ended 30 September 2016 and 2015 are made up as follows.

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 30 September		For the three-month periods ended 30 September	
	2016	2015	2016	2015
Current income tax:				
Interim corporate income tax charge	222,168	204,460	217,180	200,087
Deferred tax:				
Relating to origination and reversal of temporary differences	(10,581)	(5,668)	(11,027)	(5,512)
Income tax expenses reported in the income statements	<u>211,587</u>	<u>198,792</u>	<u>206,153</u>	<u>194,575</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the nine-month periods ended 30 September		For the nine-month periods ended 30 September	
	2016	2015	2016	2015
Current income tax:				
Interim corporate income tax charge	673,257	647,886	658,478	633,246
Deferred tax:				
Relating to origination and reversal of temporary differences	(40,346)	(9,281)	(39,904)	(8,388)
Income tax expenses reported in the income statements	632,911	638,605	618,574	624,858

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 September					
	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2016	2015	2016	2015	2016	2015	
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company	965,685	843,499	728,645	728,625	1.33	1.16
Effect of dilutive potential ordinary shares						
Preference shares	-	-	1,407	1,427		
Convertible bonds	-	-	137,363	137,363		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares	965,685	843,499	867,415	867,415	1.11	0.97

(Unaudited but reviewed)

Separate financial statements						
For the three-month periods ended 30 September						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2016	2015	2016	2015	2016	2015	
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
965,967	796,669	728,645	728,625	1.33	1.09	
Effect of dilutive potential ordinary shares						
Preference shares						
-	-	1,407	1,427			
Convertible bonds						
-	-	137,363	137,363			
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares						
<u>965,967</u>	<u>796,669</u>	<u>867,415</u>	<u>867,415</u>	1.11	0.92	
Consolidated financial statements						
For the nine-month periods ended 30 September						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2016	2015	2016	2015	2016	2015	
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the Company						
2,801,434	2,666,939	728,640	728,620	3.84	3.66	
Effect of dilutive potential ordinary shares						
Preference shares						
-	-	1,412	1,432			
Convertible bonds						
-	-	137,363	137,363			
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares						
<u>2,801,434</u>	<u>2,666,939</u>	<u>867,415</u>	<u>867,415</u>	3.23	3.07	

(Unaudited but reviewed)

		Separate financial statements					
		For the nine-month periods ended 30 September					
		Profit for the period		Weighted average number of ordinary shares		Earnings per share	
		2016	2015	2016	2015	2016	2015
		(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share							
Profit attributable to equity holders of the Company							
		2,799,573	2,671,293	728,640	728,620	3.84	3.67
Effect of dilutive potential ordinary shares							
	Preference shares	-	-	1,412	1,432		
	Convertible bonds	-	-	137,363	137,363		
Diluted earnings per share							
Profit of ordinary shareholders assuming the conversion of dilutive potential ordinary shares							
		<u>2,799,573</u>	<u>2,671,293</u>	<u>867,415</u>	<u>867,415</u>	3.23	3.08

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 Group has only one main reportable operating segment, which is the hospital and health care center business, and the major geographical area of its operations is Thailand, with its overseas operations not being material. 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 dividends during the nine-month periods ended 30 September 2016 and 2015 as follows.

Dividend	Approved by	Dividend paid (Thousand Baht)	Dividend per share (Baht)
Final dividends for 2014	Annual General Meeting of the shareholders on 29 April 2015	912,557	1.25
Interim dividends for 2015	Board of Director's meeting on 10 August 2015	656,668	0.90
Total for 2015		<u>1,569,225</u>	
Final dividends for 2015	Annual General Meeting of the shareholder on 27 April 2016	1,058,340	1.45
Interim dividends for 2016	Board of Director's meeting on 28 July 2016	693,524	0.95
Total for 2016		<u>1,751,864</u>	

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

As at 30 September 2016 and 31 December 2015, the Group has capital commitments as below.

Details of Commitments	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2016	31 December 2015	30 September 2016	31 December 2015
1) Design and renovation agreements of buildings	851	146	849	144
2) Purchase of medical instruments and hospital equipment	125	177	125	176

17.2 Operating lease and long-term service commitments

The Group 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 1 and 30 years.

As at 30 September 2016 and 31 December 2015, future minimum payments required under the above agreements were as follows.

(Unit: Million Baht)

Details of commitments	Consolidated financial statements					
	Payable within					
	1 year		1 to 5 years		More than 5 years	
	30 September 2016	31 December 2015	30 September 2016	31 December 2015	30 September 2016	31 December 2015
1) Nursing dormitory land rental expense (shall be extended for a further period of 30 years)	1	2	5	7	1	2
2) Lease of office space	30	32	20	33	-	-
3) Maintenance service fee for medical instruments	137	136	139	100	5	-
4) Rental and maintenance service fee for cars	12	11	24	16	-	-
5) Service fee for medical treatment information database	39	41	239	218	-	-

(Unit: Million Baht)

Details of commitments	Separate financial statements					
	Payable within					
	1 year		1 to 5 years		More than 5 years	
	30 September 2016	31 December 2015	30 September 2016	31 December 2015	30 September 2016	31 December 2015
1) Nursing dormitory land rental expense (shall be extended for a further period of 30 years)	1	2	5	7	1	2
2) Lease of office space	30	32	20	33	-	-
3) Maintenance service fee for medical instruments	128	128	112	64	5	-
4) Rental and maintenance service fee for cars	11	10	22	15	-	-
5) Service fee for medical treatment information database	37	39	235	213	-	-

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 September 2016, the outstanding amount of medical supplies and services that the Company is required to purchase in accordance with the contract is Baht 179 million (31 December 2015: Baht 239 million).

17.4 Uncalled portion of an investment in a subsidiary

As at 30 September 2016, 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 2015: HKD 2.34 million).

17.5 Guarantees

As at 30 September 2016, there were outstanding bank guarantees of Baht 30 million (31 December 2015: Baht 28 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 investment in a subsidiary

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 10,966 million, or equivalent to approximately Baht 167 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 September 2016 and 31 December 2015, the Group estimated that it has no obligation to pay an additional consideration.

18. Reclassifications

The Company reclassified certain amounts in the income statements for the three-month and nine-month periods ended 30 September 2015 to conform to the current periods' classification, as following.

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	For the three-month		For the three-month	
	period ended 30 September 2015		period ended 30 September 2015	
	As previously		As previously	
	As reclassified	reported	As reclassified	reported
Cost of hospital operations	2,551,170	2,521,041	2,484,256	2,454,127
Administrative expenses	755,039	785,168	752,800	782,929

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	For the nine-month		For the nine-month	
	period ended 30 September 2015		period ended 30 September 2015	
	As previously		As previously	
	As reclassified	reported	As reclassified	reported
Cost of hospital operations	7,698,066	7,627,044	7,490,235	7,419,213
Administrative expenses	2,176,517	2,247,539	2,134,662	2,205,684

The reclassifications had no effect to previously reported profit or shareholders' equity.

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 2 November 2016.