

**Thaicom Public Company Limited  
and its Subsidiaries**

Interim financial statements  
for the three-month and nine-month periods ended  
30 September 2014  
and  
Independent auditor's report  
on review of interim financial information

## **Independent Auditor’s Report on Review of Interim Financial Information**

### **To the Board of Directors of Thaicom Public Company Limited**

I have reviewed the accompanying consolidated and separate statements of financial position of Thaicom Public Company Limited and its subsidiaries, and of Thaicom Public Company Limited, respectively, as at 30 September 2014; the consolidated and separate statements of income, and comprehensive income for the three-month and nine-month periods ended 30 September 2014 and, the consolidated and separate changes in equity and cash flows for the nine-month period ended 30 September 2014; and condensed notes (“interim financial information”). 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 the 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”.

(Supot Singhasaneh)  
Certified Public Accountant  
Registration No. 2826

KPMG Phoomchai Audit Ltd.  
Bangkok  
10 November 2014

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of financial position (Unaudited)**

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
<b>Assets</b>		30 September 2014	31 December 2013 (Restated)	30 September 2014	31 December 2013 (Restated)
<i>(in thousand Baht)</i>					
<b><i>Current assets</i></b>					
Cash and cash equivalents		2,828,305	2,152,258	822,926	740,070
Current investments	5	2,254,964	1,305,171	1,282,978	1,305,172
Trade and other accounts receivable	6	1,463,762	1,421,957	1,031,105	1,025,434
Amounts due from related parties	4	45,488	20,033	95,161	200,736
Short-term loan to a jointly-controlled entity	4	140,128	142,074	285,976	289,946
Inventories		246,881	251,541	152,435	135,683
Prepaid insurance		51,042	97,886	45,929	94,825
Other current assets		43,864	33,159	17,625	21,932
<b>Total current assets</b>		<b>7,074,434</b>	<b>5,424,079</b>	<b>3,734,135</b>	<b>3,813,798</b>
<b><i>Non-current assets</i></b>					
Long-term loans to subsidiaries	4	-	-	11,236	13,026
Available-for-sale investments	5	-	699,840	-	-
Investments in subsidiaries	7	-	-	1,911,903	1,909,291
Investments in jointly - controlled entity	7	-	-	137,639	137,639
Investments in associate	7	194,070	487,493	-	-
Property and equipment	8	5,471,244	3,163,136	3,817,672	1,536,803
Intangible assets under operating agreement	3,8	13,757,863	15,041,928	13,757,863	15,041,928
Deferred charges	8	179,840	91,896	180,151	92,159
Intangible assets	8	914,837	840,934	638,617	705,131
Deferred tax assets		310,171	503,843	176,008	361,067
Other non-current assets		828,492	1,120,904	824,331	1,116,537
<b>Total non-current assets</b>		<b>21,656,517</b>	<b>21,949,974</b>	<b>21,455,420</b>	<b>20,913,581</b>
<b>Total assets</b>		<b>28,730,951</b>	<b>27,374,053</b>	<b>25,189,555</b>	<b>24,727,379</b>

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of financial position (Unaudited)**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 September 2014	31 December 2013 (Restated)	30 September 2014	31 December 2013 (Restated)
<i>(in thousand Baht)</i>					
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions		1,850,621	-	1,850,621	-
Trade and other accounts payable		720,173	719,628	414,521	474,605
Accounts payable - property and equipment		209,197	112,777	122,261	89,290
Amounts due to related parties	4	945	2,797	2,436	322,698
Short-term loan from other related party	4	140,750	142,664	-	-
Current portion of long-term loans	10	4,318,922	4,343,759	4,267,551	4,269,098
Advance receipts from customers		363,981	931,770	424,696	822,681
Accrued operating agreement fee		54,887	265,274	54,887	265,274
Income tax payable		69,416	35,753	-	-
Other current liabilities		102,147	70,547	55,212	62,225
<b>Total current liabilities</b>		<b>7,831,039</b>	<b>6,624,969</b>	<b>7,192,185</b>	<b>6,305,871</b>
<b>Non-current liabilities</b>					
Long-term accounts payable					
- property and equipment		380,438	434,932	380,438	434,932
Long-term loans	10	3,369,914	4,028,345	3,358,880	3,966,805
Employee benefits obligations	9	354,772	335,619	194,534	181,461
Other non-current liabilities		381,201	368,725	368,357	358,496
<b>Total non-current liabilities</b>		<b>4,486,325</b>	<b>5,167,621</b>	<b>4,302,209</b>	<b>4,941,694</b>
<b>Total liabilities</b>		<b>12,317,364</b>	<b>11,792,590</b>	<b>11,494,394</b>	<b>11,247,565</b>
<b>Equity</b>					
Share capital	11				
Authorised share capital		5,489,086	5,483,098	5,489,086	5,483,098
Issued and paid-up share capital		5,479,688	5,479,688	5,479,688	5,479,688
Premium on ordinary shares	11	4,301,990	4,301,990	4,301,990	4,301,990
Retained earnings					
Appropriated					
Legal reserve		493,237	493,237	493,237	493,237
Share-based payment transactions	11	7,073	2,432	7,073	2,432
Unappropriated		5,095,643	4,413,069	3,413,173	3,202,467
Other components of equity		998,080	852,656	-	-
<b>Equity attributable to owners of the Company</b>		<b>16,375,711</b>	<b>15,543,072</b>	<b>13,695,161</b>	<b>13,479,814</b>
Non-controlling interests		37,876	38,391	-	-
<b>Total equity</b>		<b>16,413,587</b>	<b>15,581,463</b>	<b>13,695,161</b>	<b>13,479,814</b>
<b>Total liabilities and equity</b>		<b>28,730,951</b>	<b>27,374,053</b>	<b>25,189,555</b>	<b>24,727,379</b>

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

# Thaicom Public Company Limited and its Subsidiaries

## Statement of income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		For the three-month period ended 30 September		For the three-month period ended 30 September	
		2014	2013	2014	2013
			(Restated)		(Restated)
<i>(in thousand Baht)</i>					
<b>Continuing operations</b>					
<b>Income</b>	4				
Revenues from sale of goods and rendering of services		2,597,831	2,061,502	1,773,919	1,528,037
Construction revenue under operating agreement	3	-	64,150	-	64,150
Net foreign exchange gain		41,559	-	22,813	-
Other income		57,935	53,037	51,207	191,374
<b>Total income</b>		<b>2,697,325</b>	<b>2,178,689</b>	<b>1,847,939</b>	<b>1,783,561</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		1,266,916	999,008	934,537	784,392
Construction cost under operating agreement	3	-	64,150	-	64,150
Operating agreements fee		246,297	223,682	246,297	223,682
Selling expenses		59,632	55,603	42,392	55,062
Administrative expenses		392,678	303,118	215,862	174,029
Directors and management benefit expenses		22,542	19,006	22,542	19,006
Net foreign exchange loss		-	46,209	-	53,256
Finance costs		96,980	67,198	92,569	61,418
<b>Total expenses</b>		<b>2,085,045</b>	<b>1,777,974</b>	<b>1,554,199</b>	<b>1,434,995</b>
Share of profit (loss) of associate		(195,351)	44,309	-	-
<b>Profit before income tax expense from continuing operations</b>		<b>416,929</b>	<b>445,024</b>	<b>293,740</b>	<b>348,566</b>
Income tax expense		(137,905)	(125,066)	(68,323)	(72,621)
<b>Profit from continuing operations</b>		<b>279,024</b>	<b>319,958</b>	<b>225,417</b>	<b>275,945</b>
<b>Discontinued operation</b>					
Loss from discontinued operation, net of income tax		-	-	-	-
<b>Profit for the period</b>		<b>279,024</b>	<b>319,958</b>	<b>225,417</b>	<b>275,945</b>
Profit attributable to:					
Owner of the Company		279,024	319,958	225,417	275,945
Non-controlling interest		-	-	-	-
<b>Profit for the period</b>		<b>279,024</b>	<b>319,958</b>	<b>225,417</b>	<b>275,945</b>
<b>Earnings per share</b>	13				
Basic		0.25	0.29	0.21	0.25
Diluted		0.25	0.29	0.21	0.25
<b>Earnings per share - continuing operations</b>	13				
Basic		0.25	0.29	0.21	0.25
Diluted		0.25	0.29	0.21	0.25

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

## Thaicom Public Company Limited and its Subsidiaries

### Statement of comprehensive income (Unaudited)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	For the three-month period ended 30 September		For the three-month period ended 30 September	
	2014	2013 (Restated)	2014	2013 (Restated)
	<i>(in thousand Baht)</i>			
<b>Profit for the period</b>	<b>279,024</b>	<b>319,958</b>	<b>225,417</b>	<b>275,945</b>
<b>Other comprehensive income</b>				
Foreign currency translation differences for foreign operations	(78,785)	(12,570)	-	-
Unrealised loss from increase in shareholding in a subsidiary	(1,590)	-	-	-
Changes in fair value of available-for-sale investments	207,610	-	-	-
<b>Other comprehensive income for the period, net of income tax</b>	<b>127,235</b>	<b>(12,570)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>406,259</b>	<b>307,388</b>	<b>225,417</b>	<b>275,945</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	406,355	307,080	225,417	275,945
Non-controlling interests	(96)	308	-	-
<b>Total comprehensive income for the period</b>	<b>406,259</b>	<b>307,388</b>	<b>225,417</b>	<b>275,945</b>

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

# Thaicom Public Company Limited and its Subsidiaries

## Statement of income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		For the nine-month period ended 30 September		For the nine-month period ended 30 September	
		2014	2013	2014	2013
			(Restated)		(Restated)
<i>(in thousand Baht)</i>					
<b>Continuing operations</b>					
<b>Income</b>					
Revenues from sale of goods and rendering of services	4	7,421,484	5,628,862	5,175,636	4,115,372
Construction revenue under operating agreement	3	173,176	311,676	173,176	311,676
Net foreign exchange gain		81,980	-	59,272	-
Other income		115,093	91,421	209,521	443,186
<b>Total income</b>		<b>7,791,733</b>	<b>6,031,959</b>	<b>5,617,605</b>	<b>4,870,234</b>
<b>Expenses</b>					
Cost of sale of goods and rendering of services	4	3,623,685	2,727,861	2,774,790	2,117,490
Construction cost under operating agreement	3	173,176	311,676	173,176	311,676
Operating agreements fee		736,714	597,195	736,714	597,165
Selling expenses		189,641	121,769	134,019	117,074
Administrative expenses		1,102,432	907,410	585,346	560,528
Directors and management benefit expenses		60,050	56,290	60,050	56,290
Net foreign exchange loss		-	99,671	-	139,996
Finance costs		279,102	198,850	264,573	181,370
<b>Total expenses</b>		<b>6,164,800</b>	<b>5,020,722</b>	<b>4,728,668</b>	<b>4,081,589</b>
Share of profit (loss) of associate	7	(103,347)	153,726	-	-
<b>Profit before income tax expense from continuing operations</b>		<b>1,523,586</b>	<b>1,164,963</b>	<b>888,937</b>	<b>788,645</b>
Income tax expense		(347,840)	(273,082)	(185,059)	(141,839)
<b>Profit from continuing operations</b>		<b>1,175,746</b>	<b>891,881</b>	<b>703,878</b>	<b>646,806</b>
<b>Discontinued operation</b>					
Loss from discontinued operation, net of income tax		-	(51,142)	-	-
<b>Profit for the period</b>		<b>1,175,746</b>	<b>840,739</b>	<b>703,878</b>	<b>646,806</b>
Profit attributable to:					
Owner of the Company		1,175,746	840,739	703,878	646,806
Non-controlling interest		-	-	-	-
<b>Profit for the period</b>		<b>1,175,746</b>	<b>840,739</b>	<b>703,878</b>	<b>646,806</b>
<b>Earnings per share</b>					
Basic	13	1.07	0.77	0.64	0.59
Diluted		1.07	0.77	0.64	0.59
<b>Earnings per share - continuing operations</b>					
Basic	13	1.07	0.81	0.64	0.59
Diluted		1.07	0.81	0.64	0.59

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

## Thaicom Public Company Limited and its Subsidiaries

### Statement of comprehensive income (Unaudited)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	For the nine-month period ended 30 September		For the nine-month period ended 30 September	
<i>Note</i>	2014	2013	2014	2013
		(Restated)		(Restated)
	<i>(in thousand Baht)</i>			
<b>Profit for the period</b>	<b>1,175,746</b>	<b>840,739</b>	<b>703,878</b>	<b>646,806</b>
<b>Other comprehensive income</b>				
Foreign currency translation differences for foreign operations	(46,453)	27,698	-	-
Unrealised loss from increase in shareholding in a subsidiary	(2,612)	-	-	-
Changes in fair value of available-for-sale investments	5 193,974	-	-	-
<b>Other comprehensive income for the period, net of income tax</b>	<b>144,909</b>	<b>27,698</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>1,320,655</b>	<b>868,437</b>	<b>703,878</b>	<b>646,806</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	1,321,170	867,549	703,878	646,806
Non-controlling interests	(515)	888	-	-
<b>Total comprehensive income for the period</b>	<b>1,320,655</b>	<b>868,437</b>	<b>703,878</b>	<b>646,806</b>

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

**Thaicom Public Company Limited and its Subsidiaries**

**Statement of changes in equity (Unaudited)**

<b>Consolidated financial statements</b>											
(in thousand Baht)											
Retained earnings											
Other components of equity											
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Cumulative gain on dilution of investment in a subsidiary and an associate	Currency translation differences	Changes in fair value of available- for-sale investments	Total other components of equity	Equity attributable to owners of the Company	Non- controlling interests	Total equity
<i>Note</i>											
<b>Nine-month period ended 30 September 2013</b>											
<b>Balance at 1 January 2013</b>	<b>5,479,688</b>	<b>4,301,990</b>	<b>453,153</b>	<b>3,763,907</b>	<b>331,457</b>	<b>(127,518)</b>	<b>-</b>	<b>203,939</b>	<b>14,202,677</b>	<b>35,839</b>	<b>14,238,516</b>
<b>Transactions with owners, recorded directly in equity</b>											
Share-based payment transactions	11	-	-	1,389	-	-	-	-	1,389	-	1,389
Dividends to owners of the Company	14	-	-	(438,375)	-	-	-	-	(438,375)	-	(438,375)
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>(436,986)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(436,986)</b>	<b>-</b>	<b>(436,986)</b>
<b>Comprehensive income for the period</b>											
Profit		-	-	840,739	-	-	-	-	840,739	-	840,739
Other comprehensive income		-	-	-	-	26,810	-	26,810	26,810	888	27,698
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>840,739</b>	<b>-</b>	<b>26,810</b>	<b>-</b>	<b>26,810</b>	<b>867,549</b>	<b>888</b>	<b>868,437</b>
<b>Balance at 30 September 2013</b>	<b>5,479,688</b>	<b>4,301,990</b>	<b>453,153</b>	<b>4,167,660</b>	<b>331,457</b>	<b>(100,708)</b>	<b>-</b>	<b>230,749</b>	<b>14,633,240</b>	<b>36,727</b>	<b>14,669,967</b>

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



# Thaicom Public Company Limited and its Subsidiaries

## Statement of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Share premium	Separate financial statements		Total equity
				Legal reserve <i>(in thousand Baht)</i>	Retained earnings Unappropriated	
<b>Nine-month period ended 30 September 2013</b>						
<b>Balance at 1 January 2013</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>453,153</b>	<b>2,879,238</b>	<b>13,114,069</b>
<b>Transactions with owners, recorded directly in equity</b>						
Share-based payment transactions	11	-	-	-	1,389	1,389
Dividends to owners of the Company	14	-	-	-	(438,375)	(438,375)
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(436,986)</b>	<b>(436,986)</b>
<b>Comprehensive income for the period</b>						
Profit		-	-	-	646,806	646,806
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>646,806</b>	<b>646,806</b>
<b>Balance at 30 September 2013</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>453,153</b>	<b>3,089,058</b>	<b>13,323,889</b>
<b>Nine-month period ended 30 September 2014</b>						
<b>Balance at 1 January 2014</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>493,237</b>	<b>3,204,899</b>	<b>13,479,814</b>
<b>Transactions with owners, recorded directly in equity</b>						
Share-based payment transactions	11	-	-	-	4,641	4,641
Dividends to owners of the Company	14	-	-	-	(493,172)	(493,172)
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(488,531)</b>	<b>(488,531)</b>
<b>Comprehensive income for the period</b>						
Profit		-	-	-	703,878	703,878
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>703,878</b>	<b>703,878</b>
<b>Balance at 30 September 2014</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>493,237</b>	<b>3,420,246</b>	<b>13,695,161</b>

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited)**

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		For the nine-month period ended 30 September		For the nine-month period ended 30 September	
		2014	2013	2014	2013
<i>(in thousand Baht)</i>					
<b><i>Cash flows from operating activities</i></b>					
Profit for the period		1,175,746	840,739	703,878	646,806
<i>Adjustments for</i>					
Depreciation of property and equipment	8	424,570	459,302	166,298	168,553
Amortisation of intangible assets under operating agreement	8	1,457,241	1,011,996	1,457,241	1,011,996
Amortisation of deferred charges	8	19,670	22,520	19,622	22,164
Amortisation of intangible assets	8	79,978	76,893	69,528	68,740
Impairment on assets		16,707	6,731	-	6,731
Investment income		(50,542)	(28,261)	(108,180)	(317,668)
Share-based payment	11	4,641	1,389	4,641	1,389
Finance cost		279,102	198,850	264,574	181,370
(Gain) loss on exchange rate		(104,640)	167,116	(93,351)	155,858
Amortisation of borrowing costs	10	1,853	1,853	1,853	1,853
(Reversal of) allowance for doubtful accounts	6	23,069	(6,555)	13,694	627
(Reversal of) allowance for obsolete inventory		26,500	14,953	(7,611)	2,435
(Gain) loss on disposal of property and equipment		2,016	(2,489)	(1,085)	(8,008)
Write-off property and equipment		3,897	8,346	3,833	6,014
Share of (profits) loss of associate	7	103,347	(153,726)	-	-
Income tax expense		347,839	273,079	185,059	141,839
		<u>3,810,994</u>	<u>2,892,736</u>	<u>2,679,994</u>	<u>2,090,699</u>
<b><i>Changes in operating assets and liabilities</i></b>					
Trade and other accounts receivable		(61,310)	(128,098)	(13,777)	(135,999)
Amounts due from related parties		(25,455)	(17,944)	7,947	(40,610)
Inventories		31,505	40,445	(6,397)	7,008
Prepaid insurance		47,115	2,878	48,896	1,054
Other current assets		5,991	(23,454)	3,301	4,393
Other non-current assets		(20,438)	10,346	(20,438)	10,930
Trade and other accounts payable		104,977	(132,247)	(42,941)	(53,462)
Amounts due to related parties		(1,852)	(1,544)	(309,129)	(1,829)
Advance receipts from customers		(572,425)	10,403	(397,984)	(164,861)
Accrued operating agreement fee		(210,387)	(162,293)	(210,387)	(162,293)
Other current liabilities		(10,633)	(28,167)	(6,611)	(13,840)
Employee benefits obligations		12,523	31,857	7,828	19,475
Other non-current liabilities		13,636	(26,040)	9,908	(20,711)
Income tax paid		(159,874)	(211,208)	(38,191)	(1,595)
<b>Net cash provided by operating activities</b>		<u><b>2,964,367</b></u>	<u><b>2,257,670</b></u>	<u><b>1,712,019</b></u>	<u><b>1,538,359</b></u>

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited)**

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		For the nine-month period ended 30 September		For the nine-month period ended 30 September	
		2014	2013	2014	2013
<i>(in thousand Baht)</i>					
<b><i>Cash flows from investing activities</i></b>					
Interest received		38,585	22,241	34,476	12,675
Dividends received	7	190,076	162,565	156,855	95,951
Current investment		(57,807)	(250,607)	22,193	(250,607)
Payment for property and equipment		(2,648,751)	(1,115,153)	(2,281,853)	(940,437)
Proceeds from sale of property and equipment		5,873	3,419	2,568	3,245
Proceeds from long-term loan to subsidiary	4	-	-	1,634	5,763
Payments for deferred charges		(107,614)	(4,939)	(107,614)	(5,110)
Purchase of intangible assets		(3,013)	(15,768)	(3,013)	(10,813)
Net cash outflow on acquisition of subsidiary	7, 15 e)	-	-	(2,612)	(32,733)
Net cash outflow on acquisition of indirect subsidiary	7 a)	(174,241)	-	-	-
<b>Net cash used in investing activities</b>		<b>(2,756,892)</b>	<b>(1,198,242)</b>	<b>(2,177,366)</b>	<b>(1,122,066)</b>
<b><i>Cash flows from financing activities</i></b>					
Dividends paid to owners of the Company	14	(493,172)	(438,375)	(493,172)	(438,375)
Proceeds from short-term borrowings	10	1,844,030	48,000	1,844,030	-
Repayments of short-term borrowings		-	(33,000)	-	-
Proceeds from long-term borrowings	10	11,824	1,032,383	11,824	1,032,383
Repayments of long-term borrowings	10	(611,620)	(111,020)	(536,663)	(4,839)
Interest paid		(294,871)	(218,787)	(288,129)	(203,090)
<b>Net cash from financing activities</b>		<b>456,191</b>	<b>279,201</b>	<b>537,890</b>	<b>386,079</b>
<b>Net increase in cash and cash equivalents</b>		<b>663,666</b>	<b>1,338,629</b>	<b>72,543</b>	<b>802,372</b>
Cash and cash equivalents at 1 January		2,152,258	2,057,409	740,070	660,379
Effect of acquisition of indirect subsidiary		2,068	-	-	-
Effect of exchange rate changes on balances held in foreign currencies		10,313	(14,161)	10,313	(14,161)
<b>Cash and cash equivalents at 30 September</b>		<b>2,828,305</b>	<b>3,381,877</b>	<b>822,926</b>	<b>1,448,590</b>
<b><i>Non-cash transactions</i></b>					
Acquisition of property and equipment by issuance of debt		58,741	20,089	34,371	19,912

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

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**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 10 November 2014.

**1 General information**

Thaicom Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 414 Phaholyotin Road, SamsenNai, Phayathai, Bangkok 10400.

The Company was listed on the Stock Exchange of Thailand in January 1994.

The Company’s parent company during the period was Intouch Holdings Public Company Limited (formerly named Shin Corporation Public Company Limited) (41.14% shareholding) which is incorporated in Thailand.

The Company, its subsidiaries, jointly controlled entity and associate (collectively referred to as “the Group”) are primarily involved in transponder services for domestic and international communications, sale of user terminal of iPSTAR, broadband content services, sale of direct television equipment, Internet data center services, Internet services, satellite uplink-downlink services, broadcasting television service, telecommunication, printing and publishing of business telephone directories, banner advertising, telephone network services, mobile contents, and engineering and development services on communication technology and electronics, which are mainly operated under agreements for operation.

The Group has operations in 10 countries; Thailand, Singapore, Cambodia, Lao PDR, Australia, New Zealand, the United States of America, Mauritius, the British Virgin Islands and Japan.

The Company obtained agreements for operation from the Ministry of Transport and Communications for a period of 30 years to operate and administer satellite projects and to render transponder services for domestic and international communications as well as the right to collect, for a 30-year period, service charges from users of the transponders. These agreements for operation have been transferred to the Ministry of Information Communication and Technology and will expire in 2021.

The Company received a license from the National Broadcasting and Telecommunications Commission (“NBTC”), to provide telecommunication services on its network for domestic and international communications. The license has a term of 20 years and will expire in 2032.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Details of the Company's subsidiaries jointly controlled and associate entities as at 30 September 2014 and 31 December 2013 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2014	31 December 2013
<i>Direct subsidiaries</i>				
DTV Service Company Limited	Providing meeting center via internet and broadband content services and sale of direct television equipment	Thailand	99.99	99.99
iPSTAR Company Limited	Providing Thaicom4 transponderservices	The British Virgin Islands	100	99.96
Star Nucleus Company Limited	Providing broadbandtechnological services via Thaicom4 satellite	The British Virgin Islands	100	100
Spacecode LLC	Providing engineering anddevelopmentservices,technology and electronics	The United States of America	70	70
IPSTAR International Pte Limited	Providing Thaicom 4 transponder services	Singapore	100	100
IPSTAR Global Services Company Limited	Providing Thaicom4 transponder services	Mauritius	100	100
Cambodian DTV Network Limited	Sale of direct television equipment	Cambodia	100	100
IPSTAR Australia Pty Limited	Sale of user terminal of Thaicom 4 and providing Thaicom 4 transponder services in Australia.	Australia	100	100
TC Broadcasting Company Limited	Providing broadcasting, television and telecommunication	Thailand	99.99	99.99
IPSTAR Japan Company Limited	Sale of user terminal of Thaicom 4 and providing Thaicom 4 transponder services in Japan.	Japan	100	100
IPSTAR New Zealand Company Limited	Sale of user terminal of Thaicom 4 and providing Thaicom 4 transponder services in New Zealand	New Zealand	100	100

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2014	31 December 2013
<i>Indirect subsidiary</i>				
Orion Satellite Systems Pty Limited	Sale of user terminal and providing transponder services in Australia	Australia	100	-
<i>Jointly-controlled entity</i>				
Shenington Investments Pte Limited	Holding company for investment in international telecommunications	Singapore	51	51
<i>Subsidiary of Shenington Investments Pte Limited</i>				
Mfone Company Limited	Providing fixed line, mobile phone and Internet services	Cambodia	51	51
<i>Jointly-controlled entity of Shenington Investments Pte Limited</i>				
Lao Telecommunications Company Limited	Providing fixed line, mobile phone, public phone, public international facilities and Internet services	Lao PDR	24.99	24.99
<i>Associate</i>				
CS Loxinfo Public Company Limited	Providing internet data center service, internet and satellite uplink-downlink services	Thailand	42.07	42.07

## **2 Basis of preparation of the interim financial statements**

### **(a) Statement of compliance**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2012) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2013. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2013.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2013 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2014. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group or the Company except as disclosed in note 3.

**(b) *Functional and presentation currency***

The interim financial statements are prepared and presented in Thai Baht, which is the Group's functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

**(c) *Use of estimates and judgements***

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

***Estimates***

***Measurement of defined benefit obligations***

The calculation of the defined benefit obligation is sensitive to the assumptions on mortality and future salary rates as set out in note 9.

***Measurement of share-based payments***

The calculation of the share-base payment is sensitive to the assumptions on fair value at grant date, share price at grant date, exercise price, expected volatility, expected dividend and risk-free interest rate as set out in note 11.

***Allowance***

The calculation of the allowance for doubtful accounts of trade accounts receivable, allowance for obsolete and damaged inventories and others are related to the assumptions on analysis of payment histories and future expectations of customer payments, slow-moving information of inventories and recoverable amounts.

***Utilisation of assets***

The assumption of the useful lives and residual value of plant and equipment, intangible assets under the agreement for operations and intangible assets are reviewed on an ongoing basis.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**3 Changes in accounting policies**

From 1 January 2014, consequent to the adoption of new and revised TFRS as set out in note 2, the Group has changed its accounting policies having a material effect on the Group's financial statements in the area of Accounting for Service Concession Arrangements. A description of the nature and effect of this change in accounting policies as follow:

TFRIC 12 gives guidance on the accounting by operators for public-to-private service concession agreements under which the grantor controls and regulates the services provided; to whom they are provided; and at what price; and also controls any significant residual interest in the related infrastructure at the end of the agreement term. The operator recognises its interest in the concession as either a financial asset or an intangible asset arising from the concession agreement, depending on criteria set out in TFRIC 12, and not as property, plant and equipment. The Group's accounting policy for service concession agreements is as follows:

The Group recognises an intangible asset arising from a service concession arrangement when it has a right to charge for usage of the concession infrastructure. An intangible asset received as consideration for providing construction or upgrade services in a service concession arrangement is measured at fair value upon initial recognition. Subsequent to initial recognition the intangible asset is measured at cost, which includes capitalised borrowing costs, less accumulated amortisation and accumulated impairment losses.

Revenue relating to construction or upgrade services under a service concession arrangement is recognised based on the stage of completion of the work performed, consistent with the Group's accounting policy on recognising revenue on construction contracts. Operation or service revenue is recognised in the period in which the services are provided by the Group. When the Group provides more than one service in a service concession arrangement, the consideration received is allocated by reference to the relative fair values of the services delivered.

The Group has recognized no profit margin on such revenues because the (i) model of Agreements for operation is not designed to generate profits from the infrastructure construction, but from the service rendered; (ii) the way the Group manages the construction is highly based on outsourced services and; (iii) there are no forecasted margins on these operations in the Group business plans. Management so believes that any gains on these operations are irrelevant and, accordingly, no amount in addition to the effective costs has been considered as a part of revenues. Therefore, construction revenues and costs are presented in the statements of income in the same amounts.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

The Group adopted TFRIC 12-Service Concession Arrangements. The effects of the change are recognised retrospectively in the financial statements. The impact of the change on the financial statements is as follows:

	<b>Consolidated financial statements</b>			<b>Separate financial statements</b>		
	As reported	Adjustment	Restated	As reported	Adjustment	Restated
<i>(in thousand Baht)</i>						
<b>Statements of financial position as at 31 December 2013</b>						
<b>Assets</b>						
<b>Non-current assets</b>						
Property and equipment	8,074,396	(4,911,260)	3,163,136	6,448,063	(4,911,260)	1,536,803
Property and equipment under operating agreement	10,130,668	(10,130,668)	-	10,130,668	(10,130,668)	-
Intangible assets under operating agreement	-	15,041,928	15,041,928	-	15,041,928	15,041,928
<b>Total non-current assets</b>		<b>-</b>			<b>-</b>	

	<b>Consolidated financial statements</b>			<b>Separate financial statements</b>		
	As reported	Adjustment	Restated	As reported	Adjustment	Restated
<i>(in thousand Baht)</i>						
<b>Statements of income for the three-month period ended 30 September 2013</b>						
Construction revenue under operating agreement	-	64,150	64,150	-	64,150	64,150
Construction cost under operating agreement	-	(64,150)	(64,150)	-	(64,150)	(64,150)
<b>Profit for the period</b>		<b>-</b>			<b>-</b>	

<b>Statements of income for the nine-month period ended 30 September 2013</b>						
Construction revenue under operating agreement	-	311,676	311,676	-	311,676	311,676
Construction cost under operating agreement	-	(311,676)	(311,676)	-	(311,676)	(311,676)
<b>Profit for the period</b>		<b>-</b>			<b>-</b>	

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

The changes in the financial statements for the nine-month period ended 30 September 2014 (current period), which are impacted from applying the new accounting policy.

	<b>Consolidated financial statements</b>			<b>Separate financial statements</b>		
	Before adoption	Adopted	After adoption <i>(in thousand Baht)</i>	Before adoption	Adopted	After adoption
<b>Statements of financial position as at 30 September 2014</b>						
<b>Assets</b>						
<b>Non-current assets</b>						
Property and equipment under operating agreement	13,757,863	(13,757,863)	-	13,757,863	(13,757,863)	-
Intangible assets under operating agreement	-	13,757,863	13,757,863	-	13,757,863	13,757,863
<b>Total non-current assets</b>		<b>-</b>			<b>-</b>	

	<b>Consolidated financial statements</b>			<b>Separate financial statements</b>		
	Before adoption	Adopted	After adoption <i>(in thousand Baht)</i>	Before adoption	Adopted	After adoption
<b>Statements of income for the three-month period ended 30 September 2014</b>						
Construction revenue under operating agreement	-	-	-	-	-	-
Construction cost under operating agreement	-	-	-	-	-	-
<b>Profit for the period</b>		<b>-</b>			<b>-</b>	

<b>Statements of income for the nine-month period ended 30 September 2014</b>						
Construction revenue under operating agreement	-	173,176	173,176	-	173,176	173,176
Construction cost under operating agreement	-	(173,176)	(173,176)	-	(173,176)	(173,176)
<b>Profit for the period</b>		<b>-</b>			<b>-</b>	

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**4 Related parties**

Enterprises and/or individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals, and companies associated with these individuals also constitute related parties. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company is controlled by Intouch Holdings Public Company Limited (formerly named Shin Corporation Public Company Limited) (“Intouch”) (incorporated in Thailand), which owns 41.14% (31 December 2013: 41.14%) of the Company’s shares. Transactions with Intouch Group and shareholders of the Intouch Group are recognised as related party transactions of the Group.

Sales and service transactions with related parties were conducted under normal commercial terms and conditions, which were the same as for other customers. Consulting and management services were charged at an agreed percentage of assets. Transactions between the Company and Codespace, Inc.; an other related company, were conducted based on hourly rates plus reimbursement of actual expenses.

Significant transactions for the three-month periods ended 30 September 2014 and 2013 with related parties were as follows:

<i>Three-month period ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Sales</b>				
<b>Sales and services income</b>				
Subsidiaries	-	-	455,867	420,498
Associate	2,527	2,682	2,520	2,520
Related parties under common control	16,350	13,386	15,822	13,111
<b>Other income</b>				
Subsidiaries	-	-	28,987	146,317
Jointly-controlled entities	2,113	2,481	4,313	5,063
Associate	668	430	668	430
<b>Total</b>	<b>21,658</b>	<b>18,979</b>	<b>508,177</b>	<b>587,939</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2014 (Unaudited)

<i>Three-month period ended</i> <i>30 September</i>	<b>Consolidated</b> <b>financial statements</b>		<b>Separate</b> <b>financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Expenses</b>				
<b>Purchases of goods and services</b>				
Subsidiaries	-	-	16,022	22,441
Associate	8,047	6,149	8,047	6,050
Related parties under common control	729	142	6	142
Other related party	4,104	1,138	4,104	1,138
<b>Selling and administrative expenses</b>				
Parent	63	-	63	-
Subsidiaries	-	-	3,384	14,840
Associate	468	635	369	610
Related parties under common control	1,944	3,160	1,837	3,055
Director and management benefit expenses	22,690	19,130	22,690	19,130
<b>Other expenses</b>				
Other related party	1,077	1,110	-	-
<b>Total</b>	<b>39,122</b>	<b>31,464</b>	<b>56,522</b>	<b>67,406</b>

Significant transactions for the nine-month periods ended 30 September 2014 and 2013 with related parties were as follows:

<i>Nine -month period ended</i> <i>30 September</i>	<b>Consolidated</b> <b>financial statements</b>		<b>Separate</b> <b>financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Sales</b>				
<b>Sales and services income</b>				
Subsidiaries	-	-	1,318,778	1,190,585
Jointly-controlled entity	-	17	-	-
Associate	7,582	29,796	7,560	29,634
Related parties under common control	46,026	39,506	42,707	38,333
Other related party	-	43	-	-
<b>Other income</b>				
Subsidiaries	-	-	142,664	353,087
Jointly-controlled entity	6,339	10,920	12,937	22,286
Associate	2,235	1,299	2,235	1,299
<b>Total</b>	<b>62,182</b>	<b>81,581</b>	<b>1,526,881</b>	<b>1,635,224</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<i>Nine-month period ended</i> <i>30 September</i>	<b>Consolidated</b> <b>financial statements</b>		<b>Separate</b> <b>financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Expenses</b>				
<b>Purchases of goods and services</b>				
Subsidiaries	-	-	54,211	61,022
Associate	27,196	18,639	27,127	18,408
Related parties under common control	1,793	457	16	373
Other related parties	11,567	7,525	11,567	7,519
<b>Selling and administrative expenses</b>				
Parent	63	-	63	-
Subsidiaries	-	-	3,813	38,577
Associate	983	1,944	752	1,924
Related parties under common control	6,540	11,198	6,186	10,707
Other related party	-	2,164	-	-
Directors and management benefit expenses	60,493	56,663	60,493	56,663
<b>Other expense</b>				
Other related party	3,218	3,167	-	-
<b>Total</b>	<b>111,853</b>	<b>101,757</b>	<b>164,228</b>	<b>195,193</b>

Balances as at 30 September 2014 and 31 December 2013 with related parties were as follows:

	<b>Consolidated</b> <b>financial statements</b>		<b>Separate</b> <b>financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Trade accounts receivable and accrued income</b>				
<b>Trade accounts receivable</b>				
Subsidiaries	-	-	108,975	126,048
Associate	906	907	899	899
Related party under common control	6,502	10,732	5,834	10,393
Other related party	54,027	54,516	2,625	2,661
<b>Total</b>	<b>61,435</b>	<b>66,155</b>	<b>118,333</b>	<b>140,001</b>
<b>Accrued income</b>				
Subsidiaries	-	-	24,124	1,176
Associate	34,196	35,729	34,195	35,729
Related parties under common control	4,443	4,559	4,443	4,459
<b>Total</b>	<b>38,639</b>	<b>40,288</b>	<b>62,762</b>	<b>41,364</b>
<b>Total trade accounts receivable and accrued income</b>	<b>100,074</b>	<b>106,443</b>	<b>181,095</b>	<b>181,365</b>
<i>Less allowance for doubtful accounts</i>	<i>(53,783)</i>	<i>(54,515)</i>	<i>(2,625)</i>	<i>(2,661)</i>
<b>Net</b>	<b>46,291</b>	<b>51,928</b>	<b>178,470</b>	<b>178,704</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2014 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Other receivables</b>				
Subsidiaries	-	-	73,878	114,520
Jointly-controlled entities	10,428	8,680	21,283	86,183
Associate	-	33	-	33
Other related party	35,060	11,320	-	-
<b>Total</b>	<b>45,488</b>	<b>20,033</b>	<b>95,161</b>	<b>200,736</b>
<b>Short-term loan to a jointly- controlled entity</b>	<b>140,128</b>	<b>142,074</b>	<b>285,976</b>	<b>289,946</b>

As at 30 September 2014, short-term loan to a jointly-controlled entity bears interest at the rate of 2.73% - 3.08% per annum (*31 December 2013: 2.74% - 3.10% per annum*) and is repayable upon request.

Movements during the nine-month periods ended 30 September 2014 and 2013 of short-term loan to a jointly-controlled entity were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
At 1 January	142,074	132,543	289,946	270,496
Unrealised gain (loss) on exchange rate	(1,946)	3,316	(3,970)	6,766
<b>At 30 September</b>	<b>140,128</b>	<b>135,859</b>	<b>285,976</b>	<b>277,262</b>

	Consolidated financial statements		Separate financial statements	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Other current assets</b>				
Subsidiaries	-	-	154	74
Jointly-controlled entity	11,695	8,614	23,867	17,579
Related party under common control	30	-	-	-
<b>Total</b>	<b>11,725</b>	<b>8,614</b>	<b>24,021</b>	<b>17,653</b>
<b>Long-term loan to a subsidiary</b>	<b>-</b>	<b>-</b>	<b>11,236</b>	<b>13,026</b>

As at 30 September 2014, long-term loan to subsidiary bears interest at the rate of 4.85% per annum (*31 December 2013: 4.84%*).

**Thaicom Public Company Limited and its Subsidiaries**  
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Movements during the nine-month periods ended 30 September 2014 and 2013 of long-term loans to a subsidiary were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
At 1 January	-	-	13,026	18,249
Decrease	-	-	(1,634)	(5,763)
Net foreign exchange loss	-	-	(156)	(30)
<b>At 30 September</b>	<b>-</b>	<b>-</b>	<b>11,236</b>	<b>12,456</b>

  

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Trade accounts payable</b>				
Subsidiary	-	-	30,890	49,153
Jointly-controlled entity	249	249	332	332
Associate	6,111	4,003	6,063	3,954
Related party under common control	813	673	27	50
Other related party	11,459	8,875	3,967	1,252
<b>Total</b>	<b>18,632</b>	<b>13,800</b>	<b>41,279</b>	<b>54,741</b>
<b>Other accounts payable</b>				
Subsidiaries	-	-	2,233	322,322
Related party under common control	224	857	203	376
Other related party	721	1,940	-	-
<b>Total</b>	<b>945</b>	<b>2,797</b>	<b>2,436</b>	<b>322,698</b>
<b>Advance receipts from customers</b>				
Subsidiary	-	-	296,709	511,945
Related party under common control	6	6	-	-
<b>Total</b>	<b>6</b>	<b>6</b>	<b>296,709</b>	<b>511,945</b>
<b>Accrued expenses</b>				
Associate	1,722	1,978	1,722	1,978
Related parties under common control	460	48	457	43
Other related party	11,792	8,697	-	-
<b>Total</b>	<b>13,974</b>	<b>10,723</b>	<b>2,179</b>	<b>2,021</b>
<b>Other current liabilities</b>				
Subsidiaries	-	-	9,720	2,414
Related party under common control	160	160	160	160
<b>Total</b>	<b>160</b>	<b>160</b>	<b>9,880</b>	<b>2,574</b>
<b>Short-term loan from other related party</b>	<b>140,750</b>	<b>142,664</b>	<b>-</b>	<b>-</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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As at 30 September 2014, short-term loan from other related party bears interest at the rate of 2.73% - 3.08% per annum (31 December 2013: 2.74% - 3.10% per annum) and is repayable upon request.

Movements during the nine-month periods ended 30 September 2014 and 2013 of short-term loan from other related party was as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
At 1 January	142,664	133,177	-	-
Unrealised (gain) loss on exchange rate	(1,914)	3,301	-	-
<b>At 30 September</b>	<b>140,750</b>	<b>136,478</b>	<b>-</b>	<b>-</b>

***Key management personnel compensation***

Key management personnel compensation comprised:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
<b><i>Three-month period ended 30 September</i></b>	<i>(in thousand Baht)</i>			
Short-term employee benefits	19,915	17,937	19,915	17,937
Long-term benefits				
- Current service costs, included in administrative expenses	503	485	503	485
- Interest on obligation, included in finance costs	149	124	149	124
- Share-based payment	2,123	584	2,123	584
<b>Total</b>	<b>22,690</b>	<b>19,130</b>	<b>22,690</b>	<b>19,130</b>
<b><i>Nine-month period ended 30 September</i></b>				
Short-term employee benefits	55,433	54,058	55,433	54,058
Long-term benefits				
- Current service costs, included in administrative expenses	1,510	1,453	1,510	1,453
- Interest on obligation, included in finance costs	443	373	443	373
- Share-based payment	3,107	779	3,107	779
<b>Total</b>	<b>60,493</b>	<b>56,663</b>	<b>60,493</b>	<b>56,663</b>

From time to time directors of the Group, or their related entities, may purchase goods from the Group. These purchases are on the same terms and conditions as those entered into by other Group employees or customers.

***Directors' remuneration***

The directors' remuneration represents monthly compensation, annual remuneration, and meeting fees. The directors' remuneration was approved by the shareholders of the Company at their Annual General Meetings. The directors' remuneration is as part of directors and management benefit expenses presented in the statement of income.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

*Significant agreements with related parties*

- a. The Company entered into an agreement with an associate, under which the associate was committed to provide uplink data service for a period of approximately five years. The Company was committed to pay for the service in respect of the agreements until the end of contract at approximately Baht 20.77 million (*31 December 2013: approximately Baht 29.67 million*).
- b. The Company and subsidiary entered into agreements with a subsidiary, under which the Company and subsidiaries were committed to pay royalty fee at 1% of revenue from sale or lease of IPSTAR gateway, 1% of revenue from sale or lease of IPSTAR user terminal and 3% of revenue from sale or service of IPSTAR bandwidth.
- c. The Company entered into agreements with subsidiaries and associate, under which the Company was committed to provide transponder service, IPSTAR bandwidth service and advisory service. Subsidiaries and associate were committed to pay the Company for the service of the agreements at approximately USD 65.87 million and Baht 25.63 million (*31 December 2013: approximately USD 81.16 million and Baht 31.25 million*). The service fees of contracts vary to the actual used or number of installed user terminal at the rate stated in the contract.
- d. The Company had entered into agreements with a certain related party, under which the related party was committed to maintain accounting program service. The company was committed to pay for the service in respect of the agreements at approximately Baht 6.58 million (*31 December 2013: approximately Baht 13.58million*).
- e. The Company entered into an agreement with an associate, under which the Company was committed to provide satellite uplink equipment. The associate was committed to pay for rental fee in respect of the agreements until the end of contract at approximately Baht 26.43 million. (*31 December 2013: approximately Baht 37.76 million*).
- f. The Company had entered into agreements with a subsidiary, under which a subsidiary was committed to provide broadcasting, television and telecommunication service. The Company was committed to pay for the service in respect of the agreements at approximately USD 6,480 per channel/ per year.

**5 Other investments**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 September	31 December	30 September	31 December
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b><i>Current investments</i></b>				
Short-term deposits at financial institutions	1,362,978	1,305,171	1,282,978	1,305,172
Equity securities available for sale	891,986	-	-	-
	<b>2,254,964</b>	<b>1,305,171</b>	<b>1,282,978</b>	<b>1,305,172</b>
<b><i>Other long-term investments</i></b>				
Equity securities available for sale	-	699,840	-	-
	-	<b>699,840</b>	-	-
<b>Total</b>	<b>2,254,964</b>	<b>2,005,011</b>	<b>1,282,978</b>	<b>1,305,172</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

As of 30 September 2014, current investments have interest rates of 2.25% to 3.25% per annum (*31 December 2013: 0.30% to 3.45%*) and mature within 1 year.

At the extra ordinary general meeting of Synertone held on 10 February 2014, the Shareholders passed a resolution to approve the bonus issue of shares on the basis of four bonus shares for every one existing share. IPSTAR International Company Limited got the bonus issue of 256 million shares.

At the annual general meeting of the shareholders of Synertone held on 21 August 2014, the Shareholders passed a resolution to approve the final dividend of 0.16 cents per ordinary share for the year ended 31 March 2014. IPSTAR International Company Limited received the dividend amounting to HKD 0.51 million.

For the investment in Synertone of 64 million shares, the Company had agreed a lock-up period, in which the Company will not sell, transfer or enter into any agreement to transfer the shares, for the period of one year, starting from 16 October 2013 to 15 October 2014.

Movements during the periods ended 30 September 2014 and 2013 of marketable equity securities available for sale was as follow:

	<b>Consolidated</b>	
	<b>financial statements</b>	
	2014	2013
	<i>(in thousand Baht)</i>	
<b>Available-for-sale securities</b>		
At 1 January	699,840	-
Valuation adjustment	193,974	-
Unrealised loss on exchange rate	(1,828)	-
<b>At 30 September</b>	<b>891,986</b>	<b>-</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**6 Trade and other accounts receivable**

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 September 2014	31 December 2013	30 September 2014	31 December 2013
<i>(in thousand Baht)</i>					
<b>Trade accounts receivable</b>					
Related parties	4	61,435	66,155	118,332	140,001
Other parties		1,102,171	1,027,753	619,355	548,965
<b>Total</b>		<b>1,163,606</b>	<b>1,093,908</b>	<b>737,687</b>	<b>688,966</b>
<b>Accrued income</b>					
Related parties	4	38,639	40,288	62,762	41,364
Other parties		249,783	204,598	232,756	200,735
<b>Total</b>		<b>288,422</b>	<b>244,886</b>	<b>295,518</b>	<b>242,099</b>
<b>Other accounts receivable</b>					
Prepaid expenses		74,049	121,686	27,279	65,862
Advance payments		81,587	145,641	28,852	92,062
Others		75,490	17,063	38,829	23,694
<b>Total</b>		<b>231,126</b>	<b>284,390</b>	<b>94,960</b>	<b>181,618</b>
<b>Total trade accounts receivable accrued income and other accounts receivable</b>					
		<b>1,683,154</b>	<b>1,623,184</b>	<b>1,128,165</b>	<b>1,112,683</b>
Less allowance for doubtful accounts		(219,392)	(201,227)	(97,060)	(87,249)
<b>Net</b>		<b>1,463,762</b>	<b>1,421,957</b>	<b>1,031,105</b>	<b>1,025,434</b>
(Reversal of) bad and doubtful debts expenses for the nine-month period ended 30 September					
		<b>23,069</b>	<b>(6,555)</b>	<b>13,693</b>	<b>627</b>

Aging analyses for trade accounts receivable were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
<i>(in thousand Baht)</i>				
Within credit terms	469,042	303,506	352,632	207,149
Overdue:				
Less than 3 months	287,418	401,126	121,545	251,943
3 - 6 months	161,738	174,595	106,896	71,486
6 - 12 months	61,644	21,039	48,164	27,909
Over 12 months	183,764	193,642	108,450	130,479
	<b>1,163,606</b>	<b>1,093,908</b>	<b>737,687</b>	<b>688,966</b>
Less allowance for doubtful accounts	(219,392)	(201,227)	(97,060)	(87,249)
<b>Net</b>	<b>944,214</b>	<b>892,681</b>	<b>640,627</b>	<b>601,717</b>

The normal credit term for general customers were granted by the Group ranging 30 - 60 days.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**7 Investments in subsidiaries, jointly-controlled entity and an associate**

<i>Nine-month period ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
At 1 January	487,493	455,549	2,046,930	1,803,272
Acquisition	-	-	2,612	32,733
Share of net profits (loss) of investments in associate				
- equity method	(103,347)	153,726	-	-
Dividend income	(190,076)	(162,565)	-	-
<b>At 30 September</b>	<b><u>194,070</u></b>	<b><u>446,710</u></b>	<b><u>2,049,542</u></b>	<b><u>1,836,005</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
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**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Investments in subsidiaries, jointly-controlled entities and associate as at 30 September 2014 and 31 December 2013, and dividend income from those investments for the nine-month periods ended 30 September 2014 and 2013 were as follows:

	<b>Consolidated financial statements</b>											
	Ownership interest		Paid-up capital		Cost		Equity		Fair value of listed securities		Dividend income for nine-month period	
	30	31	30	31	30	31	30	31	30	31	30	30
	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	September 2013
	( <i>%</i> )											
	<i>(in million Baht)</i>											
<b>Associate</b>												
CS Loxinfo Public Company Limited	42.07	42.07	148	148	<u>1,482</u>	<u>1,482</u>	<u>194</u>	<u>487</u>	6,005	6,005	<u>190</u>	<u>163</u>
<b>Total</b>					<b><u>1,482</u></b>	<b><u>1,482</u></b>	<b><u>194</u></b>	<b><u>487</u></b>			<b><u>190</u></b>	<b><u>163</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	Separate financial statements											
	Ownership interest		Paid-up capital		Cost		Impairment		Cost - net of impairment		Dividend income for nine-month period ended	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	30 September 2013
	(%)						(in million Baht)					
<b>Subsidiaries</b>												
DTV ServiceCompany Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	-	-	399	399	-	-
Spacecode LLC	70.00	70.00	USD 4 million	USD 4 million	118	118	-	-	118	118	-	-
iPSTAR Company Limited	100.00	99.96	USD 2 million	USD 2 million	157	154	-	-	157	154	-	96
Star Nucleus Company Limited	100.00	100.00	-	-	-	-	-	-	-	-	-	-
IPSTAR International Pte Limited	100.00	100.00	SGD 20,000	SGD 20,000	1	1	-	-	1	1	-	-
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	-	-	1	1	-	-
Cambodian DTV Network Company Limited	100.00	100.00	USD 600,000	USD 600,000	21	21	-	-	21	21	-	-
IPSTAR Australia Pty Limited	100.00	100.00	AUD 6.95 million	AUD 6.95 million	971	971	-	-	971	971	59	200
TC Broadcast Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	-	-	-	-	-	-
IPSTAR Japan Company Limited	100.00	100.00	JPY 100 million	JPY 100 million	33	33	-	-	33	33	-	-
IPSTAR New Zealand Company Limited	100.00	100.00	NZD 8.51 million	NZD 8.51 million	211	211	-	-	211	211	-	-
<b>Total</b>					<b>1,912</b>	<b>1,909</b>	<b>-</b>	<b>-</b>	<b>1,912</b>	<b>1,909</b>	<b>59</b>	<b>296</b>
<b>Jointly-controlled entity</b>												
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	<b>138</b>	<b>138</b>	<b>-</b>	<b>-</b>	<b>138</b>	<b>138</b>	<b>-</b>	<b>-</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Significant movements in investments in subsidiaries, jointly controlled entity and an associate for the nine-month period ended 30 September 2014 were as follows:

***Subsidiaries***

- a) *Acquisition of ordinary shares in Orion Satellite Systems Pty Limited (“OSS”) by IPSTAR Australia Pty Limited (“IPA”), a subsidiary of the Company*

On 7 February 2014, IPA had acquired 5.96 million ordinary shares of OSS from Orion Satellite Investment Limited, equivalent to 100% of registered share capital of OSS, totalling of AUD 5.96 million.

- b) *Dividend payment of IPSTAR Australia Pty Limited (“IPA”)*

At the Board of Directors’ meeting of IPA, on 31 March 2014, the Directors approved the appropriation of dividends from retained earnings as at 31 December 2013 of AUD 2 million. The dividend was paid to shareholder in April 2014.

- c) *Acquisition of additional ordinary shares in iPSTAR Company Limited (“IPST”)*

In June 2014, the Company acquired an additional 31,220 ordinary shares in IPST at USD 1 per share, equivalent to 0.02% of the paid-up share capital of IPST, at a total price of USD 31,220. As a result of this acquisition, the Company owns interest in IPST of 99.98%.

In August 2014, the Company acquired an additional 50,000 ordinary shares in IPST at USD 1 per share, equivalent to 0.02% of the paid-up share capital of IPST, at a total price of USD 50,000. As a result of this acquisition, the Company owns interest in IPST of 100.00%.

***Jointly controlled entity***

- d) *Dividend payment of Lao Telecommunications Company Limited (“LTC”)*

At the Annual General Meeting of the shareholders of LTC held on 29 January 2014, the shareholders approved the appropriation of dividend from 2013 operation of USD 15 million.

***Associate***

- e) *Proposed dividend payment of CS Loxinfo Public Company Limited (“CSL”)*

At the annual general meeting of the shareholders of CSL held on 27 March 2014, the shareholders approved the appropriation of dividend of Baht 0.35 per share, amounting to Baht 208 million. The dividend was paid to shareholders on 22 April 2014.

At the meeting of the Board of Directors of CSL held on 7 August 2014, the directors approved the appropriation of interim dividend of Baht 0.41 per share, amounting to Baht 244 million. The dividend was paid to shareholders on 4 September 2014.

**Thaicom Public Company Limited and its Subsidiaries**  
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f) *Recognition impairment loss on goodwill of investment of Teleinfo Media Public Company Limited (“TMC”)*

The significantly declining trend of the print advertising industry has affected the operating results of Teleinfo Media Public Company Limited (“TMC”). As a consequence, CSL has assessed and recorded the impairment of goodwill in TMC in the expense of Baht 550 million for the three-month and nine-month periods ended 30 September 2014.

**Commitments**

According to the joint venture agreement between the Group and the Government of the Lao People’s Democratic Republic, the Group must transfer all of LTC’s shares to the Government of the Lao People’s Democratic Republic, without any charges or compensation, on the expiration date of the joint venture agreement in 2021.

**8 Capital expenditure and commitments**

	<b>Consolidated financial statement</b>			
	Property and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets
	<i>(in thousand Baht)</i>			
<b>Transactions during the nine-month period ended 30 September 2014</b>				
Opening net book value	3,163,136	15,041,928	91,896	840,934
Additions	2,661,115	-	107,614	154,893
Disposal, net	(2,915)	-	-	-
Transfer, net	124,338	173,176	-	-
Write-offs, net	(3,897)	-	-	-
Depreciation / amortisation charges	(424,570)	(1,457,241)	(19,670)	(79,978)
Foreign currency translation adjustments	(45,963)	-	-	(1,012)
<b>Closing net book value</b>	<b><u>5,471,244</u></b>	<b><u>13,757,863</u></b>	<b><u>179,840</u></b>	<b><u>914,837</u></b>
<b>As at 30 September 2014</b>				
Cost	10,411,896	26,233,166	838,949	1,807,062
Less accumulated depreciation / amortisation	(4,921,567)	(12,475,303)	(659,109)	(892,225)
Less accumulated impairment loss	(19,085)	-	-	-
<b>Net book value</b>	<b><u>5,471,244</u></b>	<b><u>13,757,863</u></b>	<b><u>179,840</u></b>	<b><u>914,837</u></b>

The gross amount of the Group’s fully depreciated property and equipment that was still in use as at 30 September 2014 amounted to Baht 2,341.59 million (31 December 2013: Baht 2,193.00 million).

As at 30 September 2014 the accumulated impairment loss of Baht 19.1 million (31 December 2013: Baht 19.1 million) comprised an impairment loss for IPSTAR ground system of the Company amounting to Baht 6.7 million and an impairment loss for rural telephone network of another jointly controlled entity amounting to Baht 12.4 million.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	Property and equipment	Separate financial statement Intangible assets under operating agreement	Deferred charges	Intangible assets
<i>(in thousand Baht)</i>				
<b>Transactions during the nine-month period ended 30 September 2014</b>				
Opening net book value	1,536,803	15,041,928	92,159	705,131
Additions	2,281,853	-	107,614	3,014
Disposal, net	(1,483)	-	-	-
Transfer, net	170,630	173,176	-	-
Write-offs, net	(3,833)	-	-	-
Depreciation / amortisation charges	(166,298)	(1,457,241)	(19,622)	(69,528)
<b>Closing net book value</b>	<b>3,817,672</b>	<b>13,757,863</b>	<b>180,151</b>	<b>638,617</b>
<b>As at 30 September 2014</b>				
Cost	5,955,027	26,233,166	839,427	1,432,553
Less accumulated depreciation / amortisation	(2,130,624)	(12,475,303)	(659,276)	(793,936)
Less accumulated impairment loss	(6,731)	-	-	-
<b>Net book value</b>	<b>3,817,672</b>	<b>13,757,863</b>	<b>180,151</b>	<b>638,617</b>

The gross amount of the Company's fully depreciated property and equipment that was still in use as at 30 September 2014 amounted to Baht 1,494.21 million (31 December 2013: Baht 1,516.48 million).

Borrowing costs for the nine-month period ended 30 September 2014 in the amount of Baht 8.86 million, arise on financing specifically entered into for assets under construction.

As at 30 September 2014, property and equipment included a project in progress of Baht 3,149.94 million, relating to the Thaicom 8 project. The Company provides telecommunication services under licenses granted by the National Broadcasting and Telecommunications Commission ("NBTC"). The Thaicom 8 project will be expected to finish within 2016.

**Capital expenditure commitments**

Capital expenditure contracted but not provided for at the reporting date was as follows:

		Consolidated financial statements		Separate financial statements	
	Currency	30 September 2014	31 December 2013	30 September 2014	31 December 2013
<i>(in thousand)</i>					
THAICOM 4 Project	USD	26	26	26	26
THAICOM 6 Project	USD	-	2,380	-	2,380
120°E Project	USD	81,757	81,757	81,757	81,757
THAICOM 8 Project	USD	46,481	-	46,481	-
Telephone network	USD	2,744	3,473	-	-
Total	USD	131,008	87,636	128,264	84,163
<b>Total equivalent to Thai Baht</b>		<b>4,259,491</b>	<b>2,887,541</b>	<b>4,170,637</b>	<b>2,773,113</b>

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The Company entered into a cooperation agreement to preserve the orbital location of 120 degrees East by co-investment in a satellite construction with Asia Satellite Telecommunications Company Limited in the total amount of USD 82 million.

**9 Employee benefit obligations**

The statement of financial position obligation was determined as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Present value of unfunded obligations	354,772	335,619	194,534	181,461
<b>Statement of financial position obligation</b>	<b>354,772</b>	<b>335,619</b>	<b>194,534</b>	<b>181,461</b>

Movement in the present value of the defined benefit obligations:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Nine-month period ended 30 September</i>	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Defined benefit obligations at 1 January	335,619	287,320	181,461	155,443
Benefits paid by the plan	(10,426)	(151)	(7,606)	(151)
Current service costs and interest	33,507	31,820	20,504	19,449
Past service costs	182	188	175	177
Unrealised (gain) loss from foreign exchange	(4,110)	6,908	-	-
<b>Defined benefit obligations at 30 September</b>	<b>354,772</b>	<b>326,085</b>	<b>194,534</b>	<b>174,918</b>

Expense recognised in profit or loss:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Nine-month period ended 30 September</i>	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Current service costs of employee	23,880	23,333	15,258	14,929
Past service costs	182	188	175	177
Interest on obligation	9,627	8,487	5,246	4,520
<b>Total</b>	<b>33,689</b>	<b>32,008</b>	<b>20,679</b>	<b>19,626</b>

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
	<i>( % )</i>			
Discount rate	3.90	3.90	3.90	3.90
Future salary increases	8.00-15.00	8.00-15.00	8.00	8.00

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**10 Interest-bearing liabilities**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Current</b>				
<i>Short-term loans</i>				
Short-term loans from financial institution	1,850,621	-	1,850,621	-
Total short-term loans	<u>1,850,621</u>	<u>-</u>	<u>1,850,621</u>	<u>-</u>
<i>Current portion of long-term borrowings</i>				
Loans from financial institutions	605,557	633,537	556,025	563,435
Loans from others	13,609	12,319	11,770	7,760
Total current portion of long-term borrowings	<u>619,166</u>	<u>645,856</u>	<u>567,795</u>	<u>571,195</u>
Current portion of long-term debentures	<u>3,699,756</u>	<u>3,697,903</u>	<u>3,699,756</u>	<u>3,697,903</u>
Total current interest - bearing liabilities	<u>4,318,922</u>	<u>4,343,759</u>	<u>4,267,551</u>	<u>4,269,098</u>
<b>Non-current</b>				
<i>Long-term borrowings</i>				
Loans from financial institutions	3,336,152	3,994,248	3,336,152	3,944,043
Loans from others	33,762	34,097	22,728	22,762
Total long-term borrowings	<u>3,369,914</u>	<u>4,028,345</u>	<u>3,358,880</u>	<u>3,966,805</u>
Total non-current interest - bearing liabilities	<u>3,369,914</u>	<u>4,028,345</u>	<u>3,358,880</u>	<u>3,966,805</u>
<b>Total</b>	<b><u>9,539,457</u></b>	<b><u>8,372,104</u></b>	<b><u>9,477,052</u></b>	<b><u>8,235,903</u></b>

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Long-term debentures were as follows:

As at 30 September 2014, the Company had a tranche of Baht 3,700 million, with a par value of Baht 1,000 each, unsubordinated and unsecured with having registered and bond holders representative debentures as follows:

<b>Issue date</b>	<b>No. of units (in million)</b>	<b>Amount (in million Baht)</b>	<b>Interest rate per annum</b>	<b>Term of interest payment</b>	<b>Principal payment term</b>	<b>Outstanding balance as at 30 September 2014 (in million Baht)</b>
6 November 2009	3.7	3,700	6.15%	Quarterly	Entirely redeemed on 6 November 2014	3,700
<i>Less bond issuing cost</i>						(1)
<b>Net</b>						<b>3,699</b>

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

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The movements in the borrowings can be analysed as follows:

	<b>Consolidated financial statements</b>	<b>Separate financial statements</b>
	<i>(in thousand Baht)</i>	
<b>For the nine-month period ended 30 September 2014</b>		
Opening net book value	8,372,104	8,235,903
Proceeds from short-term loans from financial institutions	1,844,030	1,844,030
Proceeds from long-term borrowings, net of financial costs	11,824	11,824
Repayment of long-term borrowings	(611,620)	(536,663)
Amortisation of finance costs	1,853	1,853
Unrealised foreign exchange gain	(78,734)	(79,895)
<b>Closing net book value</b>	<b><u>9,539,457</u></b>	<b><u>9,477,052</u></b>

The Group has to maintain the financial ratios restricted in the long-term agreements.

**Credit facilities**

As at 30 September 2014 available credit facilities for loans from local and overseas banks are Baht 1,469 million and USD 8 million (*31 December 2013: Baht 1,718 million and USD 20 million*).

**Facility agreement in relation to the financing of the Thaicom 6 satellite project**

The Company entered into a Loan Agreement with a local bank on 29 August 2011 for USD 137 million, to support the Thaicom 6 satellite project. The term of the loan is 10 years with the interest rate based on margins over the London Inter-Bank Offer Rate (“LIBOR”). In addition, the Company must comply with the conditions in the Loan Agreement in respect of maintaining certain financial ratios, dividend payment policy, guarantee, sale or transfer of assets and investment.

**11 Share capital and share-based payment transaction**

	<i>Par value per share (Baht)</i>	2014		2013	
		Number	Amount	Number	Amount
		<i>(thousand shares / thousand Baht)</i>			
<b>Authorised</b>					
At 1 January					
- ordinary shares	5	1,096,619	5,483,098	1,132,082	5,660,412
Reduction of shares	5	-	-	(36,145)	(180,724)
Increase of new shares	5	1,198	5,988	682	3,410
<b>At 30 September</b>					
<b>- ordinary shares</b>	<b>5</b>	<b><u>1,097,817</u></b>	<b><u>5,489,086</u></b>	<b><u>1,096,619</u></b>	<b><u>5,483,098</u></b>
<b>Issued and paid-up</b>					
At 1 January					
- ordinary shares	5	1,095,938	5,479,688	1,095,938	5,479,688
<b>At 30 September</b>					
<b>- ordinary shares</b>	<b>5</b>	<b><u>1,095,938</u></b>	<b><u>5,479,688</u></b>	<b><u>1,095,938</u></b>	<b><u>5,479,688</u></b>

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The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

*Issue of ordinary shares*

At the annual general meeting of the shareholders of the Company held on 27 March 2014, a resolution was passed to approve the issuance of 1,197,700 ordinary shares at the par value of Baht 5 per share, in total of Baht 5,988,500 to reserve for the exercise of the warrant. The Company registered the increased share capital with the Ministry of Commerce on 21 April 2014.

*Share-based payment transaction*

*a) Information of project*

The issuance and offering of warrants to purchase ordinary shares to directors and employees of the Company and its subsidiaries. The warrants are offered directly to full-time employees who have qualifications according to the plan.

	<b>Project I</b>	<b>Project II</b>
Issued date:	28 March 2013	27 March 2014
Issued:	682,000 units	1,197,700 units
Exercise price:	23.266 Baht/Share	38.265 Baht/Share
Number of reserved shares:	682,000 shares	1,197,700 shares
Offer period:	5 years after first time to offered the warrant	5 years after first time to offered the warrant
Offer price per unit:	Baht 0 (zero Baht)	Baht 0 (zero Baht)
Exercise ratio:	One unit of warrant per one ordinary share	One unit of warrant per one ordinary share

Movements in the number of warrants outstanding are as follows:

	Opening balance 1 January 2014	Issue during the period	Return during the period	Transfer during the period	Closing Balance 30 September 2014
<i>(in thousand unit)</i>					
<b>ESOP - Grant I</b>					
Directors	382	-	-	48	430
Employees	300	-	(56)	(48)	196
<b>Total</b>	<b>682</b>	<b>-</b>	<b>(56)</b>	<b>-</b>	<b>626</b>
<b>ESOP - Grant II</b>					
Directors	-	843	-	(140)	703
Employees	-	300	-	140	440
<b>Total</b>	<b>-</b>	<b>1,143</b>	<b>-</b>	<b>-</b>	<b>1,143</b>
<b>Grand Total</b>	<b>682</b>	<b>1,143</b>	<b>(56)</b>	<b>-</b>	<b>1,769</b>

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*b) Fair value measurement*

The measurement is in reference to the fair value of the offered ordinary shares issued at the grant date using Monte Carlo Simulation techniques. The assumptions are as below:

	<b>Project I</b>	<b>Project II</b>
Fair value at grant date	Baht 35.037	Baht 27.864
Share price at grant date	Baht 35.750	Baht 40.500
Exercise price	Baht 23.266	Baht 38.265
Expected volatility	55.392%	41.562%
Expected dividend	1.119%	1.111%
Risk-free interest rate	3.074%	3.082%

**Reconciliation of other reserve-shared-based payment:**

	<b>Consolidate financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
<i>For the nine-month period ended 30 September</i>				
		<i>(in thousand Baht)</i>		
At 1 January	2,432	-	2,432	-
Total expense recognised during period in statement of income	4,812	1,389	4,812	1,389
Decrease during period	(171)	-	(171)	-
<b>At 30 September</b>	<b><u>7,073</u></b>	<b><u>1,389</u></b>	<b><u>7,073</u></b>	<b><u>1,389</u></b>

*Share premium*

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividend distribution.

**12 Segment information**

Segment information is presented in respect of the Group’s business and geographic segments. The primary format, business segments / geographic segments is based on the Group’s management and internal reporting structure.

*Business segments*

The Group comprises the following main business segments:

Segment 1	Services relating to the satellite business and the transponder services segment
Segment 2	Sales and services relating to the internet and media business
Segment 3	Sales and services relating to the telephone network business

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*Geographic segments*

In presenting information on the basis of geographical segments, segment revenue is based on the geographic location of customers.

The areas of operation in Thailand are principally satellite business services, internet and media services and printing and publishing of business telephone directories services. Lao PDRs' main activities are sales and services relating to telephone network business and satellite business services. Australia, China, India and Japan main activities are sales and services relating to satellite business.

The Group comprises the following main geographic segments:

Segment 1	Thailand
Segment 2	Lao People's Democratic Republic
Segment 3	Australia
Segment 4	China
Segment 5	India
Segment 6	Japan
Segment 7	Others

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Revenue and results, based on business segments, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2014 and 2013 were as follows:

<i>For the three-month period ended 30 September</i>	<b>Satellite business services</b>		<b>Internet services and media</b>		<b>Telephone network</b>		<b>Consolidation eliminations</b>		<b>Total continuing operations</b>		<b>Discontinued operation</b>		<b>Consolidated financial statements</b>	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	<i>(in million Baht)</i>													
Revenues	2,287	1,821	60	62	266	206	(15)	(28)	2,598	2,061	-	-	2,598	2,061
Construction revenue under operating agreement	-	64	-	-	-	-	-	-	-	64	-	-	-	64
Share of profit (loss) of associate	-	-	(195)	44	-	-	-	-	(195)	44	-	-	(195)	44
Cost of sales and services	(1,328)	(1,059)	(64)	(49)	(133)	(128)	12	14	(1,513)	(1,222)	-	-	(1,513)	(1,222)
Construction cost under operating agreement	-	(64)	-	-	-	-	-	-	-	(64)	-	-	-	(64)
Selling and administrative expenses	(379)	(310)	(35)	(22)	(67)	(63)	5	17	(476)	(378)	-	-	(476)	(378)
Segment results	580	452	(234)	35	66	15	2	3	414	505	-	-	414	505
Other income									58	53	-	-	58	53
Net foreign exchange gain (loss)									42	(46)	-	-	42	(46)
Profit before finance cost and income tax									514	512	-	-	514	512
Finance costs									(97)	(67)	-	-	(97)	(67)
Operating profit									417	445	-	-	417	445
Income tax									(138)	(125)	-	-	(138)	(125)
Non-controlling interests									-	-	-	-	-	-
<b>Net profit</b>									<b>279</b>	<b>320</b>	<b>-</b>	<b>-</b>	<b>279</b>	<b>320</b>

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<i>For the nine-month period ended 30 September</i>	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Total continuing operations		Discontinued operation		Consolidated financial statements	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	<i>(in million Baht)</i>													
Revenues	6,549	4,950	133	138	783	611	(44)	(70)	7,421	5,629	-	41	7,421	5,670
Construction revenue under operating agreement	173	312	-	-	-	-	-	-	173	312	-	-	173	312
Share of profit (loss) of associate	-	-	(103)	154	-	-	-	-	(103)	154	-	-	(103)	154
Cost of sales and services	(3,828)	(2,852)	(157)	(127)	(411)	(381)	36	35	(4,360)	(3,325)	-	(36)	(4,360)	(3,361)
Construction cost under operating agreement	(173)	(312)	-	-	-	-	-	-	(173)	(312)	-	-	(173)	(312)
Selling and administrative expenses	(1,064)	(954)	(92)	(45)	(210)	(186)	14	49	(1,352)	(1,136)	-	(55)	(1,352)	(1,191)
Segment results	1,657	1,144	(219)	120	162	44	6	14	1,606	1,322	-	(50)	1,606	1,272
Other income									115	91	-	-	115	91
Net foreign exchange gain (loss)									82	(100)	-	-	82	(100)
Impairment loss									-	51	-	-	-	51
Profit before finance cost and income tax									1,803	1,364	-	(50)	1,803	1,314
Finance costs									(279)	(199)	-	-	(279)	(199)
Operating profit (loss)									1,524	1,165	-	(50)	1,524	1,115
Income tax									(348)	(273)	-	(1)	(348)	(274)
Non-controlling interests									-	-	-	-	-	-
<b>Net profit (loss)</b>									<b>1,176</b>	<b>892</b>	<b>-</b>	<b>(51)</b>	<b>1,176</b>	<b>841</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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Total assets and total liabilities, based on business segments, in the consolidated financial statements for the period ended 30 September 2014 and 31 December 2013 were as follows:

	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in million Baht)</i>									
Segment assets	26,605	25,142	216	232	1,825	1,749	(249)	(378)	28,397	26,745
Loan to other related party	297	303	-	-	-	-	(157)	(161)	140	142
Associate	-	-	194	487	-	-	-	-	194	487
<b>Total assets</b>									<b>28,731</b>	<b>27,374</b>
Segment liabilities	2,182	2,870	115	154	423	381	(83)	(127)	2,637	3,278
Loan from other related party	-	-	-	-	287	291	(146)	(148)	141	143
Borrowings	9,477	8,236	-	45	62	91	-	-	9,539	8,372
<b>Total liabilities</b>									<b>12,317</b>	<b>11,793</b>

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Revenue and results based on geographical segments, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2014 and 2013 were as follows:

	Three-month periods ended 30 September		Nine-month periods ended 30 September	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Segment revenue</b>				
Thailand	1,237,755	945,182	3,453,171	2,510,138
Lao PDR	265,529	218,111	783,631	645,836
Australia	363,256	302,514	1,030,323	882,577
China	85,026	3,639	223,558	13,098
India	104,040	90,863	306,290	247,304
Japan	175,820	187,088	560,357	538,850
Others	366,405	314,105	1,064,153	791,059
<b>Total continuing operations</b>	<b>2,597,831</b>	<b>2,061,502</b>	<b>7,421,483</b>	<b>5,628,862</b>
Discontinued operation	-	-	-	41,166
<b>Total</b>	<b>2,597,831</b>	<b>2,061,502</b>	<b>7,421,483</b>	<b>5,670,028</b>

**Major customers**

For the three-month and nine-month periods ended 30 September 2014 and 2013, the Group has no revenue transactions with a single external customer amount to 10 percent or more of the Group's revenues.

	Three-month periods ended 30 September		Nine-month periods ended 30 September	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Segment results</b>				
Thailand	286,129	435,016	1,249,626	1,321,209
Lao PDR	71,253	26,265	191,155	101,310
Australia	160,601	107,124	474,292	356,193
China	(99,641)	(121,814)	(319,481)	(381,614)
India	(35,909)	(24,551)	(103,271)	(127,305)
Japan	98,978	92,309	296,439	225,722
Others	(66,996)	(8,955)	(183,143)	(174,588)
<b>Total continuing operations</b>	<b>414,415</b>	<b>505,394</b>	<b>1,605,617</b>	<b>1,320,927</b>
Discontinued operation	-	-	-	(49,314)
<b>Total</b>	<b>414,415</b>	<b>505,394</b>	<b>1,605,617</b>	<b>1,271,613</b>

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Other non-current assets based on geographical segments, in the consolidated financial statements for the periods ended 30 September 2014 and 31 December 2013 were as follows:

	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>	
<i>Other non-current assets</i>		
Thailand	19,206,164	18,809,620
Lao PDR	1,477,819	1,420,887
Australia	258,916	143,084
China	18,479	722,554
India	70,185	110,201
Japan	50,862	53,257
Others	263,921	186,527
<b>Total</b>	<b><u>21,346,346</u></b>	<b><u>21,446,130</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
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**13 Earnings per share**

*Basic earnings per share*

The calculation of basic earnings per share for the three-month and nine-month periods ended 30 September 2014 and 2013 was based on the earnings for the period attributable to equity holders of the Company and the number of ordinary shares outstanding during each period as follows:

	Consolidated financial statements						Separate financial statements					
	2014			2013			2014			2013		
<i>For the three-month period ended 30 September</i>	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
	(in thousand Baht /thousand shares)											
Profit for the period	279,024	-	279,024	319,958	-	319,958	225,417	-	225,417	275,945	-	275,945
<b>Profit attributable to ordinary shareholders of the Company (basic)</b>	<b>279,024</b>	<b>-</b>	<b>279,024</b>	<b>319,958</b>	<b>-</b>	<b>319,958</b>	<b>225,417</b>	<b>-</b>	<b>225,417</b>	<b>275,945</b>	<b>-</b>	<b>275,945</b>
Number of ordinary shares outstanding	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938
<b>Earnings per share (basic)</b>												
<i>(in Baht)</i>	<b>0.25</b>	<b>-</b>	<b>0.25</b>	<b>0.29</b>	<b>-</b>	<b>0.29</b>	<b>0.21</b>	<b>-</b>	<b>0.21</b>	<b>0.25</b>	<b>-</b>	<b>0.25</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	Consolidated financial statements						Separate financial statements					
	2014			2013			2014			2013		
<i>For the nine-month period ended 30 September</i>	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
	(in thousand Baht /thousand shares)											
Profit (loss) for the period	<u>1,175,746</u>	<u>-</u>	<u>1,175,746</u>	<u>891,881</u>	<u>(51,142)</u>	<u>840,739</u>	<u>703,878</u>	<u>-</u>	<u>703,878</u>	<u>646,806</u>	<u>-</u>	<u>646,806</u>
<b>Profit (loss) attributable to ordinary shareholders of the Company (basic)</b>	<b><u>1,175,746</u></b>	<b><u>-</u></b>	<b><u>1,175,746</u></b>	<b><u>891,881</u></b>	<b><u>(51,142)</u></b>	<b><u>840,739</u></b>	<b><u>703,878</u></b>	<b><u>-</u></b>	<b><u>703,878</u></b>	<b><u>646,806</u></b>	<b><u>-</u></b>	<b><u>646,806</u></b>
Number of ordinary shares outstanding	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>	<u>1,095,938</u>
Earnings (loss) per share (basic) (in Baht)	<u>1.07</u>	<u>-</u>	<u>1.07</u>	<u>0.81</u>	<u>(0.04)</u>	<u>0.77</u>	<u>0.64</u>	<u>-</u>	<u>0.64</u>	<u>0.59</u>	<u>-</u>	<u>0.59</u>

**Thaicom Public Company Limited and its Subsidiaries**  
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*Diluted earnings per share*

The calculation of diluted earnings per share for the three-month and nine-month periods ended 30 September 2014 and 2013 was based on the earnings for the period attributable to equity holders of the Company and the number of ordinary shares outstanding during the period after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated financial statements						Separate financial statements					
	2014			2013			2014			2013		
<i>For the three-month period ended 30 September</i>	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
	(in thousand Baht /thousand shares)											
Profit for the period	279,024	-	279,024	319,958	-	319,958	225,417	-	225,417	275,945	-	275,945
<b>Profit attributable to ordinary shareholders of the Company (diluted)</b>	<b>279,024</b>	<b>-</b>	<b>279,024</b>	<b>319,958</b>	<b>-</b>	<b>319,958</b>	<b>225,417</b>	<b>-</b>	<b>225,417</b>	<b>275,945</b>	<b>-</b>	<b>275,945</b>
Weighted average number of ordinary shares outstanding (basic)	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938
Effect of exercise of shares options	267	267	267	195	195	195	267	267	267	195	195	195
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b>1,096,205</b>	<b>1,096,205</b>	<b>1,096,205</b>	<b>1,096,133</b>	<b>1,096,133</b>	<b>1,096,133</b>	<b>1,096,205</b>	<b>1,096,205</b>	<b>1,096,205</b>	<b>1,096,133</b>	<b>1,096,133</b>	<b>1,096,133</b>
<b>Earnings (loss) per share (diluted) (in Baht)</b>	<b>0.25</b>	<b>-</b>	<b>0.25</b>	<b>0.29</b>	<b>-</b>	<b>0.29</b>	<b>0.21</b>	<b>-</b>	<b>0.21</b>	<b>0.25</b>	<b>-</b>	<b>0.25</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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	Consolidated financial statements						Separate financial statements					
	2014			2013			2014			2013		
<i>For the nine-month period ended 30 September</i>	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
	(in thousand Baht /thousand shares)											
Profit (loss) for the period	1,175,746	-	1,175,746	891,881	(51,142)	840,739	703,878	-	703,878	646,806	-	646,806
<b>Profit (loss) attributable to ordinary shareholders of the Company (diluted)</b>	<b>1,175,746</b>	<b>-</b>	<b>1,175,746</b>	<b>891,881</b>	<b>(51,142)</b>	<b>840,739</b>	<b>703,878</b>	<b>-</b>	<b>703,878</b>	<b>646,806</b>	<b>-</b>	<b>646,806</b>
Weighted average number of ordinary shares outstanding (basic)	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938
Effect of exercise of shares options	302	302	302	196	196	196	302	302	302	196	196	196
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b>1,096,240</b>	<b>1,096,240</b>	<b>1,096,240</b>	<b>1,096,134</b>	<b>1,096,134</b>	<b>1,096,134</b>	<b>1,096,240</b>	<b>1,096,240</b>	<b>1,096,240</b>	<b>1,096,134</b>	<b>1,096,134</b>	<b>1,096,134</b>
Earnings (loss) per share												
<b>(diluted) (in Baht)</b>	<b>1.07</b>	<b>-</b>	<b>1.07</b>	<b>0.81</b>	<b>(0.04)</b>	<b>0.77</b>	<b>0.64</b>	<b>-</b>	<b>0.64</b>	<b>0.59</b>	<b>-</b>	<b>0.59</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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**14 Dividends**

At the annual general meeting of the shareholders of the Company held on 27 March 2014, the shareholders approved the appropriation of dividend of Baht 0.45 per share, amounting to Baht 493 million. The dividend was paid to shareholders on 23 April 2014.

At the annual general meeting of the shareholders of the Company held on 28 March 2013, the shareholders approved the appropriation of dividend of Baht 0.40 per share, amounting to Baht 438 million. The dividend was paid to shareholders on 24 April 2013.

**15 Commitments with non-related parties**

**a) Agreement for operation of domestic communication satellite**

The Company was permitted by the Ministry of Transport and Communications, under an agreement dated 11 September 1991 and an amendment thereto dated 22 March 1992, to operate and administer certain satellite projects and to render transponder services for domestic and international communications as well as the right to collect, for a thirty-year period, service charges from users of the transponders. The agreements for operation have been transferred to the Ministry of Information and Communication Technology (“MICT”).

Under the aforementioned agreement, the Company must pay an annual fee to MICT based on a percentage of certain service incomes or at the minimum level specified in the agreement, whichever is higher. As at 30 September 2014, the remaining minimum fee is Baht 568 million (*31 December 2013: Baht 618 million*). In addition, the Company, according to the aforementioned agreement, must transfer its ownership of all satellites, and monitoring stations and other operating equipments to MICT on the date of completion of construction and installation.

**b) Shareholder agreement**

Lao Telecommunications Company Limited (“LTC”) is a joint venture, which was established under the terms of a Joint Venture Contract dated 8 October 1996, signed by the Government of the Lao People’s Democratic Republic and Shin Corporation Public Company Limited.(formerly named Shinawatra Computer and Communications Public Company Limited), According to the aforementioned Joint Venture Contract, LTC has the right to provide telecommunication services - fixed line phone, mobile phone, international facilities, internet and paging - within the Lao PDR for 25 years. Currently, Shenington Investments Pte Company Limited, which is a jointly-controlled entity of the Company, owns 49% of LTC’s registered shares. After the end of the 20th year, in 2016, the Government of the Lao People’s Democratic Republic (LAOGOV) shall have the right to consider purchasing all LTC’s shares at a market price. And after the end of 23rd year, in 2019, the Group has a right to submit a proposal to LAOGOV to consider the extension of the term of agreement. Otherwise at the end of the 25th year, in 2021, the Group has to transfer all of LTC’s shares to the Government of the Lao People’s Democratic Republic without any charges (Note 7). According to the shareholder agreement, LTC is required to invest at least USD 400 million in the projects specified in the agreement within 25 years. As at 30 September 2014, LTC has remaining additional investment of approximately USD 46.90 million (*31 December 2013: USD 71.54 million*).

**c) Agreements for operation of a company, subsidiary companies and associated company for the satellite uplink-downlink and Satellite Internet services and Internet services in Thailand**

CS Loxinfo Public Company Limited (“CSL”), an associate of the Company, entered into agreements for operation with CAT Telecom Public Company Limited (“CAT”) for a period of 22 years from 9 August 1994 to 8 August 2016 to provide satellite uplink-downlink and internet services.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2014 (Unaudited)

Currently, the National Broadcasting and Telecommunications Commission (“NBTC”) (previously termed “the National Telecommunications Commission (“NTC”)) is responsible for granting licenses to provide telecommunication services and internet access services in Thailand. The Company, subsidiaries and an associate operate the business to provide internet, broadcasting and telecommunication services under licenses granted by NBTC as follow:

Type of license	Issued Date	Period
<b>License of the Company</b>		
Telecom Operation License Type I	16 August 2011	5 years
Telecom Operation License Type III	26 June 2012	20 years
<b>License of DTV Service Company Limited</b>		
Internet Operation License Type I	18 October 2009	5 years
Broadcasting Operation License	28 January 2014	2 years
<b>License of TC Broadcasting Company Limited</b>		
Broadcasting Operation License	4 March 2013	15 years
<b>Licenses of CSL</b>		
Telecom Operation License Type III	20 December 2007	15 years
Internet Operation License Type I	8 September 2014	5 years
Telecom Operation License Type I	11 October 2014	5 years
Internet Operation License Type II	26 April 2012	5 years

### d) Obligation under “Financing and Project Agreement”

Lao Telecommunications Company Limited (“LTC”) entered into a “Financing and Project Agreement” with the government of the Lao People’s Democratic Republic (“government”) and an organisation in Germany (KfW, Frankfurt am Main) on 25 October 2004 of an amount not exceeding Euro 6.5 million (approximately Baht 266.95 million) for the procurement and installation of Phase IV, V and VI of a rural telecommunication network. Under the agreement, the ownership of network assets will be transferred to LTC through loan at 30% of the network assets’ value excluding consulting services project and interest rate of loan 1% to 4% per annum, respectively. As at 30 September 2014 and 31 December 2013, LTC has recognised the network assets relating to Phase IV, V and VI and the related portion of the loan in the amount of Kip 57.85 billion (approximately Baht 231.41 million) and has paid loan repayment for the loan in the amount of Kip 44.95 billion (approximately Baht 179.79 million).

### e) Obligation from share buyback options

On 23 October 2003, the Company and Codespace Inc. entered into a “Memorandum of Agreement”, which provides Codespace Inc. an option to sell 2.2 million shares of iPSTAR Co., Ltd. to the Company, with the condition that the Company has the first option to purchase these shares. If the offered price per share is greater than the higher of USD 1 or fair market value at offering date, the Company has the right to refuse. If the offered price per share is equal to the higher of USD 1 or fair market value at offering date, the Company has to purchase those shares from Codespace Inc. As of 30 September 2014, The Company has no obligation to purchase those shares back from Codespace Inc. because they were purchased in fully amount (31 December 2013: remaining amount 0.08 million).

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**f) Operating lease commitments**

Group has future aggregate minimum lease payments under non-cancellable operating leases are as follows:

	Currency	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 September 2014	31 December 2013	30 September 2014	31 December 2013
<i>(in thousands)</i>					
Within one year	THB	17,856	21,919	17,856	21,919
	YEN	5,443	5,717	-	-
	USD	5,595	7,342	5,573	7,307
	Rupee	4,170	801	4,170	801
	Rupiah	14,348	56,461	14,348	56,461
	Ringgit	92	132	92	132
	PHP	1,362	1,194	1,362	1,194
	CNY	366	733	366	733
	KIP	655,215	301,480	-	-
	AUD	149	307	-	-
	NZD	307	164	-	-
Total equivalent Baht		<u>222,209</u>	<u>286,582</u>	<u>205,349</u>	<u>269,526</u>
After one year but within five years	THB	16,072	30,185	16,072	30,185
	YEN	5,755	13,448	-	-
	USD	8,483	12,076	8,483	12,043
	Rupee	5,907	-	5,907	-
	Ringgit	7	66	7	66
	PHP	-	60	-	60
	CNY	-	183	-	183
	KIP	504,938	432,636	-	-
	AUD	159	331	-	-
	NZD	307	819	-	-
	Total equivalent Baht		<u>311,237</u>	<u>467,023</u>	<u>295,298</u>
After five years	THB	6,826	5,933	6,826	5,933
	USD	1,240	2,183	1,240	2,183
	YEN	-	2,000	-	-
	KIP	333,661	302,513	-	-
Total equivalent Baht		<u>48,486</u>	<u>79,728</u>	<u>47,152</u>	<u>77,856</u>
<b>Grand total equivalent Baht</b>		<b><u>581,932</u></b>	<b><u>833,333</u></b>	<b><u>547,799</u></b>	<b><u>776,013</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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**g) Other commitments**

The Group has commitments with banks, whereby the banks issued letters of guarantee, letters of credit and other guarantees in respect of business contracts, for the following amounts:

	Currency	Consolidated financial statements		Separate financial statements	
		30 September 2014	31 December 2013	30 September 2014	31 December 2013
<i>(in thousands)</i>					
Minimum operating agreement fee payable to Ministry of Information Communication and Technology	THB	65,083	44,667	65,083	44,667
IPSTAR equipment sales	USD	184	144	184	144
	THB	985	860	985	860
Satellite space leasing by customers	USD	3,178	2,249	3,178	2,249
	THB	278,861	433,750	278,861	433,750
	AUD	5,000	5,000	-	-
Others	THB	3,332	3,332	3,322	3,322

**16 Contingent liabilities**

**Assessment for income tax in India**

The Tax Authority in India ('the Tax Authority'), has held that the payments received by the Company for providing Transponder Services ('TPS') to its Indian Customers and non-resident customers targeting Indian audience ('the Customer') was Royalty under both the Indian Income Tax Act ('the Act'), and the Double Taxation Avoidance Agreement between Thailand and India ('the DTAA') and subject to withholding tax at the rate of 15% on gross basis. But the Company considered income from Transponder Services to be business income, and as the Company does not have permanent establishment in India, such income is not taxable in India.

The Tax Authority still insisted on its consideration and raised the tax demand including surcharge, education and interest aggregating to Rs. 829.2 million (approximately Baht 435 million) against the said payment received by it from the customers and also levied penalty of Rs. 566.1 million (approximately Baht 297 million) for the Assessment Year ('AY') 1998-1999 to 2010-2011 (1 April 1997 to 30 March 2010).

So far, the Company had received Withholding Tax Certificates ('WTC') from its customers until Assessment Year ('AY') 2009-2010 net amounting to Rs. 498.4 million (approximately Baht 262 million), in which part of the amount is substituted and paid by the customer on behalf of the Company. The Company had also deposited Rs. 460.2 million (approximately Baht 242 million). The deposit is presented as non-current assets in the statements of financial position.

On 4 March 2011 Income Tax Appellate Tribunal (ITAT) gave its decision that the Company's income from transponder services in India was not a royalty and as the Company has no permanent establishment in India, such income was not taxable in India.

## **Thaicom Public Company Limited and its Subsidiaries**

### **Notes to the interim financial statements**

#### **For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

As the consequence, the Company does not have to pay interest and penalty imposed by the Revenue Department of India, and ITAT also decided that the demand for penalty for the assessment year 1998-1999, 1999-2000, 2000-2001, 2001-2002 and 2002-2003 made by the Revenue Department of India against the Company be cancelled. The Revenue Department of India did not appeal against the ITAT's decision on penalty for the said assessment years to the High Court of Delhi and the ITAT's decision on penalty was final. On 30 December 2011, the Tax authority notified the partial return of deposit placed by the Company against the penalty for the Assessment Year ('AY') 1998-1999 to 2001-2002 and interest, aggregating to Rs. 162.4 million (approximately Baht 85 million.)

Further to ITAT decision as stated in the preceding paragraphs, the Company is in the process of requesting the refund of the remaining deposit and withholding tax from the Tax Authority. Upon the final decision of the Supreme Court and the receipt of refund, the Company will forward the Customer the amount they substituted on behalf of the Company.

On September 28, 2011, the Tax Authority has filed an appeal against the decision of High Court on 17 February 2011 which decided that the Company's income from transponder services in India was not a royalty, to the Supreme Court. At the moment, this issue is still under the consideration of the Supreme Court.

The Supreme Court of India issued a letter dated 9 November 2011, to inform the agent of the Company's tax consultant of the appeal. Currently, the matter is in process, awaiting the Supreme Court of India's consideration.

#### **17 Other events**

- a) According to the judgment of the Supreme Court, Criminal Division for Persons Holding Political Positions rendered on 26 February 2010, concerns the Company and its affiliated companies in many aspects. The Company is of the opinion that the consequence of the judgment is limited to the holding that some property of the person holding political position was improperly acquired by an abuse of power while being in a political position. The judgment does not contain any order indicating that the Company or its affiliated companies shall take any actions as the Company is not involved to the case. The Company and its affiliated companies have been operating to the best of its ability in accordance with the law and the agreements and in good faith. The Company and its affiliated companies have every right available under the law and agreements to provide the facts to prove its innocence and good faith in any proceeding which may be initiated by the relevant government agencies in accordance with the law and justice.
- b) On 19 April 2007, Mr. Supong Limthanakul brought legal actions against the National Telecommunications Commission ("NTC"), the office of the NTC and the Ministry of Information and Communication Technology ("MICT") in the Central Administrative Court ("CAC") on the ground that the three state agencies neglected to perform their duties in overseeing whether the Company has been carrying on its telecommunications business lawfully after the sale of Shin Corporation Public Company Limited's shares to the new shareholder.

CAC issued an order dated 8 April 2009 making the Company the fourth respondent in order to allow the Company to file the Reply to the petitioner's claim including evidence, documentary or otherwise to CAC and the Company filed the Reply and supporting evidence in July 2009. On 10 June 2011, CAC has dismissed the case.

On 8 July 2011, Mr. Supong Limthanakul has filed an appeal with the Supreme Administrative Court ("SAC"). The case is under consideration by SAC. On 23 September 2011, the Company has filed an argument against appeal with the Supreme Administrative Court ("SAC").

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The Company is of the opinion that it will not be adversely affected in any way as the actions were brought against NTC, office of the NTC and MICT for neglecting to perform their duties and will not constitute a cause for terminating the operating agreement as the Company has fully complied with the terms and conditions of the operating agreement.

**18 Event after the reporting period**

a) *Issuance and offering of debenture*

The Company had issue and offer of debenture total amount not exceed of unit 4.55 million, with a par value of Baht 1,000 each, amounting to Baht 4,550 million, unsubordinated and unsecured with having registered and bond holders. The debenture has term 5 years and 7 years, with bear interest at the rate of 4.28% and 4.68% per annum respectively. Subscription period is from the 29<sup>th</sup> September to the 1<sup>st</sup> October 2014.

b) *Reduction of legal reserve and premium on ordinary shares to compensate the deficits of CS Loxinfo Public Company Limited (“CSL”)*

At the Board of Directors' Meeting of CSL, on 6 November 2014, the Directors passed a resolution to propose to the Extraordinary General Meeting of Shareholders No. 01/2014 to consider and approve the reduction of legal reserve amounting to Baht 31 million and premium on ordinary shares amounting to Baht 141 million so as to compensate the deficits in the Company's separate financial statements.

**19 Reclassification**

Certain accounts in the statements of financial position as at 31 December 2013 and the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2013, which are included in the 2014 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2014 interim financial statements.

	<b>2013</b>					
	<b>Consolidated financial statements</b>			<b>Separate financial statements</b>		
	Before reclass	Reclass	After reclass	Before reclass	Reclass	After reclass
	<i>(in thousand Baht)</i>					
<b>Statement of financial position as of 31 December</b>						
Account payable - property and equipments	547,709	(434,932)	112,777	524,222	(434,932)	89,290
Long-term accounts payable - property and equipment	-	<u>434,932</u>	434,932	-	<u>434,932</u>	434,932
		<u>-</u>			<u>-</u>	
<b>Statement of income for the three-month period ended 30 September</b>						
Administrative expenses	305,513	(2,395)	303,118	176,424	(2,395)	174,029
Directors and management benefit expenses	16,611	<u>2,395</u>	19,006	16,611	<u>2,395</u>	19,006
		<u>-</u>			<u>-</u>	

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	<b>2013</b>					
	<b>Consolidated financial statements</b>			<b>Separate financial statements</b>		
	Before reclass	Reclass	After reclass	Before reclass	Reclass	After reclass
			<i>(in thousand Baht)</i>			
<b><i>Statement of income for the nine-month period ended 30 September</i></b>						
Administrative expenses	915,094	(7,684)	907,410	568,212	(7,684)	560,528
Directors and management benefit expenses	48,606	<u>7,684</u>	56,290	48,606	<u>7,684</u>	56,290
		<u>-</u>			<u>-</u>	