

**Thaicom Public Company Limited  
and its Subsidiaries**

Interim financial statements  
for the three-month and the nine-month periods ended  
30 September 2015  
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 2015; the consolidated and separate statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2015 and the consolidated and separate changes in equity and cash flows for the nine-month period ended 30 September 2015; 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 2015

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

	<i>Note</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 September 2015	31 December 2014 (Restated)	30 September 2015	31 December 2014
<i>(in thousand Baht)</i>					
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		2,387,942	2,769,148	443,067	443,267
Current investments	5	1,491,695	1,736,196	1,324,221	800,000
Trade and other accounts receivable	6	2,120,124	1,946,174	1,214,363	1,124,232
Amounts due from related parties	4	62,961	71,227	378,085	141,707
Short-term loan to a joint venture	4	190,152	291,144	190,152	291,144
Inventories		214,519	236,495	150,863	155,494
Other current assets		93,236	21,241	33,755	16,096
<b>Total current assets</b>		<b>6,560,629</b>	<b>7,071,625</b>	<b>3,734,506</b>	<b>2,971,940</b>
<b>Non-current assets</b>					
Long-term loans to related parties	4	1,846,445	-	1,846,445	9,844
Investments in subsidiaries	7	-	-	1,913,540	1,913,540
Investments in a joint venture	7	1,319,113	1,082,914	137,639	137,639
Property, plant and equipment	8	8,730,096	8,352,631	7,775,169	7,346,225
Intangible assets under operating agreement	8	11,737,037	13,249,341	11,737,037	13,249,341
Deferred charges	8	19,968	44,364	20,176	44,691
Intangible assets	8	857,774	966,818	543,445	615,261
Deferred tax assets		217,763	248,168	102,567	121,229
Other non-current assets		957,964	871,852	930,417	844,082
<b>Total non-current assets</b>		<b>25,686,160</b>	<b>24,816,088</b>	<b>25,006,435</b>	<b>24,281,852</b>
<b>Total assets</b>		<b>32,246,789</b>	<b>31,887,713</b>	<b>28,740,941</b>	<b>27,253,792</b>

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

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

	<i>Note</i>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
<b>Liabilities and equity</b>		30 September	31 December	30 September	31 December
		2015	2014	2015	2014
			(Restated)		
		<i>(in thousand Baht)</i>			
<b><i>Current liabilities</i></b>					
Short-term loans from financial institutions	10	1,475,499	871,105	1,285,499	641,105
Trade and other accounts payable		1,063,372	1,060,951	480,409	497,918
Accounts payable - property and equipment		293,578	173,001	277,040	157,851
Amounts due to related parties	4	1,016	280	1,325	32,819
Current portion of long-term loans	10	694,087	639,536	632,658	577,777
Short-term loans from related party	4	-	-	986,429	-
Advance receipts from customers		357,281	783,381	630,931	689,883
Accrued operating agreement fee		64,613	285,699	64,613	285,699
Income tax payable		159,798	53,616	69,345	-
Other current liabilities		84,017	118,383	54,509	70,953
<b>Total current liabilities</b>		<b>4,193,261</b>	<b>3,985,952</b>	<b>4,482,758</b>	<b>2,954,005</b>
<b><i>Non-current liabilities</i></b>					
Long-term accounts payable					
- property and equipment		252,087	307,953	252,087	307,953
Long-term loans	10	9,475,213	9,590,329	9,321,625	9,426,067
Employee benefit obligations	9	368,460	337,041	218,952	199,067
Other non-current liabilities		396,841	381,809	373,445	354,836
<b>Total non-current liabilities</b>		<b>10,492,601</b>	<b>10,617,132</b>	<b>10,166,109</b>	<b>10,287,923</b>
<b>Total liabilities</b>		<b>14,685,862</b>	<b>14,603,084</b>	<b>14,648,867</b>	<b>13,241,928</b>
<b><i>Equity</i></b>					
Share capital	11				
Authorised share capital		5,494,513	5,489,086	5,494,513	5,489,086
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		544,155	544,155	544,155	544,155
Unappropriated		6,135,039	5,469,863	3,749,260	3,676,733
Other components of equity		692,779	1,091,666	16,981	9,298
<b>Equity attributable to owners</b>					
<b>of the Company</b>		<b>17,153,651</b>	<b>16,887,362</b>	<b>14,092,074</b>	<b>14,011,864</b>
Non-controlling interests		407,276	397,267	-	-
<b>Total equity</b>		<b>17,560,927</b>	<b>17,284,629</b>	<b>14,092,074</b>	<b>14,011,864</b>
<b>Total liabilities and equity</b>		<b>32,246,789</b>	<b>31,887,713</b>	<b>28,740,941</b>	<b>27,253,792</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 financial statements		Separate financial statements	
		Three-month period ended 30 September		Three-month period ended 30 September	
		2015	2014	2015	2014
		(Restated)			
		(in thousand Baht)			
<b>Income</b>	4				
Revenues from sale of goods and rendering of services		3,146,548	3,031,361	1,909,626	1,773,919
Construction revenue under operating agreement		544	-	544	-
Net gain on foreign exchange		-	46,078	-	22,813
Other income		117,192	60,619	499,283	51,207
<b>Total income</b>		<b>3,264,284</b>	<b>3,138,058</b>	<b>2,409,453</b>	<b>1,847,939</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		1,545,263	1,542,390	913,964	934,537
Construction cost under operating agreement		544	-	544	-
Operating agreements fee		278,256	246,297	278,256	246,297
Selling expenses		69,292	84,535	26,942	42,392
Administrative expenses		411,448	1,030,304	220,029	215,862
Directors and management benefit expenses		26,199	29,050	19,142	22,542
Net loss on foreign exchange		453,698	-	469,179	-
Finance costs		85,681	98,086	81,696	92,569
<b>Total expenses</b>		<b>2,870,381</b>	<b>3,030,662</b>	<b>2,009,752</b>	<b>1,554,199</b>
Share of profit (loss) of investment in joint venture		(13,289)	45,253	-	-
<b>Profit before income tax expense</b>		<b>380,614</b>	<b>152,649</b>	<b>399,701</b>	<b>293,740</b>
Income tax expense		(65,525)	(142,620)	(6,966)	(68,323)
<b>Profit for the period</b>		<b>315,089</b>	<b>10,029</b>	<b>392,735</b>	<b>225,417</b>
Profit attributable to:					
Owner of the Company		265,291	279,024	392,735	225,417
Non-controlling interest		49,798	(268,995)	-	-
<b>Profit for the period</b>		<b>315,089</b>	<b>10,029</b>	<b>392,735</b>	<b>225,417</b>
<b>Earnings per share</b>	13				
Basic earning per share (in Baht)		0.24	0.25	0.36	0.21
Diluted earning per share (in Baht)		0.24	0.25	0.36	0.21

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>	
	Three-month period ended 30 September		Three-month period ended 30 September	
	2015	2014	2015	2014
		(Restated)		
	<i>(in thousand Baht)</i>			
<b>Profit for the period</b>	<b>315,089</b>	<b>10,029</b>	<b>392,735</b>	<b>225,417</b>
<b>Other comprehensive income</b>				
<i>Items that will never be reclassified to profit or loss</i>	-	-	-	-
<i>Items that are or maybe reclassified to profit or loss</i>				
Foreign currency translation differences for foreign operations	304,724	(78,785)	-	-
Unrealised loss from increase in shareholding in a subsidiary	-	(1,590)	-	-
Changes in fair value of available-for-sale investments	(296,517)	207,610	-	-
<b>Other comprehensive income for the period, net of income tax</b>	<b>8,207</b>	<b>127,235</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>323,296</b>	<b>137,264</b>	<b>392,735</b>	<b>225,417</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	270,465	406,357	392,735	225,417
Non-controlling interests	52,831	(269,093)	-	-
<b>Total comprehensive income for the period</b>	<b>323,296</b>	<b>137,264</b>	<b>392,735</b>	<b>225,417</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 financial statements		Separate financial statements	
		Nine-month period ended 30 September		Nine-month period ended 30 September	
		2015	2014	2015	2014
		(Restated)			
		(in thousand Baht)			
<b>Income</b>	4				
Revenues from sale of goods and rendering of services		9,158,969	8,842,796	5,572,390	5,175,636
Construction revenue under operating agreement		544	173,176	544	173,176
Net gain on foreign exchange		-	84,865	-	59,272
Other income		447,442	126,639	592,596	209,521
<b>Total income</b>		<b>9,606,955</b>	<b>9,227,476</b>	<b>6,165,530</b>	<b>5,617,605</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		4,653,471	4,485,201	2,838,919	2,774,790
Construction cost under operating agreement		544	173,176	544	173,176
Operating agreements fee		786,680	736,714	786,679	736,714
Selling expenses		231,960	254,360	97,711	134,019
Administrative expenses		1,285,476	1,913,416	629,458	585,346
Directors and management benefit expenses		79,986	79,018	58,934	60,050
Net loss on foreign exchange		581,183	-	609,840	-
Finance costs		249,605	278,963	231,252	264,573
<b>Total expenses</b>		<b>7,868,905</b>	<b>7,920,848</b>	<b>5,253,337</b>	<b>4,728,668</b>
Share of profit of investment in joint venture	7	110,377	112,338	-	-
<b>Profit before income tax expense</b>		<b>1,848,427</b>	<b>1,418,966</b>	<b>912,193</b>	<b>888,937</b>
Income tax expense		(327,102)	(385,529)	(127,307)	(185,059)
<b>Profit for the period</b>		<b>1,521,325</b>	<b>1,033,437</b>	<b>784,886</b>	<b>703,878</b>
Profit attributable to:					
Owner of the Company		1,377,535	1,175,746	784,886	703,878
Non-controlling interest		143,790	(142,309)	-	-
<b>Profit for the period</b>		<b>1,521,325</b>	<b>1,033,437</b>	<b>784,886</b>	<b>703,878</b>
<b>Earnings per share</b>	13				
Basic earning per share (in Baht)		1.26	1.07	0.72	0.64
Diluted earning per share (in Baht)		1.26	1.07	0.72	0.64

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

## Thaicom Public Company Limited and its Subsidiaries

### Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended 30 September		Nine-month period ended 30 September	
	2015	2014	2015	2014
	(Restated)			
	<i>(in thousand Baht)</i>			
<b>Profit for the period</b>	<b>1,521,325</b>	<b>1,033,437</b>	<b>784,886</b>	<b>703,878</b>
<b>Other comprehensive income</b>				
<i>Items that will never be reclassified to profit or loss</i>	-	-	-	-
<i>Items that are or maybe reclassified to profit or loss</i>				
Foreign currency translation differences for foreign operations	379,737	(46,453)	-	-
Unrealised loss from increase in shareholding in a subsidiary	-	(2,612)	-	-
Changes in fair value of available-for-sale investments	(782,322)	193,974	-	-
<b>Other comprehensive income for the period, net of income tax</b>	<b>(402,585)</b>	<b>144,909</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>1,118,740</b>	<b>1,178,346</b>	<b>784,886</b>	<b>703,878</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	970,965	1,321,170	784,886	703,878
Non-controlling interests	147,775	(142,824)	-	-
<b>Total comprehensive income for the period</b>	<b>1,118,740</b>	<b>1,178,346</b>	<b>784,886</b>	<b>703,878</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>											
		Retained earnings				Other components of equity							
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in subsidiaries	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
Note													
<b>Nine-month period ended 30 September 2014</b>													
		5,479,688	4,301,990	493,237	4,413,069	2,432	331,457	(42,464)	563,663	855,088	15,543,072	38,391	15,581,463
	3	-	-	-	-	-	-	-	-	-	-	707,317	707,317
		<b>5,479,688</b>	<b>4,301,990</b>	<b>493,237</b>	<b>4,413,069</b>	<b>2,432</b>	<b>331,457</b>	<b>(42,464)</b>	<b>563,663</b>	<b>855,088</b>	<b>15,543,072</b>	<b>745,708</b>	<b>16,288,780</b>
<b>Transactions with owners, recorded directly in equity</b>													
	11	-	-	-	-	4,641	-	-	-	4,641	4,641	-	4,641
	14	-	-	-	(493,172)	-	-	-	-	-	(493,172)	(261,758)	(754,930)
		-	-	-	<b>(493,172)</b>	<b>4,641</b>	-	-	-	<b>4,641</b>	<b>(488,531)</b>	<b>(261,758)</b>	<b>(750,289)</b>
<b>Comprehensive income for the period</b>													
		-	-	-	1,175,746	-	-	-	-	-	1,175,746	(142,309)	1,033,437
		-	-	-	-	-	(2,612)	(45,938)	193,974	145,424	145,424	(515)	144,909
		-	-	-	<b>1,175,746</b>	-	<b>(2,612)</b>	<b>(45,938)</b>	<b>193,974</b>	<b>145,424</b>	<b>1,321,170</b>	<b>(142,824)</b>	<b>1,178,346</b>
		<b>5,479,688</b>	<b>4,301,990</b>	<b>493,237</b>	<b>5,095,643</b>	<b>7,073</b>	<b>328,845</b>	<b>(88,402)</b>	<b>757,637</b>	<b>1,005,153</b>	<b>16,375,711</b>	<b>341,126</b>	<b>16,716,837</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>													
	Note	Retained earnings				Other components of equity							
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in subsidiaries	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>(in thousand Baht)</i>													
<b>Nine-month period ended 30 September 2015</b>													
<b>Balance at 1 January 2015</b>		5,479,688	4,301,990	544,155	5,469,863	9,298	328,845	(45,877)	799,400	1,091,666	16,887,362	38,566	16,925,928
Impact of changes in accounting policies	3	-	-	-	-	-	-	-	-	-	-	358,701	358,701
<b>Balance at 1 January 2015 - restated</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>544,155</b>	<b>5,469,863</b>	<b>9,298</b>	<b>328,845</b>	<b>(45,877)</b>	<b>799,400</b>	<b>1,091,666</b>	<b>16,887,362</b>	<b>397,267</b>	<b>17,284,629</b>
<b>Transactions with owners, recorded directly in equity</b>													
Share-based payment transactions	11	-	-	-	-	7,683	-	-	-	7,683	7,683	-	7,683
Dividends to owners of the Company	14	-	-	-	(712,359)	-	-	-	-	-	(712,359)	(137,766)	(850,125)
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(712,359)</b>	<b>7,683</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,683</b>	<b>(704,676)</b>	<b>(137,766)</b>	<b>(842,442)</b>
<b>Comprehensive income for the period</b>													
Profit		-	-	-	1,377,535	-	-	-	-	-	1,377,535	143,790	1,521,325
Other comprehensive income		-	-	-	-	-	375,752	(782,322)	(406,570)	(406,570)	(406,570)	3,985	(402,585)
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>1,377,535</b>	<b>-</b>	<b>375,752</b>	<b>(782,322)</b>	<b>(406,570)</b>	<b>970,965</b>	<b>147,775</b>	<b>1,118,740</b>	
<b>Balance at 30 September 2015</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>544,155</b>	<b>6,135,039</b>	<b>16,981</b>	<b>328,845</b>	<b>329,875</b>	<b>17,078</b>	<b>692,779</b>	<b>17,153,651</b>	<b>407,276</b>	<b>17,560,927</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		Other reserve for share-based payment	Total equity
				Retained earnings			
				Legal reserve	Unappropriated		
				<i>(in thousand Baht)</i>			
<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>3,202,467</b>	<b>2,432</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>(493,172)</b>	<b>4,641</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>-</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>3,413,173</b>	<b>7,073</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 changes in equity (Unaudited)**

	Note	Issued and paid-up share capital	Share premium	Separate financial statements		Other reserve for share-based payment	Total equity
				Legal reserve	Unappropriated		
Retained earnings							
(in thousand Baht)							
<b>Nine-month period ended 30 September 2015</b>							
<b>Balance at 1 January 2015</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>544,155</b>	<b>3,676,733</b>	<b>9,298</b>	<b>14,011,864</b>
<b>Transactions with owners, recorded directly in equity</b>							
Share-based payment transactions	11	-	-	-	-	7,683	7,683
Dividends to owners of the Company	14	-	-	-	(712,359)	-	(712,359)
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(712,359)</b>	<b>7,683</b>	<b>(704,676)</b>
<b>Comprehensive income for the period</b>							
Profit		-	-	-	784,886	-	784,886
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>784,886</b>	<b>-</b>	<b>784,886</b>
<b>Balance at 30 September 2015</b>		<b>5,479,688</b>	<b>4,301,990</b>	<b>544,155</b>	<b>3,749,260</b>	<b>16,981</b>	<b>14,092,074</b>

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

## Thaicom Public Company Limited and its Subsidiaries

### Statement of cash flows (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Nine-month period ended 30 September		Nine-month period ended 30 September	
	2015	2014	2015	2014	
		(Restated)			
		(in thousand Baht)			
<b>Cash flows from operating activities</b>					
Profit for the period		1,521,325	1,033,437	784,886	703,878
<i>Adjustments for</i>					
Depreciation of property and equipment	8	467,446	328,691	296,120	166,298
Amortisation of intangible assets under operating agreement	8	1,512,848	1,457,241	1,512,848	1,457,241
Amortisation of deferred charges	8	24,396	3,428	24,515	3,324
Amortisation of intangible assets	8	102,572	94,728	72,048	69,528
Impairment losses on assets		26,774	23,517	24,993	-
Impairment losses on goodwill		-	550,014	-	-
Investment income		(385,395)	(53,310)	(475,632)	(108,180)
Share-based payment	11	7,683	4,641	7,683	4,641
Finance costs		249,605	278,963	231,252	264,574
(Gain) loss on exchange rate		600,154	(92,710)	531,181	(93,351)
Amortisation of borrowing costs	10	797	1,853	797	1,853
Allowance for doubtful accounts	6	44,405	35,719	25,247	13,694
(Reversal of) allowance for obsolete inventory		(16,679)	26,782	6,962	(7,611)
(Gain) loss on disposal of property and equipment		(3,577)	3,394	(2,069)	(1,085)
Write-off property and equipment		1,239	4,275	591	3,833
Write-off intangible assets		3	84	-	-
Share of profits of investment in joint venture	7	(110,377)	(112,338)	-	-
Income tax expense		327,102	385,529	127,307	185,059
		<u>4,370,321</u>	<u>3,973,938</u>	<u>3,168,729</u>	<u>2,663,696</u>
<b>Changes in operating assets and liabilities</b>					
Trade and other accounts receivable		(207,354)	(52,642)	(89,180)	(49,967)
Amounts due from related parties		8,482	(33,847)	896	1,717
Inventories		40,518	(8,203)	(469)	(6,397)
Other current assets		(13,016)	48,525	(19,173)	3,301
Other non-current assets		(13,495)	(24,942)	(13,619)	(20,438)
Trade and other accounts payable		(108,683)	(6,923)	(116,072)	(42,941)
Amounts due to related parties		743	10,273	(31,488)	(309,129)
Advance receipts from customers		(426,133)	(617,044)	(58,953)	(397,984)
Accrued operating agreement fee		(221,086)	(210,387)	(221,086)	(210,387)
Other current liabilities		(23,755)	(22,285)	(25,501)	(6,611)
Employee benefit obligations		21,489	11,744	13,851	7,828
Other non-current liabilities		1,987	12,982	5,564	9,908
Income tax paid		(245,566)	(211,641)	(82,428)	(38,191)
<b>Net cash provided by operating activities</b>		<u><b>3,184,452</b></u>	<u><b>2,869,548</b></u>	<u><b>2,531,071</b></u>	<u><b>1,604,405</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)

	Note	Consolidated financial statements		Separate financial statements	
		Nine-month period ended 30 September		Nine-month period ended 30 September	
		2015	2014	2015	2014
		(Restated)			
		(in thousand Baht)			
<b>Cash flows from investing activities</b>					
Interest received		49,276	38,104	41,778	34,476
Dividends received		-	68,573	198,381	156,855
Current investment		(199,637)	(57,807)	(524,221)	22,193
Purchase of property, plant and equipment		(754,190)	(2,610,839)	(643,752)	(2,281,853)
Sale of property, plant and equipment		4,277	6,044	2,451	2,568
Proceeds from short-term loan to a joint venture	4	118,807	-	118,807	-
Proceeds from long-term loan to related party	4	-	-	9,844	1,634
Long-term loan to related party		(1,648,621)	-	(1,740,599)	-
Purchase of intangible assets		(4,647)	(14,489)	(232)	(3,013)
Net cash outflow on acquisition of subsidiary		-	-	-	(2,612)
Net cash outflow on acquisition of indirect subsidiary		-	(174,241)	-	-
<b>Net cash used in investing activities</b>		<b>(2,434,735)</b>	<b>(2,744,655)</b>	<b>(2,537,543)</b>	<b>(2,069,752)</b>
<b>Cash flows from financing activities</b>					
Dividends paid to owners of the Company	14	(850,125)	(754,930)	(712,353)	(493,172)
Proceeds from short-term borrowings	10	1,166,481	2,074,030	826,481	1,844,030
Repayments of short-term borrowings	10	(657,306)	-	(277,306)	-
Proceeds from long-term borrowings	10	20,000	294,112	-	11,824
Repayments of long-term borrowings	10	(577,529)	(745,570)	(546,525)	(536,663)
Proceeds from short-term loan from related party	4	-	-	929,791	-
Interest paid		(221,722)	(297,718)	(203,168)	(288,129)
<b>Net cash from (used in) financing activities</b>		<b>(1,120,201)</b>	<b>569,924</b>	<b>16,920</b>	<b>537,890</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(370,484)</b>	<b>694,817</b>	<b>10,448</b>	<b>72,543</b>
Cash and cash equivalents at 1 January		2,769,148	2,278,596	443,267	740,070
Effect of acquisition of indirect subsidiary		-	2,068	-	-
Effect of exchange rate changes on balances held in foreign currencies		(10,722)	10,327	(10,648)	10,313
<b>Cash and cash equivalents at 30 September</b>		<b>2,387,942</b>	<b>2,985,808</b>	<b>443,067</b>	<b>822,926</b>
<b>Non-cash transactions</b>					
Acquisition of property and equipment by issuance of debt		109,697	58,741	109,684	34,371
Finance lease liabilities		41,710	27,745	38,122	22,728

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 the nine-month periods ended 30 September 2015 (Unaudited)**

<b>Note</b>	<b>Contents</b>
1	General information
2	Basis of preparation of the interim financial statements
3	Changes in accounting policies
4	Related parties
5	Other investments
6	Trade and other accounts receivable
7	Investments in subsidiaries and a joint venture
8	Capital expenditure and commitments
9	Employee benefit obligations
10	Interest-bearing liabilities
11	Share capital and share-based payment transaction
12	Segment information
13	Earnings per share
14	Dividends
15	Commitments with non-related parties
16	Contingent liabilities
17	Other events
18	Thai Financial Reporting Standards (TFRS) not yet adopted

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (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 2015.

**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 (41.14% shareholding) which is incorporated in Thailand.

The Company, its subsidiaries and a joint venture (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 the nine-month periods ended 30 September 2015 (Unaudited)**

Details of the Company's subsidiaries and a joint venture as at 30 September 2015 and 31 December 2014 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2015	31 December 2014
<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 Thaicom 4 transponder services	The British Virgin Islands	100	100
Star Nucleus Company Limited	Providing engineering and development services, technology and electronics	The British Virgin Islands	100	100
Spacecode LLC	Providing engineering and development services, technology and electronics	The United States of America	70	70
IPSTAR International Pte Limited	Providing Thaicom 4 transponder services and sale of satellite equipment of Thaicom 4	Singapore	100	100
IPSTAR Global Services Company Limited	Providing Thaicom 4 transponder services	Mauritius	100	100
Cambodian DTV Network Limited	Sale of direct television equipment	Cambodia	100	100
IPSTAR Australia Pty Limited	Providing Thaicom 4 transponder services and sale of user terminal of Thaicom 4 in Australia	Australia	100	100
TC Broadcasting Company Limited	Providing broadcasting, television and telecommunication	Thailand	99.99	99.99
IPSTAR Japan Company Limited	Providing Thaicom 4 transponder services and sale of user terminal of Thaicom 4 in Japan	Japan	100	100
IPSTAR New Zealand Company Limited	Providing Thaicom 4 transponder services and sale of user terminal of Thaicom 4 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 the nine-month periods ended 30 September 2015 (Unaudited)**

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2015	31 December 2014
International Satellite Company Limited	Providing Thaicom 7 and Thaicom 8 transponder services	Mauritius	100	100
<i>Indirect subsidiary</i>				
CS Loxinfo Public Company Limited	Providing internet data center service, internet and satellite uplink-downlink services	Thailand	42.07	42.07
Orion Satellite Systems Pty Limited	Providing satellite communication services and business solutions in Australia	Australia	100	100
<i>Joint venture</i>				
Shenington Investments Pte Limited	Holding company for investment in international telecommunications	Singapore	51	51
<i>Joint ventures 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

**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 2014) *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 2014. 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 2014.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (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 2014 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2015. 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) Judgements and estimates**

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.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2014.

**3 Changes in accounting policies**

From 1 January 2015, The Group has adopted the issued and revised TFRS, which has resulted in changes in its accounting policies applied in the financial statements for the year ended 31 December 2014. The following new and revised TFRS having a material effect on the Group's financial statements:

• *TFRS 10 Consolidated Financial Statements*

TFRS 10 introduces a control model to determine whether the investees should be consolidated. As a result, the investor has to re-consider and review its investments if it has to consolidate its investees, which could result to the change in its current accounting.

As a result, the Group reassessed and changed the control conclusion for CS Loxinfo Public Company Limited ("CSL"), held by DTV Service Company Limited. The Company shall recognise investment in CSL as investment in subsidiary and include CSL in consolidation.

• *TFRS 11 Joint Arrangements*

TFRS 11 requires a joint venture to recognise its interests in joint arrangements as an investment and shall account for that investment using the equity method. TAS 31 (revised 2012) Interests in Joint Ventures which permit joint venture to be accounted for using proportionate consolidation has been withdrawn.

As a result of TFRS 11, the Group has changed the accounting policy of the investment in Shenington Investment Pte Limited ("SHEN") from proportionate consolidation to the equity method.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

• *TFRS 12 Disclosure of Interests in Other Entities*

TFRS 12 brings all the disclosure requirements about the Group's interest in its subsidiaries, joint arrangements, associates and unconsolidated structured companies together into a single standard. TFRS 12 requires the disclosure of information about the nature, risks and financial effects of these interests.

TFRS 12 only impacts the Group's disclosure.

	<b>Effect of changes in accounting policies</b>			
	As previously reported	Subsidiary <i>(in thousand Baht)</i>	Joint venture	As restated
<b>Consolidated statement of financial position</b>				
<b>At 1 January 2014</b>				
Cash and cash equivalents	2,152,258	281,991	(155,653)	2,278,596
Trade and other accounts receivable	1,568,488	495,570	(100,679)	1,963,379
Amounts due from related parties	28,647	(33)	86,469	115,083
Short-term loan to a joint venture	142,074	-	147,872	289,946
Inventories	251,541	68,006	(13,584)	305,963
Other current assets	33,158	7,103	(6,292)	33,969
Investment in joint venture	-	-	909,145	909,145
Investment in associate	487,493	(487,493)	-	-
Property and equipment	3,163,136	597,488	(1,434,479)	2,326,145
Deferred charges	34,637	56	-	34,693
Intangible assets	840,934	645,342	(6,078)	1,480,198
Deferred tax assets	503,843	53,764	(59,703)	497,904
Other non-current assets	1,120,904	23,822	-	1,144,726
Others	17,046,940	-	-	17,046,940
<b>Total assets</b>	<b>27,374,053</b>	<b>1,685,616</b>	<b>(632,982)</b>	<b>28,426,687</b>
Trade and other accounts payable	719,628	404,431	(112,119)	1,011,940
Accounts payable - property and equipment	112,777	-	(23,486)	89,291
Amounts due to related parties	2,797	371	(1,940)	1,228
Short-term loan from other related party	142,664	-	(142,664)	-
Current portion of long-term loans	4,343,759	61,530	(29,661)	4,375,628
Advance receipts from customers	931,770	259,621	(63,687)	1,127,704
Income tax payable	35,753	21,612	(11,144)	46,221
Other current liabilities	70,547	1,405	(8,007)	63,945
Long-term loans	4,028,345	64,614	(61,540)	4,031,419
Employee benefit obligations	335,619	123,012	(150,450)	308,181
Other non-current liabilities	368,726	22,873	(9,454)	382,145
Others	700,205	-	-	700,205
<b>Total liabilities</b>	<b>11,792,590</b>	<b>959,469</b>	<b>(614,152)</b>	<b>12,137,907</b>
Non-controlling interests	38,391	707,317	-	745,708
Retained earnings	4,413,069	-	-	4,413,069
Others	11,130,003	-	-	11,130,003
<b>Total equity</b>	<b>15,581,463</b>	<b>707,317</b>	<b>-</b>	<b>16,288,780</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	<b>Effect of changes in accounting policies</b>			As restated
	As previously reported	Subsidiary <i>(in thousand Baht)</i>	Joint venture	
<b>Consolidated statement of financial position</b>				
<b>At 31 December 2014</b>				
Cash and cash equivalents	2,564,934	386,198	(181,984)	2,769,148
Trade and other accounts receivable	1,589,960	445,411	(89,197)	1,946,174
Amounts due from related parties	53,185	-	18,042	71,227
Short-term loan to a joint venture	142,661	-	148,483	291,144
Inventories	225,274	42,824	(31,603)	236,495
Other current assets	49,349	(421)	(27,687)	21,241
Investment in joint venture	-	-	1,082,914	1,082,914
Investment in associate	234,339	(234,339)	-	-
Property and equipment	9,093,305	814,586	(1,555,260)	8,352,631
Deferred charges	44,363	1	-	44,364
Intangible assets	889,671	82,510	(5,363)	966,818
Deferred tax assets	254,417	52,981	(59,230)	248,168
Other non-current assets	848,229	23,623	-	871,852
Others	14,985,537	-	-	14,985,537
<b>Total assets</b>	<b>30,975,224</b>	<b>1,613,374</b>	<b>(700,885)</b>	<b>31,887,713</b>
Short-term loans from financial institutions	641,105	230,000	-	871,105
Trade and other accounts payable	791,216	423,349	(153,614)	1,060,951
Accounts payable - property and equipment	293,623	-	(120,622)	173,001
Amounts due to related parties	759	229	(708)	280
Short-term loan from other related party	143,313	-	(143,313)	-
Current portion of long-term loans	579,670	61,759	(1,893)	639,536
Advance receipts from customers	646,368	185,562	(48,549)	783,381
Income tax payable	59,566	12,046	(17,996)	53,616
Other current liabilities	129,619	1,258	(12,494)	118,383
Long-term loans	9,435,530	164,262	(9,463)	9,590,329
Employee benefit obligations	367,310	133,680	(163,949)	337,041
Other non-current liabilities	367,565	23,699	(9,455)	381,809
Others	593,652	-	-	593,652
<b>Total liabilities</b>	<b>14,049,296</b>	<b>1,235,844</b>	<b>(682,056)</b>	<b>14,603,084</b>
Non-controlling interests	38,566	358,701	-	397,267
Retained earnings	5,469,863	-	-	5,469,863
Others	11,417,499	-	-	11,417,499
<b>Total equity</b>	<b>16,925,928</b>	<b>358,701</b>	<b>-</b>	<b>17,284,629</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	<b>Effect of changes in accounting policies</b>			As restated
	As previously reported	Subsidiary	Joint venture	
		<i>(in thousand Baht)</i>		
<b>Consolidated statement of income</b>				
<b>For the three-month period ended 30 September 2014</b>				
Revenues from sale of goods and rendering of services	2,597,831	699,059	(265,529)	3,031,361
Others	99,494	3,577	3,626	106,697
<b>Total income</b>	<b><u>2,697,325</u></b>	<b><u>702,636</u></b>	<b><u>(261,903)</u></b>	<b><u>3,138,058</u></b>
Cost of sale of goods and rendering of services	1,266,916	408,250	(132,776)	1,542,390
Operating agreement fees	246,297	-	-	246,297
Selling expenses	59,632	36,906	(12,003)	84,535
Administrative expenses	392,678	691,304	(53,678)	1,030,304
Finance costs	96,980	4,134	(3,028)	98,086
Income tax expense	137,905	19,880	(15,165)	142,620
Others	22,542	6,508	-	29,050
<b>Total expenses</b>	<b><u>2,222,950</u></b>	<b><u>1,166,982</u></b>	<b><u>(216,650)</u></b>	<b><u>3,173,282</u></b>
Income from equity method	(195,351)	195,351	45,253	45,253
<b>Profit for the period</b>	<b><u>279,024</u></b>	<b><u>(268,995)</u></b>	<b><u>-</u></b>	<b><u>10,029</u></b>
<b>Profit attributable to:</b>				
Owners of the Company	279,024	-	-	279,024
Non-controlling interests	-	(268,995)	-	(268,995)
<b>Profit for the period</b>	<b><u>279,024</u></b>	<b><u>(268,995)</u></b>	<b><u>-</u></b>	<b><u>10,029</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	<b>Effect of changes in accounting policies</b>			
	As previously reported	Subsidiary	Joint venture	As restated
	<i>(in thousand Baht)</i>			
<b>Consolidated statement of income</b>				
<b>For the nine-month period ended 30 September 2014</b>				
Revenues from sale of goods and rendering of services	7,421,484	2,204,944	(783,632)	8,842,796
Construction revenue under operating agreement	173,176	-	-	173,176
Others	197,073	9,749	4,682	211,504
<b>Total income</b>	<b>7,791,733</b>	<b>2,214,693</b>	<b>(778,950)</b>	<b>9,227,476</b>
Cost of sale of goods and rendering of services	3,623,685	1,272,685	(411,169)	4,485,201
Construction cost under operating agreement	173,176	-	-	173,176
Operating agreement fees	736,714	-	-	736,714
Selling expenses	189,641	102,057	(37,338)	254,360
Administrative expenses	1,102,432	980,609	(169,625)	1,913,416
Finance costs	279,102	9,016	(9,155)	278,963
Income tax expense	347,840	77,014	(39,325)	385,529
Others	60,050	18,968	-	79,018
<b>Total expenses</b>	<b>6,512,640</b>	<b>2,460,349</b>	<b>(666,612)</b>	<b>8,306,377</b>
Income from equity method	(103,347)	103,347	112,338	112,338
<b>Profit for the period</b>	<b>1,175,746</b>	<b>(142,309)</b>	<b>-</b>	<b>1,033,437</b>
<b>Profit attributable to:</b>				
Owners of the Company	1,175,746	-	-	1,175,746
Non-controlling interests	-	(142,309)	-	(142,309)
<b>Profit for the period</b>	<b>1,175,746</b>	<b>(142,309)</b>	<b>-</b>	<b>1,033,437</b>

	<b>Effect of changes in accounting policies</b>			
	As previously reported	Subsidiary	Joint venture	As restated
	<i>(in thousand Baht)</i>			
<b>Consolidated statement of cash flows</b>				
<b>For the nine-month period ended 30 September 2014</b>				
Net cash provided from operating activities	2,856,753	429,454	(416,659)	2,869,548
Net cash used in investing activities	(2,649,278)	(480,970)	385,593	(2,744,655)
Net cash provided from financing activities	456,191	83,714	30,019	569,924
<b>Cash and cash equivalents</b>	<b>2,828,305</b>	<b>314,202</b>	<b>(156,699)</b>	<b>2,985,808</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**4 Related parties**

Related parties are 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. Joint ventures 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 (“Intouch”) (incorporated in Thailand), which owns 41.14 % (31 December 2014:41.14%) 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.; another related company, were conducted based on hourly rates plus reimbursement of actual expenses.

Significant transactions for the three-month periods ended 30 September 2015 and 2014 with related parties were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
<i>Three-month period ended 30 September</i>	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<b>Income</b>				
<b>Sales and services income</b>				
Parent	272	177	-	-
Subsidiaries	-	-	511,252	458,387
Related parties under common control	97,753	104,903	15,046	15,822
Other related party	615	615	-	-
<b>Other income</b>				
Subsidiaries	-	-	467,168	29,655
Joint venture	16,422	8,595	16,422	4,313
Related parties under common control	7	200	7	-
<b>Total</b>	<b>115,069</b>	<b>114,490</b>	<b>1,009,895</b>	<b>508,177</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

<i>Three-month period ended</i> <i>30 September</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<b>Expenses</b>				
<b>Purchases of goods and services</b>				
Parent	125	-	-	-
Subsidiaries	-	-	23,010	24,068
Joint venture	1,488	-	-	-
Related parties under common control	4,544	4,461	9	6
Other related party	12,099	6,359	3,952	4,104
<b>Selling and administrative expenses</b>				
Parent	678	63	588	63
Subsidiaries	-	-	1,480	3,752
Related parties under common control	4,473	9,573	1,477	1,837
Director and management benefit expenses	26,448	29,265	19,315	22,690
<b>Finance cost</b>				
Subsidiary	-	-	2,709	-
<b>Total</b>	<b>49,855</b>	<b>49,721</b>	<b>52,540</b>	<b>56,520</b>

Significant transactions for the nine-month periods ended 30 September 2015 and 2014 with related parties were as follows:

<i>Nine-month period ended</i> <i>30 September</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<b>Income</b>				
<b>Sales and services income</b>				
Parent	675	517	-	-
Subsidiaries	-	-	1,419,398	1,326,338
Related parties under common control	273,539	352,207	41,640	42,707
Other related party	1,845	1,845	-	-
<b>Other income</b>				
Subsidiaries	-	-	530,881	144,899
Joint venture	24,863	12,937	24,862	12,937
Related parties under common control	921	200	810	-
<b>Total</b>	<b>301,843</b>	<b>367,706</b>	<b>2,017,591</b>	<b>1,526,881</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (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>	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<b>Expenses</b>				
<b>Purchases of goods and services</b>				
Parent	125	-	-	-
Subsidiaries	-	-	66,465	81,338
Joint venture	4,372	-	-	-
Related parties under common control	14,297	8,534	20	16
Other related parties	38,269	18,763	11,428	11,567
<b>Selling and administrative expenses</b>				
Parent	920	63	692	63
Subsidiaries	-	-	4,872	4,535
Related parties under common control	23,028	29,360	6,526	6,185
Directors and management benefit expenses	80,730	79,663	59,454	60,493
<b>Finance cost</b>				
Subsidiary	-	-	2,709	-
<b>Total</b>	<b>161,741</b>	<b>136,383</b>	<b>152,166</b>	<b>164,197</b>

Balances as at 30 September 2015 and 31 December 2014 with related parties were as follows:

	<b>Consolidated</b> <b>financial statements</b>		<b>Separate</b> <b>financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Trade accounts receivable and accrued income</b>				
<b>Trade accounts receivable</b>				
Parent	26	686	-	-
Subsidiaries	-	-	110,723	63,751
Related parties under common control	64,911	61,780	4,045	-
Other related party	61,576	55,970	2,948	2,672
<b>Total</b>	<b>126,513</b>	<b>118,436</b>	<b>117,716</b>	<b>66,423</b>
<b>Accrued income</b>				
Subsidiaries	-	-	171,263	81,857
Related parties under common control	5,138	14,409	5,125	14,409
<b>Total</b>	<b>5,138</b>	<b>14,409</b>	<b>176,388</b>	<b>96,266</b>
<b>Total trade accounts receivable and accrued income</b>				
	<b>131,651</b>	<b>132,845</b>	<b>294,104</b>	<b>162,689</b>
<i>Less allowance for doubtful accounts</i>	<i>(60,422)</i>	<i>(54,762)</i>	<i>(2,949)</i>	<i>(2,672)</i>
<b>Net</b>	<b>71,229</b>	<b>78,083</b>	<b>291,155</b>	<b>160,017</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Other receivables</b>				
Parent	-	138	-	138
Subsidiaries	-	-	357,707	106,179
Joint venture	20,374	35,390	20,374	35,390
Related parties under common control	35	-	4	-
Other related party	42,552	35,699	-	-
<b>Total</b>	<b>62,961</b>	<b>71,227</b>	<b>378,085</b>	<b>141,707</b>
<b>Short-term loan to a joint venture</b>	<b>190,152</b>	<b>291,144</b>	<b>190,152</b>	<b>291,144</b>

As at 30 September 2015, short-term loan to a joint venture bears interest at the rate of 2.95% - 3.28% per annum (*31 December 2014: 2.75% - 3.11% per annum*) and is repayable upon request.

Movements during the nine-month periods ended 30 September 2015 and 2014 of short-term loans to a joint venture were as follows:

	<b>Consolidated and separate financial statements</b>	
	2015	2014
	<i>(in thousand Baht)</i>	
At 1 January	291,144	289,946
Decrease	(118,807)	-
Gain (loss) on foreign exchange	17,815	(3,970)
<b>At 30 September</b>	<b>190,152</b>	<b>285,976</b>

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Other current assets</b>				
Subsidiaries	-	-	553	560
Related party under common control	169	30	-	-
Other related party	17	17	-	-
<b>Total</b>	<b>186</b>	<b>47</b>	<b>553</b>	<b>560</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	Interest rate per annum		Consolidated financial statements		Separate financial statements	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	(%)		<i>(in thousand Baht)</i>			
<b>Long-term loan to</b>						
Subsidiary	-	4.35	-	-	-	9,844
Joint venture	3.45	-	1,846,445	-	1,846,445	-
			<u>1,846,445</u>	<u>-</u>	<u>1,846,445</u>	<u>9,844</u>

The term of the long-term loan to a joint venture is 10 years.

Movements during the nine-month periods ended 30 September 2015 and 2014 of long-term loan to related parties was as follows:

<i>Long-term loan to related parties</i> <i>Nine-month period ended</i> <i>30 September</i>	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<b>Subsidiary</b>				
At 1 January	-	-	9,844	13,026
Decrease	-	-	(9,844)	(1,634)
Loss on foreign exchange	-	-	-	(156)
<b>At 30 September</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,236</u>
<b>Joint venture</b>				
At 1 January	-	-	-	-
Increase	1,740,559	-	1,740,559	-
Unrealised gain on foreign exchange	105,886	-	105,886	-
<b>At 30 September</b>	<u>1,846,445</u>	<u>-</u>	<u>1,846,445</u>	<u>-</u>

	Consolidated financial statements		Separate financial statements	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Trade accounts payable</b>				
Parent	-	206	-	206
Subsidiary	-	-	39,768	32,736
Joint venture	836	332	333	333
Related party under common control	6,739	12,363	203	3,607
Other related party	5,537	3,611	2,557	1,125
<b>Total</b>	<u>13,112</u>	<u>16,512</u>	<u>42,861</u>	<u>38,007</u>
<b>Other accounts payable</b>				
Subsidiaries	-	-	1,141	32,819
Related party under common control	1,016	280	184	-
<b>Total</b>	<u>1,016</u>	<u>280</u>	<u>1,325</u>	<u>32,819</u>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Advance receipts from customers</b>				
Parent	61	95	-	-
Subsidiary	-	-	493,468	385,612
Related party under common control	755	1,885	445	-
<b>Total</b>	<b>816</b>	<b>1,980</b>	<b>493,913</b>	<b>385,612</b>
<b>Accrued expenses</b>				
Subsidiaries	-	-	4,660	5,717
Joint venture	-	997	-	-
Related party under common control	506	794	408	465
Other related party	21,284	-	-	-
<b>Total</b>	<b>21,790</b>	<b>1,791</b>	<b>5,068</b>	<b>6,182</b>
<b>Other current liabilities</b>				
Subsidiaries	-	-	3,519	12,695
Related party under common control	160	530	160	160
<b>Total</b>	<b>160</b>	<b>530</b>	<b>3,679</b>	<b>12,855</b>
<b>Short-term loan from a subsidiary</b>	<b>-</b>	<b>-</b>	<b>986,429</b>	<b>-</b>

As at 30 September 2015, short-term loan from a subsidiary bears interest at the rate of 1.37% per annum.

Movements during the nine-month periods ended 30 September 2015 and 2014 of long-term loan from a subsidiary was as follows:

	<b>Separate financial statements</b>	
	2015	2014
	<i>(in thousand Baht)</i>	
At 1 January	-	-
Increase	929,791	-
Unrealised loss on foreign exchange	56,638	-
<b>At 30 September</b>	<b>986,429</b>	<b>-</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

***Key management personnel compensation***

Key management personnel compensation comprised:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2015	2014	2015	2014
<b><i>Three-month period ended 30 September</i></b>				
	<i>(in thousand Baht)</i>			
Short-term employee benefits	23,740	26,304	16,807	19,915
Long-term benefits				
- Current service costs, included in administrative expenses	648	623	523	503
- Interest on obligation, included in finance costs	248	215	173	149
- Share-based payment	1,812	2,123	1,812	2,123
<b>Total</b>	<b>26,448</b>	<b>29,265</b>	<b>19,315</b>	<b>22,690</b>
<b><i>Nine-month period ended 30 September</i></b>				
Short-term employee benefits	73,492	74,041	52,814	55,433
Long-term benefits				
- Current service costs, included in administrative expenses	1,943	1,870	1,569	1,510
- Interest on obligation, included in finance costs	744	645	520	443
- Share-based payment	4,551	3,107	4,551	3,107
<b>Total</b>	<b>80,730</b>	<b>79,663</b>	<b>59,454</b>	<b>60,493</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 part of directors and management benefit expenses presented in the statement of income.

***Significant agreements with related parties***

- a) The Company entered into an agreement with a subsidiary, under which the subsidiary 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 15.49 million (31 December 2014: approximately Baht 17.80 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 Thaicom 4 bandwidth (IPSTAR).



**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**6 Trade and other accounts receivable**

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2015	31 December 2014	30 September 2015	31 December 2014
<i>(in thousand Baht)</i>					
<b>Trade accounts receivable</b>					
Related parties	4	126,513	118,436	117,716	66,423
Other parties		1,518,972	1,258,139	640,866	542,734
<b>Total</b>		<b>1,645,485</b>	<b>1,376,575</b>	<b>758,582</b>	<b>609,157</b>
<b>Accrued income</b>					
Related parties	4	5,138	14,409	176,388	96,266
Other parties		489,099	480,284	295,317	414,213
<b>Total</b>		<b>494,237</b>	<b>494,693</b>	<b>471,705</b>	<b>510,479</b>
<b>Other accounts receivable</b>					
Prepaid expenses		80,925	135,045	21,817	45,216
Advance payments		111,074	53,796	62,898	25,463
Others		52,123	106,974	3,821	5,179
<b>Total</b>		<b>244,122</b>	<b>295,815</b>	<b>88,536</b>	<b>75,858</b>
<b>Total trade accounts receivable accrued income and other accounts receivable</b>					
		<b>2,383,844</b>	<b>2,167,083</b>	<b>1,318,823</b>	<b>1,195,494</b>
Less allowance for doubtful accounts		(263,720)	(220,909)	(104,460)	(71,262)
<b>Net</b>		<b>2,120,124</b>	<b>1,946,174</b>	<b>1,214,363</b>	<b>1,124,232</b>
Bad and doubtful debts expenses for the nine-month period ended 30 September					
		<b>44,405</b>	<b>35,719</b>	<b>25,247</b>	<b>13,694</b>

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
<i>(in thousand Baht)</i>				
<b>Related parties</b>				
Within credit terms	55,208	50,559	82,839	24,106
Overdue:				
Less than 3 months	9,618	11,145	86	1,897
3 - 6 months	367	800	-	-
6 - 12 months	366	570	362	3,611
Over 12 months	60,954	55,362	34,429	36,809
	<b>126,513</b>	<b>118,436</b>	<b>117,716</b>	<b>66,423</b>
Less allowance for doubtful accounts	(60,422)	(54,762)	(2,949)	(2,672)
	<b>66,091</b>	<b>63,674</b>	<b>114,767</b>	<b>63,751</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Other parties</b>				
Within credit terms	669,648	454,664	263,545	148,854
Overdue:				
Less than 3 months	515,285	464,132	182,809	243,473
3 - 6 months	98,670	162,934	71,388	62,971
6 - 12 months	77,168	53,077	44,813	23,425
Over 12 months	158,201	123,332	78,311	64,011
	<b>1,518,972</b>	<b>1,258,139</b>	<b>640,866</b>	<b>542,734</b>
Less allowance for doubtful accounts	(203,298)	(166,147)	(101,511)	(68,590)
	<b>1,315,674</b>	<b>1,091,992</b>	<b>539,355</b>	<b>474,144</b>
<b>Net</b>	<b>1,381,765</b>	<b>1,155,666</b>	<b>654,122</b>	<b>537,895</b>

The normal credit term for general customers were granted by the Group ranging 15 - 120 days.

**7 Investments in subsidiaries and a joint venture**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2015	2014	2015	2014
<i>Nine-month period ended 30 September</i>	<i>(in thousand Baht)</i>			
At 1 January	1,082,914	909,145	2,051,179	2,046,930
Acquisition	-	-	-	2,612
Share of profit of investment in a joint venture - equity method	110,377	112,338	-	-
Foreign currency translation adjustments	125,822	(21,831)	-	-
<b>At 30 September</b>	<b>1,319,113</b>	<b>999,652</b>	<b>2,051,179</b>	<b>2,049,542</b>

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

#### For the three-month and the nine-month period ended 30 September 2015 (Unaudited)

Investments in subsidiaries and a joint venture as at 30 September 2015 and 31 December 2014, and dividend income from those investments for the nine-month periods ended 30 September 2015 and 2014 were as follows:

	Consolidated financial statements									
	Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the nine-month periods ended	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	31 December 2014	30 September 2015	30 September 2014
	(%)						(in million Baht)			
<b>Joint venture</b>										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	138	138	1,319	1,083	-	-
					<b>138</b>	<b>138</b>	<b>1,319</b>	<b>1,083</b>	-	-

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month period ended 30 September 2015 (Unaudited)

### Separate financial statements

	Ownership interest		Paid-up capital		Cost		Impairment		Cost - net of impairment		Dividend income for the nine-month periods	
	30	31	30	31	30	31	30	31	30	31	30	30
	September 2015	December 2014	September 2015	December 2014	September 2015	December 2014	September 2015	December 2014	September 2015	December 2014	September 2015	September 2014
	(%)		(in million Baht)									
<b>Subsidiaries</b>												
DTV Service Company Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	-	-	399	399	120	-
Spacecode LLC	70.00	70.00	USD 4 million	USD 4 million	118	118	-	-	118	118	-	-
iPSTAR Company Limited	100.00	100.00	USD 2 million	USD 2 million	157	157	-	-	157	157	-	-
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	175	-
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	-	-	1	1	36	-
Cambodian DTV Network 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	75	59
TC Broadcasting Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	-	-	-	-	4	-
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	23	-
International Satellite Company Limited	100.00	100.00	USD 50,000	USD 50,000	2	2	-	-	2	2	-	-
<b>Total</b>					<b>1,914</b>	<b>1,914</b>	<b>-</b>	<b>-</b>	<b>1,914</b>	<b>1,914</b>	<b>433</b>	<b>59</b>
<b>Joint venture</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**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

Significant movements in investments in subsidiaries and joint venture for the nine-month period ended 30 September 2015 were as follows:

**Subsidiaries**

*a) Dividend payment of CS Loxinfo Public Company Limited (“CSL”)*

At the annual general meeting of the shareholders of CSL held on 25 March 2015, the shareholders approved the appropriation of dividend of Baht 0.16 per share, amounting to Baht 95 million. The dividend was paid to shareholders on 22 April 2015.

At the Board of directors’ meeting of CSL held on 7 August 2015, the directors approved the appropriation of interim dividend of Baht 0.24 per share, amounting to Baht 143 million. The dividend was paid to shareholders on 4 September 2015.

*b) Dividend payment of IPSTAR International Pte Limited (“IPIN”)*

At the Board of directors’ meeting of IPIN, on 31 July 2015, the directors approved the appropriation of interim dividend of USD 250 per share, amounting to USD 5 million. The dividend was paid to shareholder in August 2015.

*c) Dividend payment of IPSTAR New Zealand Company Limited (“IPN”)*

At the Board of Directors’ meeting of IPN, on 24 August 2015, the directors approved the appropriation of dividends from 2014 operation of NZD 1 million. The dividend was paid to shareholder in September 2015.

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

At the Board of Directors’ meeting of IPA, on 1 September 2015, the directors approved the appropriation of dividends of AUD 3 million.

*e) Dividend payment of IPSTAR Global Services Company Limited (“IPGS”)*

At the Board of Directors’ meeting of IPGS, on 9 September 2015, the directors approved the appropriation of dividend of USD 1 million.

*f) Dividend payment of DTV Service Company Limited (“DTV”)*

At the Board of directors’ meeting of DTV held on 22 September 2015, the directors approved the appropriation of interim dividend of Baht 3.00909 per share, amounting to Baht 120 million.

*g) Dividend payment of TC Broadcasting Company Limited (“TCB”)*

At the Board of directors’ meeting of TCB held on 22 September 2015, the directors approved the appropriation of interim dividend of Baht 36.50 per share, amounting to Baht 3.65 million.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**Joint venture**

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

At the Annual General Meeting of the shareholders of LTC held on 9 February 2015, the shareholders approved the appropriation of dividend from 2014 operation of USD 18 million.

***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 2046 (Note 15 b)).

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**8 Capital expenditure and commitments**

<i>Nine-month period ended 30 September</i>	<b>Consolidated financial statements</b>							
	2015				2014			
	Property, plant and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets <i>(in thousand Baht)</i>	Property, plant and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets
<b>Cost</b>								
At 1 January	12,685,314	26,232,261	673,832	3,019,529	6,591,887	26,059,991	653,932	2,872,823
Additions	863,887	-	-	4,647	2,669,569	-	-	114,024
Acquisitions through business combinations	-	-	-	-	40,787	-	-	53,003
Transfers	(4,826)	544	-	-	148,769	173,176	-	(410)
Disposals	(121,136)	-	-	(987)	(67,215)	-	-	-
Write-offs	(116,851)	-	-	(7)	(101,964)	-	-	(84)
Foreign currency translation adjustments	4,159	-	-	(1,624)	(25,623)	-	-	(1,777)
<b>At 30 September</b>	<b><u>13,310,547</u></b>	<b><u>26,232,805</u></b>	<b><u>673,832</u></b>	<b><u>3,021,558</u></b>	<b><u>9,256,210</u></b>	<b><u>26,233,167</u></b>	<b><u>653,932</u></b>	<b><u>3,037,579</u></b>
<b>Depreciation and amortisation</b>								
At 1 January	4,332,683	12,982,920	629,468	2,052,711	4,265,742	11,018,063	619,239	1,392,625
Depreciation and amortisation charges for the period	467,446	1,512,848	24,396	102,572	328,691	1,457,241	3,428	94,728
Acquisitions through business combinations	-	-	-	-	28,410	-	-	658
Transfers	(2,420)	-	-	-	(19,311)	-	-	-
Disposals	(120,436)	-	-	(987)	(62,751)	-	-	-
Write-offs	(115,613)	-	-	(4)	(97,689)	-	-	-
Impairment loss	24,993	-	-	1,781	-	-	-	556,824
Foreign currency translation adjustments	(6,202)	-	-	7,711	(18,516)	-	-	(838)
<b>At 30 September</b>	<b><u>4,580,451</u></b>	<b><u>14,495,768</u></b>	<b><u>653,864</u></b>	<b><u>2,163,784</u></b>	<b><u>4,424,576</u></b>	<b><u>12,475,304</u></b>	<b><u>622,667</u></b>	<b><u>2,043,997</u></b>
<b>Net book value</b>								
At 1 January	8,352,631	13,249,341	44,364	966,818	2,326,145	15,041,928	34,693	1,480,198
At 30 September	8,730,096	11,737,037	19,968	857,774	4,831,634	13,757,863	31,265	993,582

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

The gross amount of the Group's fully depreciated property and equipment that was still in use as at 30 September 2015 amounted to Baht 2,997.77 million (31 December 2014: Baht 2,764.65 million).

Impairment loss for the nine-month period ended 30 September 2015 in the amount of Baht 26.77 million includes IPSTAR ground system of the Company amounting to Baht 24.99 million.

<i>Nine-month period ended 30 September</i>	<b>Separate financial statements</b>							
	2015			2014				
	Property and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets (in thousand Baht)	Property and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets
<b>Cost</b>								
At 1 January	9,365,832	26,232,261	661,193	1,421,530	3,630,399	26,059,991	654,139	1,429,775
Additions	753,436	-	-	232	2,281,853	-	-	3,014
Transfers	(4,826)	544	-	-	151,319	173,176	-	-
Disposals	(65,170)	-	-	-	(12,559)	-	-	-
Write-offs	(63,907)	-	-	-	(95,984)	-	-	(236)
<b>At 30 September</b>	<b>9,985,365</b>	<b>26,232,805</b>	<b>661,193</b>	<b>1,421,762</b>	<b>5,955,028</b>	<b>26,233,167</b>	<b>654,139</b>	<b>1,432,553</b>
<b>Depreciation and amortisation</b>								
At 1 January	2,019,607	12,982,920	616,502	806,269	2,093,596	11,018,063	619,239	724,644
Depreciation and amortisation charges for the period	296,120	1,512,848	24,515	72,048	166,298	1,457,241	3,324	69,528
Transfers	(2,420)	-	-	-	(19,311)	-	-	-
Disposals	(64,788)	-	-	-	(11,076)	-	-	-
Write-offs	(63,316)	-	-	-	(92,151)	-	-	(236)
Impairment loss	24,993	-	-	-	-	-	-	-
<b>At 30 September</b>	<b>2,210,196</b>	<b>14,495,768</b>	<b>641,017</b>	<b>878,317</b>	<b>2,137,356</b>	<b>12,475,304</b>	<b>622,563</b>	<b>793,936</b>
<b>Net book value</b>								
At 1 January	7,346,225	13,249,341	44,691	615,261	1,536,803	15,041,928	34,900	705,131
At 30 September	7,775,169	11,737,037	20,176	543,445	3,817,672	13,757,863	31,576	638,617

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

#### For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

The gross amount of the Company's fully depreciated property and equipment that was still in use as at 30 September 2015 amounted to Baht 1,448.23 million (31 December 2014: Baht 1,274.39 million).

Borrowing costs for the nine-month period ended 30 September 2015 in the amount of Baht 84.85 million, arise on financing specifically entered into for assets under construction.

As at 30 September 2018, property and equipment included a project in progress of Baht 4,609.89 million (31 December 2014: Baht 4,050.05 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 2015	31 December 2014	30 September 2015	31 December 2014
			<i>(in thousands)</i>		
THAICOM 8 Project	USD	16,794	30,777	16,794	30,777
Internet network	Baht	<u>6,204</u>	<u>2,464</u>	<u>-</u>	<u>-</u>
<b>Total equivalent to Thai Baht</b>		<b><u>619,763</u></b>	<b><u>1,021,589</u></b>	<b><u>613,559</u></b>	<b><u>1,019,125</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**9 Employee benefit obligations**

The statement of financial position obligation was determined as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
Present value of unfunded obligations	368,460	337,041	218,952	199,067
<b>Statement of financial position obligation</b>	<b><u>368,460</u></b>	<b><u>337,041</u></b>	<b><u>218,952</u></b>	<b><u>199,067</u></b>

Movements in the present value of the employee benefit obligations:

<i>Nine-month period ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Defined benefit obligations at 1 January	337,041	308,181	199,067	181,461
Benefits paid by the plan	(2,962)	(15,726)	(2,153)	(7,606)
Current service costs and interest	34,381	32,503	22,038	20,679
Curtailment loss	-	3,859	-	-
<b>Defined benefit obligations at 30 September</b>	<b><u>368,460</u></b>	<b><u>328,817</u></b>	<b><u>218,952</u></b>	<b><u>194,534</u></b>

Expense recognised in profit or loss:

<i>Nine-month period ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
Current service costs of employee	24,450	23,611	16,004	15,433
Interest on obligation	9,931	8,892	6,034	5,246
Curtailment loss	-	3,859	-	-
<b>Total</b>	<b><u>34,381</u></b>	<b><u>36,362</u></b>	<b><u>22,038</u></b>	<b><u>20,679</u></b>

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

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(%)</i>			
Discount rate	3.90	3.90	3.90	3.90
Future salary increases	7.00-8.00	7.00-8.00	8.00	8.00

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**10 Interest-bearing liabilities**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>			
<b>Current</b>				
<i>Short-term loans</i>				
Short-term loans from financial institution	1,475,499	871,105	1,285,499	641,105
Total short-term loans	<u>1,475,499</u>	<u>871,105</u>	<u>1,285,499</u>	<u>641,105</u>
<i>Current portion of long-term borrowings</i>				
Loans from financial institutions	684,738	626,236	624,738	566,236
Loans from others	9,349	13,300	7,920	11,541
Total current portion of long-term borrowings	<u>694,087</u>	<u>639,536</u>	<u>632,658</u>	<u>577,777</u>
Total current interest –bearing liabilities	<u>2,169,586</u>	<u>1,510,641</u>	<u>1,918,157</u>	<u>1,218,882</u>
<b>Non-current</b>				
<i>Long-term borrowings</i>				
Loans from financial institutions	4,888,658	5,021,150	4,738,658	4,861,150
Loans from others	41,710	25,131	38,122	20,869
Total long-term borrowings	<u>4,930,368</u>	<u>5,046,281</u>	<u>4,776,780</u>	<u>4,882,019</u>
Long-term debentures	<u>4,544,845</u>	<u>4,544,048</u>	<u>4,544,845</u>	<u>4,544,048</u>
Total non-current interest - bearing liabilities	<u>9,475,213</u>	<u>9,590,329</u>	<u>9,321,625</u>	<u>9,426,067</u>
<b>Total</b>	<b><u>11,644,799</u></b>	<b><u>11,100,970</u></b>	<b><u>11,239,782</u></b>	<b><u>10,644,949</u></b>

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

#### For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

Long-term debentures were as follows:

As at 30 September 2015, the Company has 2 tranches of debentures totaling Baht 4,550 million, with a par value of Baht 1,000 each, unsubordinated and unsecured having registered and bond holders' representative as follow:

Issue date	No. of units (Million)	Amount (Million Baht)	Interest rate (per annum)	Term of interest payment	Principal payment term	Outstanding balance as at 30 September 2015 (in million Baht)
29 September 2014	2,275	2,275	4.28%	Semiannually	Entirely redeemed on 2 October 2019	2,275
29 September 2014	2,275	2,275	4.68%	Semiannually	Entirely redeemed on 2 October 2021	2,275
Total debentures						<u>4,550</u>
Less bond issuing cost						<u>(5)</u>
<b>Net</b>						<u><b>4,545</b></u>

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

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>Nine-month period ended 30 September 2015</b>		
Opening net book value	11,100,970	10,644,949
Proceeds from short-term loans from financial institutions	1,166,481	826,481
Proceeds from long-term loans net from finance costs	43,933	23,933
Repayment of short-term loans from financial institutions	(657,306)	(277,306)
Repayment of long-term borrowings	(577,529)	(546,525)
Amortisation of finance costs	797	797
Unrealised loss on foreign exchange	567,453	567,453
<b>Closing net book value</b>	<b><u>11,644,799</u></b>	<b><u>11,239,782</u></b>

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

**Credit facilities**

As at 30 September 2015 available credit facilities for loans from local and overseas banks are Baht 4,459 million and USD 20.29 million (*31 December 2014: Baht 3,089.96 million and USD 11.29 million*).

**Facility agreement in relation to the financing of the Thaicom 6 and Thaicom 8 satellite project**

The Company entered into a Loan Agreement with a local bank on 29 August 2011 for USD 137 million, for the purpose of 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”). The Company must comply with the conditions in the Loan Agreement in respect of maintaining certain financial ratios, guarantee, sale or transfer of assets and investment. In addition, the Company has the arrangement with local banks to refinance for adjust the condition in loan agreement within March 2016.

The Company entered into a Loan Agreement with local banks on 20 October 2014 for USD 105 million, for the purpose of the Thaicom 8 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”). The Company must comply with the conditions in the Loan Agreement in respect of maintaining certain financial ratios, guarantee, sale or transfer of assets and investment.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

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

	<i>Par value per share (Baht)</i>	2015 Number	2015 Amount <i>(thousand shares / thousand Baht)</i>	2014 Number	2014 Amount
<b>Authorised</b>					
At 1 January					
- ordinary shares	5	1,097,817	5,489,086	1,096,619	5,483,098
Increase of new shares	5	1,085	5,427	1,198	5,988
<b>At 30 September</b>					
- ordinary shares	5	<b>1,098,902</b>	<b>5,494,513</b>	<b>1,097,817</b>	<b>5,489,086</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>					
- ordinary shares	5	<b>1,095,938</b>	<b>5,479,688</b>	<b>1,095,938</b>	<b>5,479,688</b>

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 26 March 2015, a resolution was passed to approve the issuance of 1,085,300 ordinary shares at the par value of Baht 5 per share, in total of Baht 5,426,500 to reserve for the exercise of the warrant. The Company registered the increased share capital with the Ministry of Commerce on 8 May 2015.

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 employees who are full-time employed and qualify for the Performance Share Plan project (“Project”). Major information is listed below:

	<b>Project I</b>	<b>Project II</b>	<b>Project III</b>
Issued date	28 March 2013	27 March 2014	26 March 2015
Issued	682,000 units	1,197,700 units	1,085,300 units
Exercise price	23.266 Baht/Share	38.265 Baht/Share	37.626 Baht/Share
Number of reserved shares	682,000 shares	1,197,700 shares	1,085,300 shares
Offer period	5 years after first time to offered the warrant		
Offer price per unit	Baht 0 (zero Baht)		
Exercise ratio	One unit of warrant per one ordinary share		

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

Movements in the number of warrants outstanding are as follows:

	Opening balance 1 January 2015	Issue during the period	Return during the period	Transfer during the period	Closing balance 30 September 2015
<i>(in thousand Baht)</i>					
<b>ESOP - Grant I</b>					
Directors	112	-	-	-	112
Employees	514	-	-	-	514
<b>Total</b>	<b>626</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>626</b>
<b>ESOP - Grant II</b>					
Directors	167	-	-	-	167
Employees	976	-	-	-	976
<b>Total</b>	<b>1,143</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,143</b>
<b>ESOP - Grant III</b>					
Directors	-	165	-	-	165
Employees	-	780	-	-	780
<b>Total</b>	<b>-</b>	<b>945</b>	<b>-</b>	<b>-</b>	<b>945</b>
<b>Grand Total</b>	<b>1,769</b>	<b>945</b>	<b>-</b>	<b>-</b>	<b>2,714</b>

**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 assumption are as follow:

	<b>Project I</b>	<b>Project II</b>	<b>Project III</b>
Fair value at grant date	Baht 35.037	Baht 27.864	Baht 20.424
Share price at grant date	Baht 35.750	Baht 40.500	Baht 36.500
Exercise price	Baht 23.266	Baht 38.265	Baht 37.626
Expected volatility	55.392%	41.562%	39.894%
Expected dividend	1.119%	1.111%	1.781%
Risk-free interest rate	3.074%	3.082%	2.340%

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

	<b>Consolidated and separate financial statements</b>	
	2015	2014
<i>(in thousand Baht)</i>		
<b><i>Nine-month period ended 30 September</i></b>		
At 1 January	9,298	2,432
Total expense recognised during period	7,683	4,812
Decrease during period	-	(171)
<b>At 30 September</b>	<b>16,981</b>	<b>7,073</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

### *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

### *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. Australia, China, India, Japan and Myanmar main activities are sales and services relating to satellite business.

The Group comprises the following main geographic segments:

Segment 1	Thailand
Segment 2	Australia
Segment 3	China
Segment 4	India
Segment 5	Japan
Segment 6	Myanmar
Segment 7	Others

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

#### For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

Revenue and results, based on business segments, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2015 and 2014 were as follows:

<i>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>Consolidated financial statements</b>	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	<i>(in million Baht)</i>									
Revenues	2,303	2,287	862	771	-	-	(18)	(27)	3,147	3,031
Construction revenue under operating agreement	1	-	-	-	-	-	-	-	1	-
Shares of profit (loss) of investment in joint venture	-	-	-	-	(13)	45	-	-	(13)	45
Cost of sales and services	(1,279)	(1,328)	(561)	(486)	-	-	16	26	(1,824)	(1,788)
Construction cost under operating agreement	(1)	-	-	-	-	-	-	-	(1)	-
Selling and administrative expenses	(332)	(382)	(176)	(762)	-	-	1	-	(507)	(1,144)
Segment results	692	577	125	(477)	(13)	45	(1)	(1)	803	144
Other income									117	61
Net gain (loss) on foreign exchange									(454)	46
Profit before finance cost and income tax									466	251
Finance costs									(86)	(98)
Operating profit									380	153
Income tax expense									(65)	(143)
Non-controlling interests									(50)	269
<b>Net profit</b>									<b>265</b>	<b>279</b>

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

<i>Nine-month period ended 30 September</i>	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	<i>(in million Baht)</i>									
Revenues	6,772	6,549	2,439	2,374	-	-	(52)	(80)	9,159	8,843
Construction revenue under operating agreement	1	173	-	-	-	-	-	-	1	173
Shares of profit of investment in joint venture	-	-	-	-	110	112	-	-	110	112
Cost of sales and services	(3,934)	(3,827)	(1,522)	(1,475)	-	-	46	80	(5,440)	(5,222)
Construction cost under operating agreement	(1)	(173)	-	-	-	-	-	-	(1)	(173)
Selling and administrative expenses	<u>(1,068)</u>	<u>(1,067)</u>	<u>(536)</u>	<u>(1,176)</u>	<u>-</u>	<u>-</u>	<u>7</u>	<u>(4)</u>	<u>(1,597)</u>	<u>(2,247)</u>
Segment results	1,770	1,655	351	(277)	110	112	1	(4)	2,232	1,486
Other income									447	127
Net gain (loss) on foreign exchange									<u>(581)</u>	<u>85</u>
Profit before finance cost and income tax									2,098	1,698
Finance costs									<u>(250)</u>	<u>(279)</u>
Operating profit									1,848	1,419
Income tax expense									(327)	(385)
Non-controlling interests									<u>(144)</u>	<u>142</u>
<b>Net profit</b>									<b><u>1,377</u></b>	<b><u>1,176</u></b>



# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

Revenue and results, based on geographical segments, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2015 and 2014 were as follows:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2015	2014	2015	2014
	<i>(in thousand Baht)</i>			
<b>Segment revenue</b>				
Thailand	2,004,224	1,936,814	5,818,592	5,658,115
Australia	306,925	363,256	957,713	1,030,323
China	100,379	85,026	239,835	223,558
India	121,220	104,040	327,874	306,290
Japan	153,460	175,820	488,917	560,357
Myanmar	136,629	127,412	482,561	361,271
Others	323,711	238,993	843,477	702,882
<b>Total</b>	<b><u>3,146,548</u></b>	<b><u>3,031,361</u></b>	<b><u>9,158,969</u></b>	<b><u>8,842,796</u></b>

#### Major customers

For the three-month and nine-month periods ended 30 September 2015 and 2014, the Group has no revenue transactions with a single external customer amounting to 10% or more of the Group's revenues.

Other non-current assets, based on geographical segments, in the consolidated financial statements as at 30 September 2015 and 31 December 2014 were as follows:

	30 September 2015	31 December 2014
	<i>(in thousand Baht)</i>	
<b>Other non-current assets</b>		
Thailand	21,864,057	22,943,263
Australia	186,763	245,254
China	19,323	19,247
India	22,037	56,622
Japan	49,738	44,008
Myanmar	208	660
Others	3,326,271	1,258,866
<b>Total</b>	<b><u>25,468,397</u></b>	<b><u>24,567,920</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**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 2015 and 2014 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	
	2015	2014	2015	2014
<i>Three-month ended 30 September</i>	<i>(in thousand Baht/thousand share)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	<u>265,291</u>	<u>279,024</u>	<u>392,735</u>	<u>225,417</u>
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>
Earnings per share (basic) (in Baht)	<u>0.24</u>	<u>0.25</u>	<u>0.36</u>	<u>0.21</u>
<i>Nine-month ended 30 September</i>				
Profit attributable to ordinary shareholders of the Company (basic)	<u>1,377,535</u>	<u>1,175,746</u>	<u>784,886</u>	<u>703,878</u>
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>
Earnings per share (basic) (in Baht)	<u>1.26</u>	<u>1.07</u>	<u>0.72</u>	<u>0.64</u>

*Diluted earnings per share*

The calculation of diluted earnings per share for the three-month and nine-month periods ended 30 September 2015 and 2014 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	
	2015	2014	2015	2014
<i>Three-month ended 30 September</i>	<i>(in thousand Baht/thousand share)</i>			
Profit attributable to ordinary shareholders of the Company (diluted)	<u>265,291</u>	<u>279,024</u>	<u>392,735</u>	<u>225,417</u>
Weighted average number of ordinary shares outstanding (basic)	1,095,938	1,095,938	1,095,938	1,095,938
Effect of exercise of shares options	<u>195</u>	<u>267</u>	<u>195</u>	<u>267</u>
Weighted average number of ordinary shares outstanding (diluted)	<u>1,096,133</u>	<u>1,096,205</u>	<u>1,096,133</u>	<u>1,096,205</u>
Earnings per share (diluted) (in Baht)	<u>0.24</u>	<u>0.25</u>	<u>0.36</u>	<u>0.21</u>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

<i>Nine-month ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2015	2014	2015	2014
	<i>(in thousand Baht/thousand share)</i>			
<b>Profit attributable to ordinary shareholders of the Company (diluted)</b>	<b><u>1,377,535</u></b>	<b><u>1,175,746</u></b>	<b><u>784,886</u></b>	<b><u>703,878</u></b>
Weighted average number of ordinary shares outstanding (basic)	1,095,938	1,095,938	1,095,938	1,095,938
Effect of exercise of shares options	<u>215</u>	<u>302</u>	<u>215</u>	<u>302</u>
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b><u>1,096,153</u></b>	<b><u>1,096,240</u></b>	<b><u>1,096,153</u></b>	<b><u>1,096,240</u></b>
<b>Earnings per share (diluted) (in Baht)</b>	<b><u>1.26</u></b>	<b><u>1.07</u></b>	<b><u>0.72</u></b>	<b><u>0.64</u></b>

#### **14 Dividends**

At the annual general meeting of the shareholders of the Company held on 26 March 2015, the shareholders approved the appropriation of dividend of Baht 0.65 per share, amounting to Baht 712 million. The dividend was paid to shareholders on 23 April 2015.

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.

#### **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 2015, the remaining minimum fee is Baht 497 million (*31 December 2014: Baht 550 million*). In addition, the Company, according to the aforementioned agreement, must transfer its ownership of all satellites, and monitoring stations and other operating equipment 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 Intouch Holdings 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 (“SHEN”), which is a joint venture of the Company, owns 49% of LTC’s registered shares. After the end of the 20th year, in

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

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 LAOGOV 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.

On 23 October 2015, SHEN and LAOGOV have officially reached the agreement to extend the Joint Venture Agreement and the Master Agreement for the Development of Telecommunications Services in the Lao PDR, as a result LTC obtain right to operate communication service in Lao PDR for a further period of 25 years until 2046. According to the amended agreements, LTC is required to invest at least USD 400 million in the projects specified in the agreements within 25 years.

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

CS Loxinfo Public Company Limited ("CSL"), a subsidiary 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.

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 and its subsidiaries operate the business to provide internet, broadcasting and telecommunication services under licenses granted by NBTC as follow:

Type of license	Issued Date	Period
<b>Licenses 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>Licenses of DTV Service Company Limited</b>		
Broadcasting Operation License	21 January 2013	15 years
Broadcasting Operation License (Lao Star)	28 January 2014	2 years
Broadcasting Operation License (D-Channel)	28 January 2014	2 years
Broadcasting Operation License (TV Lao)	24 November 2014	1 year
<b>License of TC Broadcasting Company Limited</b>		
Broadcasting Operation License	4 March 2013	15 years
<b>Licenses of CS Loxinfo Public Company Limited</b>		
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
Telecom Operation License Type III	20 December 2007	15 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 for the procurement, installation and consulting service of Phase IV, V and VI of a rural telecommunication network. Under the agreement, the ownership of network assets will be transferred

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

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.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**e) Operating lease commitments**

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

	Currency	Consolidated financial statements		Separate financial statements	
		30 September 2015	31 December 2014	30 September 2015	31 December 2014
		<i>(in thousands)</i>			
Within one year	THB	74,666	56,995	14,574	18,690
	YEN	5,443	5,443	-	-
	USD	4,260	5,008	4,218	4,999
	Rupee	4,170	4,170	4,170	4,170
	Rupiah	9,010	39,461	9,010	39,461
	Ringgit	8	70	8	70
	PHP	137	306	137	306
	CNY	186	183	186	183
	AUD	174	149	-	-
	NZD	307	307	-	-
Total equivalent Baht		<u>270,878</u>	<u>240,622</u>	<u>196,070</u>	<u>188,491</u>
After one year but within five years	THB	110,712	36,456	27,904	28,090
	YEN	1,049	4,564	-	-
	USD	7,979	7,820	7,960	7,820
	Rupee	1,737	4,865	1,737	4,865
	AUD	36	123	-	-
	NZD	-	204	-	-
Total equivalent Baht		<u>404,486</u>	<u>308,031</u>	<u>319,711</u>	<u>289,689</u>
After five years	THB	3,263	5,933	3,263	5,933
	USD	2,048	914	2,048	914
Total equivalent Baht		<u>78,094</u>	<u>36,196</u>	<u>78,094</u>	<u>36,196</u>
<b>Grand total equivalent Baht</b>		<b><u>753,458</u></b>	<b><u>584,849</u></b>	<b><u>593,875</u></b>	<b><u>514,376</u></b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

**f) 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 2015	31 December 2014	30 September 2015	31 December 2014
<i>(in thousands)</i>					
Minimum operating agreement fee payable to Ministry of Information Communication and Technology	THB	69,200	47,333	69,200	47,333
Satellite space leasing by customers	USD	3,897	3,617	3,897	3,617
	THB	271,202	448,861	271,202	448,861
	AUD	5,000	5,000	-	-
Others	THB	38,037	34,581	9,794	9,371

**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. 870.9 million (approximately Baht 478 million) against the said payment received by it from the customers and also levied penalty of Rs. 566.1 million (approximately Baht 311 million) for the Assessment Year ('AY') 1998-1999 to 2012-2013 (1 April 1997 to 30 March 2012).

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 274 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. 480.4 million (approximately Baht 264 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 the nine-month periods ended 30 September 2015 (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 89 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 judgement 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 judgement 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 judgement 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").

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)**

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 Thai Financial Reporting Standards (TFRS) not yet adopted**

The Group has not adopted the new and revised TFRS that have been issued but are not yet effective. Those new and revised TFRS that are applicable to the Group, which become effective for annual financial periods beginning on or after 1 January in the year indicated in the following table, are as follows:

<b>TFRS</b>	<b>Topic</b>	<b>Year effective</b>
TAS 1 (revised 2015)	Presentation of Financial Statements	2016
TAS 2 (revised 2015)	Inventories	2016
TAS 7 (revised 2015)	Statement of Cash Flows	2016
TAS 8 (revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors	2016
TAS 10 (revised 2015)	Events After the Reporting Period	2016
TAS 11 (revised 2015)	Construction Contracts	2016
TAS 12 (revised 2015)	Income Taxes	2016
TAS 16 (revised 2015)	Property, Plant and Equipment	2016
TAS 17 (revised 2015)	Leases	2016
TAS 18 (revised 2015)	Revenue	2016
TAS 19 (revised 2015)	Employee Benefits	2016
TAS 21 (revised 2015)	The Effects of Changes in Foreign Exchange Rates	2016
TAS 23 (revised 2015)	Borrowing Costs	2016
TAS 24 (revised 2015)	Related Party Disclosures	2016
TAS 27 (revised 2015)	Separate Financial Statements	2016
TAS 28 (revised 2015)	Investments in Associates and Joint Ventures	2016
TAS 33 (revised 2015)	Earnings Per Share	2016
TAS 34 (revised 2015)	Interim Financial Reporting	2016
TAS 36 (revised 2015)	Impairment of Assets	2016
TAS 37 (revised 2015)	Provisions, Contingent Liabilities and Contingent Assets	2016
TAS 38 (revised 2015)	Intangible Assets	2016
TAS 40 (revised 2015)	Investment Property	2016
TFRS 2 (revised 2015)	Share-based Payment	2016
TFRS 3 (revised 2015)	Business Combinations	2016
TFRS 5 (revised 2015)	Non-current Assets Held for Sale and Discontinued Operations	2016
TFRS 6 (revised 2015)	Exploration for and Evaluation of Mineral Assets	2016
TFRS 8 (revised 2015)	Operating Segments	2016
TFRS 10 (revised 2015)	Consolidated Financial Statements	2016
TFRS 11 (revised 2015)	Joint Arrangements	2016
TFRS 12 (revised 2015)	Disclosure of Interests in Other Entities	2016
TFRS 13 (revised 2015)	Fair Value Measurement	2016
TSIC 15 (revised 2015)	Operating Leases – Incentives	2016
TSIC 25 (revised 2015)	Income Taxes – Changes in the Tax Status of an Enterprise or its Shareholders	2016
TSIC 27 (revised 2015)	Evaluating the Substance of Transactions in the Legal Form of a Lease	2016
TSIC 29 (revised 2015)	Disclosure – Service Concession Arrangements	2016
TSIC 31 (revised 2015)	Revenue – Barter Transactions Involving Advertising Services	2016

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2015 (Unaudited)

<b>TFRS</b>	<b>Topic</b>	<b>Year effective</b>
TFRIC 1 (revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities	2016
TFRIC 4 (revised 2015)	Determining Whether an Arrangement Contains a Lease	2016
TFRIC 10 (revised 2015)	Interim Financial Reporting and Impairment	2016
TFRIC 12 (revised 2015)	Service Concession Arrangements	2016
TFRIC 15 (revised 2015)	Agreements for the Construction of Real Estate	2016
TFRIC 21 (revised 2015)	Levies	2016

Management expects to adopt and apply these new and revised TFRS in accordance with the FAP's announcement and has made a preliminary assessment of the potential initial impact on the Group's and Company's financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.