

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS  
THAICOM PUBLIC COMPANY LIMITED**

We have reviewed the consolidated statement of financial position of Thaicom Public Company Limited and its subsidiaries and the separate statement of financial position of Thaicom Public Company Limited as at June 30, 2017, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2017, and the consolidated and separate statements of changes in equity and cash flows for the six-month period ended June 30, 2017, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

## **Emphasis of Matter**

Without modifying our conclusion, we draw attention to Note 3 to the financial statements that Thaicom Public Company Limited and its subsidiaries have elected to change accounting policy related to investments in subsidiaries and joint venture in the separate financial statements from cost method to equity method for the financial statements for the periods beginning on or after January 1, 2017 onwards and the Company restated the separate statements of financial position as at December 31, 2016 and the separate interim financial statements for the three-month and six-month periods ended June 30, 2016 which are presented as comparative information, to be in accordance with the revised Thai Financial Reporting Standards.

**BANGKOK**  
August 4, 2017

Chavala Tienpasertkij  
Certified Public Accountant (Thailand)  
Registration No. 4301  
**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of financial position**  
**At 30 June 2017**

	Notes	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		(Unaudited)		(Unaudited)	(Restated)
		30 June	31 December	30 June	31 December
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Assets</b>					
<i><b>Current assets</b></i>					
Cash and cash equivalents		3,680,675	2,683,685	1,567,109	477,958
Current investments	5	3,120,044	3,537,888	3,083,876	3,540,581
Trade and other receivables	6	2,123,635	2,427,970	1,751,651	1,721,755
Amounts due from related parties	4	157,516	124,368	270,707	302,800
Short-term loan to a joint venture	4	-	18,186	-	18,186
Inventories		166,656	323,879	113,640	235,029
Other current assets		32,527	11,373	24,472	15,682
<b>Total current assets</b>		<b>9,281,053</b>	<b>9,127,349</b>	<b>6,811,455</b>	<b>6,311,991</b>
<i><b>Non-current assets</b></i>					
Investments in subsidiaries	7	-	-	2,046,782	2,027,097
Investments in a joint venture	7	1,409,014	1,417,201	1,409,014	1,417,201
Long-term loans to related parties	4	2,034,957	2,145,947	2,074,957	2,175,947
Property, plant and equipment	8	9,029,051	9,347,160	8,113,628	8,441,136
Intangible assets under operating agreement	8	8,202,056	9,204,748	8,202,056	9,204,748
Deferred charges	8	16,650	17,650	16,650	17,650
Intangible assets	8	670,394	710,772	381,304	422,339
Deferred tax assets		275,272	310,411	79,691	83,079
Other non-current assets		557,674	558,527	512,816	519,167
<b>Total non-current assets</b>		<b>22,195,068</b>	<b>23,712,416</b>	<b>22,836,898</b>	<b>24,308,364</b>
<b>Total assets</b>		<b>31,476,121</b>	<b>32,839,765</b>	<b>29,648,353</b>	<b>30,620,355</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of financial position (Continued)**  
**At 30 June 2017**

	Notes	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		(Unaudited)		(Unaudited)	(Restated)
		30 June	31 December	30 June	31 December
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions	9	230,000	230,000	-	-
Trade and other payables		967,351	1,417,118	488,160	683,564
Amounts due to related parties	4	780	49	2,252	2,262
Current portion of long-term borrowings	9	694,397	728,871	633,574	667,991
Advance receipts from customers		524,841	805,730	61,337	277,360
Accrued operating agreement fee		792,392	316,223	792,392	316,223
Income tax payable		37,728	32,837	21,729	7,156
Other current liabilities		81,174	81,347	60,651	77,520
<b>Total current liabilities</b>		<b>3,328,663</b>	<b>3,612,175</b>	<b>2,060,095</b>	<b>2,032,076</b>
<b>Non-current liabilities</b>					
Long-term accounts payable					
- property and equipment		235,623	248,417	235,623	248,417
Long-term borrowings	9	8,646,949	9,265,989	8,647,417	9,202,061
Net liabilities in subsidiaries	7	-	-	95,083	82,222
Employee benefits obligations		424,433	429,771	219,057	207,512
Other non-current liabilities		348,346	362,241	324,151	338,461
<b>Total non-current liabilities</b>		<b>9,655,351</b>	<b>10,306,418</b>	<b>9,521,331</b>	<b>10,078,673</b>
<b>Total liabilities</b>		<b>12,984,014</b>	<b>13,918,593</b>	<b>11,581,426</b>	<b>12,110,749</b>
<b>Equity</b>					
Share capital	10				
Authorised share capital		5,499,884	5,499,884	5,499,884	5,499,884
Issued and paid-up share capital		5,480,333	5,479,970	5,480,333	5,479,970
Premium on ordinary shares		4,313,928	4,305,387	4,313,928	4,305,387
Retained earnings					
Appropriated					
Legal reserve		549,988	549,988	549,988	549,988
Unappropriated		7,322,182	7,614,334	7,322,182	7,614,334
Other components of equity		400,496	559,927	400,496	559,927
<b>Equity attributable to owners of the Company</b>		<b>18,066,927</b>	<b>18,509,606</b>	<b>18,066,927</b>	<b>18,509,606</b>
Non-controlling interests		425,180	411,566	-	-
<b>Total equity</b>		<b>18,492,107</b>	<b>18,921,172</b>	<b>18,066,927</b>	<b>18,509,606</b>
<b>Total liabilities and equity</b>		<b>31,476,121</b>	<b>32,839,765</b>	<b>29,648,353</b>	<b>30,620,355</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of profit or loss (Unaudited)**  
**For the three-month period ended 30 June 2017**

	Notes	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2017	30 June 2016	30 June 2017	30 June 2016
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Income</b>	4				(Restated)
Revenues from sales of goods and rendering of services		2,285,814	2,901,639	1,475,955	1,757,619
Net foreign exchange gain		21,158	4,737	25,030	30,993
Other income		235,992	43,135	76,707	69,008
<b>Total income</b>		<b>2,542,964</b>	<b>2,949,511</b>	<b>1,577,692</b>	<b>1,857,620</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		1,509,302	1,473,760	911,989	913,623
Operating agreements fee		249,005	259,929	249,005	259,929
Selling expenses		50,815	87,518	41,487	49,211
Administrative expenses		353,744	351,445	186,203	137,184
Directors and management benefit expenses		21,960	18,953	14,724	12,428
Finance costs		103,763	72,615	98,149	70,185
<b>Total expenses</b>		<b>2,288,589</b>	<b>2,264,220</b>	<b>1,501,557</b>	<b>1,442,560</b>
Share of profit of investment in subsidiaries and a joint venture		66,653	62,242	148,246	258,933
<b>Profit before income tax expense</b>		<b>321,028</b>	<b>747,533</b>	<b>224,381</b>	<b>673,993</b>
Income tax expense		(64,412)	(110,421)	(8,068)	(82,700)
<b>Profit for the period</b>		<b>256,616</b>	<b>637,112</b>	<b>216,313</b>	<b>591,293</b>
Profit attributable to:					
Owner of the Company		216,313	591,293	216,313	591,293
Non-controlling interests		40,303	45,819	-	-
<b>Profit for the period</b>		<b>256,616</b>	<b>637,112</b>	<b>216,313</b>	<b>591,293</b>
<b>Earnings per share (Baht)</b>	12				
Basic earning per share		0.20	0.54	0.20	0.54
Diluted earning per share		0.20	0.54	0.20	0.54

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of profit or loss and other comprehensive income (Unaudited)**  
**For the three-month period ended 30 June 2017**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
			(Restated)	
Notes	30 June 2017	30 June 2016	30 June 2017	30 June 2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Profit for the period</b>	<b>256,616</b>	<b>637,112</b>	<b>216,313</b>	<b>591,293</b>
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified to profit or loss</b>	-	-	-	-
<b>Items that maybe reclassified to profit or loss</b>				
Foreign currency translation differences for foreign operations	(49,185)	(19,494)	(49,185)	(19,425)
Changes in fair value of available-for-sale investment	1,742	-	1,742	-
Income tax on other comprehensive income	(348)	-	(348)	-
<b>Other comprehensive income for the period, net of income tax</b>	<b>(47,791)</b>	<b>(19,494)</b>	<b>(47,791)</b>	<b>(19,425)</b>
<b>Total comprehensive income for the period</b>	<b>208,825</b>	<b>617,618</b>	<b>168,522</b>	<b>571,868</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	169,716	571,868	168,522	571,868
Non-controlling interests	39,109	45,750	-	-
<b>Total comprehensive income for the period</b>	<b>208,825</b>	<b>617,618</b>	<b>168,522</b>	<b>571,868</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of profit or loss (Unaudited)**  
**For the six-month period ended 30 June 2017**

	Notes	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2017	30 June 2016	30 June 2017	30 June 2016
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Income</b>	4				(Restated)
Revenues from sales of goods and rendering of services		5,017,248	6,111,690	3,220,496	3,760,588
Construction revenue under operating agreement		186	-	186	-
Net foreign exchange gain		116,041	118,866	116,853	162,426
Other income		286,672	89,754	153,469	151,059
<b>Total income</b>		<b>5,420,147</b>	<b>6,320,310</b>	<b>3,491,004</b>	<b>4,074,073</b>
<b>Expenses</b>	4				
Cost of sale of goods and rendering of services		3,113,430	2,994,620	1,958,672	1,831,306
Construction cost under operating agreement		186	-	186	-
Operating agreements fee		514,669	533,265	514,669	533,264
Selling expenses		119,860	157,814	78,689	78,868
Administrative expenses		804,602	857,707	391,841	394,498
Directors and management benefit expenses		45,118	38,603	30,452	24,869
Finance costs		209,331	142,324	197,439	136,877
<b>Total expenses</b>		<b>4,807,196</b>	<b>4,724,333</b>	<b>3,171,948</b>	<b>2,999,682</b>
Share of profit of investment in subsidiaries and a joint venture	7	91,077	103,345	222,378	458,143
<b>Profit before income tax expense</b>		<b>704,028</b>	<b>1,699,322</b>	<b>541,434</b>	<b>1,532,534</b>
Income tax expense		(139,604)	(313,081)	(66,396)	(240,940)
<b>Profit for the period</b>		<b>564,424</b>	<b>1,386,241</b>	<b>475,038</b>	<b>1,291,594</b>
Profit attributable to:					
Owner of the Company		475,038	1,291,594	475,038	1,291,594
Non-controlling interests		89,386	94,647	-	-
<b>Profit for the period</b>		<b>564,424</b>	<b>1,386,241</b>	<b>475,038</b>	<b>1,291,594</b>
<b>Earnings per share (Baht)</b>	12				
Basic earning per share		0.43	1.18	0.43	1.18
Diluted earning per share		0.43	1.18	0.43	1.18

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of profit or loss and other comprehensive income (Unaudited)**  
**For the six-month period ended 30 June 2017**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 June	30 June	30 June	(Restated) 30 June
Notes	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Profit for the period</b>	<b>564,424</b>	<b>1,386,241</b>	<b>475,038</b>	<b>1,291,594</b>
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified to profit or loss</b>	-	-	-	-
<b>Items that maybe reclassified to profit or loss</b>				
Foreign currency translation differences for foreign operations	(157,468)	(69,146)	(157,468)	(68,083)
Changes in fair value of available-for-sale investment transfers to profit or loss	-	11,257	-	11,257
Changes in fair value of available-for-sale investment	2,519	(17,028)	2,519	(17,028)
Income tax on other comprehensive income	(504)	-	(504)	-
<b>Other comprehensive income for the period, net of income tax</b>	<b>(155,453)</b>	<b>(74,917)</b>	<b>(155,453)</b>	<b>(73,854)</b>
<b>Total comprehensive income for the period</b>	<b>408,971</b>	<b>1,311,324</b>	<b>319,585</b>	<b>1,217,740</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	319,585	1,217,740	319,585	1,217,740
Non-controlling interests	89,386	93,584	-	-
<b>Total comprehensive income for the period</b>	<b>408,971</b>	<b>1,311,324</b>	<b>319,585</b>	<b>1,217,740</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the six-month period ended 30 June 2017**

<b>Consolidated financial statements</b>													
	Retained earnings				Other components of equity								
	Notes	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in a subsidiaries	Foreign 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
<b>Six-month period ended 30 June 2016</b>													
<b>Balance at 1 January 2016</b>													
		5,479,688	4,301,990	549,451	6,715,451	17,237	328,845	285,392	5,771	637,245	17,683,825	426,956	18,110,781
<b>Transactions with owners, recorded directly in equity</b>													
Shares options exercised	10	282	3,397	-	-	(3,679)	-	-	-	(3,679)	-	-	-
Share-based payment transactions	10	-	-	-	-	3,039	-	-	-	3,039	3,039	-	3,039
Dividends to owners of the Company	13	-	-	-	(712,353)	-	-	-	-	-	(712,353)	(68,884)	(781,237)
<b>Total transactions with owners, recorded directly in equity</b>													
		<b>282</b>	<b>3,397</b>	<b>-</b>	<b>(712,353)</b>	<b>(640)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(640)</b>	<b>(709,314)</b>	<b>(68,884)</b>	<b>(778,198)</b>
<b>Comprehensive income for the period</b>													
Profit		-	-	-	1,291,594	-	-	-	-	-	1,291,594	94,647	1,386,241
Other comprehensive income		-	-	-	-	-	-	(68,083)	(5,771)	(73,854)	(73,854)	(1,063)	(74,917)
<b>Total comprehensive income for the period</b>													
		<b>-</b>	<b>-</b>	<b>-</b>	<b>1,291,594</b>	<b>-</b>	<b>-</b>	<b>(68,083)</b>	<b>(5,771)</b>	<b>(73,854)</b>	<b>1,217,740</b>	<b>93,584</b>	<b>1,311,324</b>
<b>Balance at 30 June 2016</b>													
		<b>5,479,970</b>	<b>4,305,387</b>	<b>549,451</b>	<b>7,294,692</b>	<b>16,597</b>	<b>328,845</b>	<b>217,309</b>	<b>-</b>	<b>562,751</b>	<b>18,192,251</b>	<b>451,656</b>	<b>18,643,907</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the six-month period ended 30 June 2017**

**Consolidated financial statements**

Notes	Retained earnings				Other components of equity							
	Issued and paid-up	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in a subsidiaries	Foreign 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
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<b>Six-month period ended 30 June 2017</b>												
<b>Balance at 1 January 2017</b>	<b>5,479,970</b>	<b>4,305,387</b>	<b>549,988</b>	<b>7,614,334</b>	<b>21,521</b>	<b>328,845</b>	<b>210,628</b>	<b>(1,067)</b>	<b>559,927</b>	<b>18,509,606</b>	<b>411,566</b>	<b>18,921,172</b>
<b>Transactions with owners, recorded directly in equity</b>												
Shares options exercised	10	363	8,541	-	-	(8,904)	-	-	-	(8,904)	-	-
Share-based payment transactions	10	-	-	-	-	4,926	-	-	-	4,926	4,926	-
Dividends to owners of the Company	13	-	-	-	(767,190)	-	-	-	-	(767,190)	(75,772)	(842,962)
<b>Total transactions with owners, recorded directly in equity</b>		<b>363</b>	<b>8,541</b>	<b>-</b>	<b>(767,190)</b>	<b>(3,978)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,978)</b>	<b>(762,264)</b>	<b>(838,036)</b>
<b>Comprehensive income for the period</b>												
Profit		-	-	-	475,038	-	-	-	-	-	475,038	89,386
Other comprehensive income		-	-	-	-	-	-	(157,468)	2,015	(155,453)	(155,453)	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>475,038</b>	<b>-</b>	<b>-</b>	<b>(157,468)</b>	<b>2,015</b>	<b>(155,453)</b>	<b>319,585</b>	<b>89,386</b>
<b>Balance at 30 June 2017</b>	<b>5,480,333</b>	<b>4,313,928</b>	<b>549,988</b>	<b>7,322,182</b>	<b>17,543</b>	<b>328,845</b>	<b>53,160</b>	<b>948</b>	<b>400,496</b>	<b>18,066,927</b>	<b>425,180</b>	<b>18,492,107</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the six-month period ended 30 June 2017**

		Separate financial statements (Restated)									
		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 a subsidiaries	Foreign currency differences	Changes in fair value of available-for-sale investments	Total other components of equity	Total equity
Notes		Baht*000	Baht*000	Baht*000	Baht*000	Baht*000	Baht*000	Baht*000	Baht*000	Baht*000	Baht*000
<b>Six-month period ended 30 June 2016</b>											
		<b>5,479,688</b>	<b>4,301,990</b>	<b>549,451</b>	<b>3,767,092</b>	<b>17,237</b>	-	-	-	<b>17,237</b>	<b>14,115,458</b>
	3	-	-	-	2,948,359	-	328,845	285,392	5,771	620,008	3,568,367
		<b>5,479,688</b>	<b>4,301,990</b>	<b>549,451</b>	<b>6,715,451</b>	<b>17,237</b>	<b>328,845</b>	<b>285,392</b>	<b>5,771</b>	<b>637,245</b>	<b>17,683,825</b>
<b>Transactions with owners, recorded directly in equity</b>											
	10	282	3,397	-	-	(3,679)	-	-	-	(3,679)	-
	10	-	-	-	-	3,039	-	-	-	3,039	3,039
	13	-	-	-	(712,353)	-	-	-	-	-	(712,353)
		<b>282</b>	<b>3,397</b>	<b>-</b>	<b>(712,353)</b>	<b>(640)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(640)</b>	<b>(709,314)</b>
<b>Comprehensive income for the period</b>											
		-	-	-	1,291,594	-	-	-	-	-	1,291,594
		-	-	-	-	-	(68,083)	(5,771)	(73,854)	(73,854)	(73,854)
		<b>-</b>	<b>-</b>	<b>-</b>	<b>1,291,594</b>	<b>-</b>	<b>-</b>	<b>(68,083)</b>	<b>(5,771)</b>	<b>(73,854)</b>	<b>1,217,740</b>
		<b>5,479,970</b>	<b>4,305,387</b>	<b>549,451</b>	<b>7,294,692</b>	<b>16,597</b>	<b>328,845</b>	<b>217,309</b>	<b>-</b>	<b>562,751</b>	<b>18,192,251</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the six-month period ended 30 June 2017**

Notes	Separate financial statements									
	Retained earnings				Other components of equity					
	Issued and paid-up share capital Baht'000	Share premium Baht'000	Legal reserve Baht'000	Unappropriated Baht'000	Other reserve for share-based payment Baht'000	Cumulative gain on dilution of investment in a subsidiaries Baht'000	Foreign currency differences Baht'000	Changes in fair value of available-for-sale investments Baht'000	Total other components of equity Baht'000	Total equity Baht'000
<b>Six-month period ended 30 June 2017</b>										
	<b>5,479,970</b>	<b>4,305,387</b>	<b>549,988</b>	<b>6,081,940</b>	<b>21,521</b>	-	-	(1,067)	<b>20,454</b>	<b>16,437,739</b>
3	-	-	-	1,532,394	-	328,845	210,628	-	539,473	2,071,867
	<b>5,479,970</b>	<b>4,305,387</b>	<b>549,988</b>	<b>7,614,334</b>	<b>21,521</b>	<b>328,845</b>	<b>210,628</b>	<b>(1,067)</b>	<b>559,927</b>	<b>18,509,606</b>
<b>Transactions with owners, recorded directly in equity</b>										
10	363	8,541	-	-	(8,904)	-	-	-	(8,904)	-
10	-	-	-	-	4,926	-	-	-	4,926	4,926
13	-	-	-	(767,190)	-	-	-	-	-	(767,190)
	<b>363</b>	<b>8,541</b>	-	<b>(767,190)</b>	<b>(3,978)</b>	-	-	-	<b>(3,978)</b>	<b>(762,264)</b>
<b>Comprehensive income for the period</b>										
	-	-	-	475,038	-	-	-	-	-	475,038
	-	-	-	-	-	-	(157,468)	2,015	(155,453)	(155,453)
	-	-	-	<b>475,038</b>	-	-	<b>(157,468)</b>	<b>2,015</b>	<b>(155,453)</b>	<b>319,585</b>
	<b>5,480,333</b>	<b>4,313,928</b>	<b>549,988</b>	<b>7,322,182</b>	<b>17,543</b>	<b>328,845</b>	<b>53,160</b>	<b>948</b>	<b>400,496</b>	<b>18,066,927</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited)**  
**For the six-month period ended 30 June 2017**

	Notes	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
				(Restated)	
		30 June	30 June	30 June	30 June
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Cash flows from operating activities</i></b>					
Profit for the period		564,424	1,386,241	475,038	1,291,594
<i>Adjustments for</i>					
Depreciation of property and equipment	8	456,820	297,498	349,177	182,826
Amortisation of intangible assets					
under operating agreements	8	1,002,878	1,005,794	1,002,878	1,005,794
Amortisation of deferred charges	8	1,000	988	1,000	1,003
Amortisation of intangible assets	8	62,049	63,931	47,184	47,387
Investment income		(79,630)	(57,480)	(76,150)	(64,036)
Share-based payment	10	4,926	3,039	4,926	3,039
Finance cost		209,331	142,324	197,439	136,877
Gain on exchange rate		(205,257)	(117,242)	(147,084)	(98,362)
Amortisation of borrowing costs	9	529	530	529	530
Bad and doubtful debts expense	6	16,594	78,168	3,277	74,676
Allowance for obsolete inventory		2,098	4,120	3,364	5,720
Gain on disposal of property and equipment		(1,706)	(8,041)	(1,253)	(9,142)
Write-off property and equipment		124	79	33	61
Share of profit of investment in subsidiaries and a joint venture	7	(91,077)	(103,345)	(222,378)	(458,143)
Income tax expense		139,089	313,081	66,396	240,940
		<u>2,082,192</u>	<u>3,009,685</u>	<u>1,704,376</u>	<u>2,360,764</u>
<i>Changes in operating assets and liabilities</i>					
Trade and other receivables		254,986	188,505	(68,659)	15,837
Amounts due from related parties		(33,342)	(40,994)	31,794	23,201
Inventories		156,940	20,691	118,834	27,030
Other current assets		(12,733)	21,594	(9,688)	15,162
Other non-current assets		(6,194)	285,828	(839)	284,938
Trade and other payables		(448,119)	(217,446)	(189,685)	(297,333)
Amounts due to related parties		731	975	140	171
Advance receipts from customers		(281,489)	(50,367)	(216,023)	(366,524)
Accrued operating agreement fee		476,169	487,333	476,169	487,333
Other current liabilities		(1,325)	(142,370)	(18,619)	(1,832)
Other non-current liabilities		(598)	(12,946)	(1,014)	(12,521)
Defined benefit obligations		(12,633)	18,396	7,689	10,001
Income tax paid		(101,834)	(256,771)	(48,938)	(108,771)
<b>Net cash from operating activities</b>		<b><u>2,072,751</u></b>	<b><u>3,312,113</u></b>	<b><u>1,785,537</u></b>	<b><u>2,437,456</u></b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited)**  
**For the six-month period ended 30 June 2017**

	Notes	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		30 June 2017	30 June 2016	30 June 2017	30 June 2016
		Baht'000	Baht'000	Baht'000	Baht'000
<i><b>Cash flows from investing activities</b></i>					
Interest received		74,640	64,530	73,981	60,307
Dividends received		-	-	67,546	528,281
Current investment		386,363	(852,366)	459,223	(752,249)
Payment for property and equipment		(145,934)	(803,744)	(21,896)	(742,573)
Proceeds from sale of property and equipment		1,962	12,950	1,278	11,730
Loan to subsidiary	4	-	-	(10,000)	-
Proceeds from loan to joint venture	4	18,186	102,301	18,186	102,301
Purchase of intangible assets		(18,101)	(3,227)	(1,254)	(4)
Proceeds from capital reduction of subsidiary		-	-	-	102,482
Net cash outflow on investment in subsidiary		-	-	(1,272)	-
<b>Net cash from (used in) investing activities</b>		<b>317,116</b>	<b>(1,479,556)</b>	<b>585,792</b>	<b>(689,725)</b>
<i><b>Cash flows from financing activities</b></i>					
Dividends paid to owners of the Company		(842,963)	(781,229)	(767,190)	(712,354)
Proceeds from borrowings	9	230,000	1,856,134	-	1,446,134
Repayments of borrowings	9	(582,116)	(2,076,998)	(321,663)	(1,665,950)
Interest paid		(197,822)	(130,974)	(193,349)	(129,375)
<b>Net cash used in financing activities</b>		<b>(1,392,901)</b>	<b>(1,133,067)</b>	<b>(1,282,202)</b>	<b>(1,061,545)</b>
<b>Net increase in cash and cash equivalents</b>		<b>996,966</b>	<b>699,490</b>	<b>1,089,127</b>	<b>686,186</b>
Cash and cash equivalents at 1 January		2,683,685	3,401,141	477,958	1,253,747
Effect of exchange rate changes on balances held in foreign currencies		24	(7,213)	24	(7,207)
<b>Cash and cash equivalents at 30 June</b>		<b>3,680,675</b>	<b>4,093,418</b>	<b>1,567,109</b>	<b>1,932,726</b>
<i><b>Non-cash transactions</b></i>					
Acquisition of property and equipment through credit		16,048	130,584	826	130,557
Finance lease liabilities		38,849	45,545	34,495	40,294

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

These interim financial statements have been approved for issue by the authorised directors on 4 August 2017.

**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 financial 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 service is 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, providing technical support in relation satellite business, 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, Mauritius, the British Virgin Islands, Japan and India.

The Company obtained agreements for operation from the Ministry of Transport and Communication 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 Digital Economy and Society 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 six-month periods ended 30 June 2017 (Unaudited)**

Details of the Company's subsidiaries and a joint venture as at 30 June 2017 and 31 December 2016 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			30 June 2017 (%)	31 December 2016 (%)
<i>Direct subsidiaries</i>				
DTV Service Company Limited	Sale of direct television equipment, providing system integration consultancy service for broadband network and broadband content services	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
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 services	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
International Satellite Company Limited	Providing Thaicom 7 and Thaicom 8 transponder services	Mauritius	100	100

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			30 June 2017 (%)	31 December 2016 (%)
IPSTAR (India) Private Limited	Sale of satellite equipment and providing technical support in relation satellite business	India	100	100
TC Global Services Company Limited	Providing technology service	Mauritius	100	100
<i>Indirect subsidiaries</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	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	Providing fixed line, mobile phone, public phone, public international facilities and Internet services	Lao PDR	24.99	24.99

Material intercompany transactions between the Company and its subsidiaries have been eliminated from this consolidated financial statements. The consolidated financial statements for the three-month and six-month periods ended 30 June 2017 have included the subsidiaries' interim financial information for the three-month and six-month periods ended 30 June 2017 which were reviewed.

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

### **2.1 Statement of compliance**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2016) "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 2016. 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 2016.

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

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

### **For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

The consolidated and separate statements of financial position as at 31 December 2016, presented herein for comparison, have been derived from the consolidated and separate financial statements for the year then ended which have been audited.

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 2016 except that the Group has adopted all the new and revised TFRS that are effective for annual period beginning on or after 1 January 2017. 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.

#### **2.2 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 in the notes to financial statements unless otherwise stated.

#### **2.3 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 2016.

#### **3. Changes in accounting policies**

Since 1 January 2017, the Group has adopted TAS 27 (Revised 2016) "Separate Financial Statements", the amendments reinstate the equity method in accordance with TAS 28 "Investment in Associates and Joint Ventures" as an accounting option in an entity's separate financial statements instead of cost method or fair value by retrospective application to the financial statements.

The Group adopted equity method as an accounting option for investments in subsidiaries and joint ventures in the separate financial statements instead of cost method which impacted to a change in accounting policy of the Group for the preparation of the financial statements for the year ended 31 December 2016.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

The effects from the adoption of TAS 27 (Revised 2016) “Separate Financial Statements” will be recognised retrospectively in the financial statements which impacted to certain accounts in separate financial statements (not impacted to the consolidated financial statements) as follows:

	As previously reported <u>Baht’000</u>	Adjustment <u>Baht’000</u>	As restated <u>Baht’000</u>
<i>Statements of financial position</i>			
<i>As at 1 January 2016</i>			
<b>Assets</b>			
<b>Non-current assets</b>			
Investment in subsidiaries	1,460,031	2,495,655	3,955,686
Investment in a joint venture	137,639	1,072,712	1,210,351
<b>Equity</b>			
Unappropriated retained earnings	3,767,092	2,948,359	6,715,451
Other components of equity	17,237	620,008	637,245
<i>Statements of financial position</i>			
<i>As at 31 December 2016</i>			
<b>Assets</b>			
<b>Non-current assets</b>			
Investment in subsidiaries	1,152,571	874,526	2,027,097
Investment in a joint venture	137,639	1,279,562	1,417,201
<b>Liabilities and equity</b>			
<b>Non-current liabilities</b>			
Net liabilities in subsidiaries	-	82,222	82,222
<b>Equity</b>			
Unappropriated retained earnings	6,081,940	1,532,394	7,614,334
Other components of equity	20,454	539,473	559,927
<i>Statement of profit or loss</i>			
<i>For the three-month period ended 30 June 2016</i>			
Share of profit of investment in subsidiaries	-	196,691	196,691
Share of profit of investment in a joint venture	-	62,242	62,242
<b>Profit before income tax expense</b>	<b>939,690</b>	<b>(265,697)</b>	<b>673,993</b>
<b>Profit for the period</b>	<b>856,990</b>	<b>(265,697)</b>	<b>591,293</b>
<b>Profit attributable to owner of the Company</b>	<b>856,990</b>	<b>(265,697)</b>	<b>591,293</b>
<b>Earnings per share of owner of the Company (Baht)</b>			
Basic earnings per share	0.78	(0.24)	0.54
Diluted earnings per share	0.78	(0.24)	0.54

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

	As previously reported <u>Baht'000</u>	Adjustment <u>Baht'000</u>	As restated <u>Baht'000</u>
<i>Statement of profit or loss and other comprehensive income</i>			
<i>For the three-month period ended 30 June 2016</i>			
<b>Profit for the period</b>	<b>856,990</b>	<b>(265,697)</b>	<b>591,293</b>
<b>Items that maybe reclassified to profit or loss</b>			
Foreign currency translation differences for foreign operations	-	(19,425)	(19,425)
<b>Other comprehensive income for the period, net of income tax</b>	<b>-</b>	<b>(19,425)</b>	<b>(19,425)</b>
<b>Total comprehensive income for the period</b>	<b><u>856,990</u></b>	<b><u>(285,122)</u></b>	<b><u>571,868</u></b>
<b>Total comprehensive income attributable to owners of the Company</b>	<b><u>856,990</u></b>	<b><u>(285,122)</u></b>	<b><u>571,868</u></b>
<i>Statement of profit or loss</i>			
<i>For the six-month period ended 30 June 2016</i>			
Share of profit of investment in subsidiaries	-	354,798	354,798
Share of profit of investment in a joint venture	-	103,345	103,345
<b>Profit before income tax expense</b>	<b>1,599,022</b>	<b>(66,488)</b>	<b>1,532,534</b>
<b>Profit for the period</b>	<b>1,358,082</b>	<b>(66,488)</b>	<b>1,291,594</b>
<b>Profit attributable to owner of the Company</b>	<b>1,358,082</b>	<b>(66,488)</b>	<b>1,291,594</b>
<b>Earnings per share of owner of the Company (Baht)</b>			
Basic earnings per share	1.24	(0.06)	1.18
Diluted earnings per share	1.24	(0.06)	1.18

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

	As previously reported <u>Baht'000</u>	Adjustment <u>Baht'000</u>	As restated <u>Baht'000</u>
<i>Statement of profit or loss and other comprehensive income</i>			
<i>For the six-month period ended 30 June 2016</i>			
<b>Profit for the period</b>	<b>1,358,082</b>	<b>(66,488)</b>	<b>1,291,594</b>
<b>Items that maybe reclassified to profit or loss</b>			
Foreign currency translation differences for foreign operations	-	(68,083)	(68,083)
Changes in fair value of available-for-sale investment transfers to profit or loss	-	11,257	11,257
Changes in fair value of available-for-sale investment	-	(17,028)	(17,028)
<b>Other comprehensive income for the period, net of income tax</b>	<b>-</b>	<b>(73,854)</b>	<b>(73,854)</b>
<b>Total comprehensive income for the period</b>	<b><u>1,358,082</u></b>	<b><u>(140,342)</u></b>	<b><u>1,217,740</u></b>
<b>Total comprehensive income attributable to owners of the Company</b>	<b><u>1,358,082</u></b>	<b><u>(140,342)</u></b>	<b><u>1,217,740</u></b>

*Statement of cash flows*  
*For the six-month period ended 30 June 2016*

<b>Cash flows from operating activities</b>			
Profit for the period	1,358,082	(66,488)	1,291,594
<i>Adjustments for</i>			
Investment income	(588,667)	524,631	(64,036)
Share of profit of investment in subsidiaries	-	(354,798)	(354,798)
Share of profit of investment in a joint venture	-	(103,345)	(103,345)
<b>Net cash from operating activities</b>	<b>2,437,456</b>	<b>-</b>	<b>2,437,456</b>

#### 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 2016: 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.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Significant transactions for the three-month periods ended 30 June 2017 and 2016 with related parties were as follows:

<b>Three-month period ended 30 June</b>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<u>2017</u> Baht'000	<u>2016</u> Baht'000	<u>2017</u> Baht'000	<u>2016</u> Baht'000
<b>Sales</b>				
<i>Sales and services income</i>				
Parent	241	176	-	-
Subsidiaries	-	-	424,230	497,839
Related parties under common control	75,813	129,868	16,262	40,784
Other related party	402	473	-	-
<i>Other income</i>				
Subsidiaries	-	-	36,034	33,393
Joint venture	24,576	23,630	24,575	23,630
Related parties under common control	313	5	1	5
<b>Total</b>	<b><u>101,345</u></b>	<b><u>154,152</u></b>	<b><u>501,102</u></b>	<b><u>595,651</u></b>
<b>Expenses</b>				
<i>Purchases of goods and services</i>				
Subsidiaries	-	-	26,068	22,893
Joint venture	1,569	1,526	-	-
Related parties under common control	4,939	7,904	13	3,907
Other related party	9,471	10,604	3,772	3,718
<i>Selling and administrative expenses</i>				
Parent	58	310	55	177
Subsidiaries	-	-	2,950	145
Related parties under common control	3,198	2,767	1,769	1,404
Director and management' remuneration	22,211	19,181	14,871	12,562
<i>Finance cost</i>				
Subsidiary	-	-	-	4,371
<b>Total</b>	<b><u>41,446</u></b>	<b><u>42,292</u></b>	<b><u>49,498</u></b>	<b><u>49,177</u></b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

Significant transactions for the six-month periods ended 30 June 2017 and 2016 with related parties were as follows:

Six-month period ended 30 June	Consolidated financial statements		Separate financial statements	
	2017 Baht'000	2016 Baht'000	2017 Baht'000	2016 Baht'000
<b>Sales</b>				
<i>Sales and services income</i>				
Parent	488	323	-	-
Subsidiaries	-	-	1,063,026	1,088,317
Related parties under common control	162,298	236,251	32,573	57,326
Other related party	804	1,088	-	-
<i>Other income</i>				
Subsidiaries	-	-	71,816	72,897
Joint venture	49,088	47,339	49,088	47,339
Related parties under common control	358	10	5	10
<b>Total</b>	<b>213,036</b>	<b>285,011</b>	<b>1,216,508</b>	<b>1,265,889</b>
<b>Expenses</b>				
<i>Purchases of goods and services</i>				
Subsidiaries	-	-	54,493	45,401
Joint venture	3,176	3,217	-	-
Related parties under common control	10,069	12,876	21	3,912
Other related party	20,457	21,712	7,480	7,556
<i>Selling and administrative expenses</i>				
Parent	188	366	184	233
Subsidiaries	-	-	7,526	698
Related parties under common control	6,395	6,330	3,605	3,309
Director and management' remuneration	45,619	39,059	30,747	25,137
<i>Finance cost</i>				
Subsidiary	-	-	-	8,710
<b>Total</b>	<b>85,904</b>	<b>83,560</b>	<b>104,056</b>	<b>94,956</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Balances as at 30 June 2017 and 31 December 2016 with related parties were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2017 Baht'000	31 December 2016 Baht'000	30 June 2017 Baht'000	31 December 2016 Baht'000
<b>Trade receivables and accrued income</b>				
<i>Trade receivables</i>				
Parent	224	293	-	-
Subsidiaries	-	-	409,802	359,741
Related parties under common control	22,274	33,544	-	8,080
Other related party	56,936	60,053	2,754	2,904
<b>Total</b>	<b>79,434</b>	<b>93,890</b>	<b>412,556</b>	<b>370,725</b>
<i>Accrued income</i>				
Subsidiaries	-	40	293,870	270,409
Related parties under common control	28,712	37,949	4,840	5,097
<b>Total</b>	<b>28,712</b>	<b>37,989</b>	<b>298,710</b>	<b>275,506</b>
<b>Total trade receivables and accrued income</b>	<b>108,146</b>	<b>131,879</b>	<b>711,266</b>	<b>646,231</b>
<i>Less allowance for doubtful accounts</i>	<i>(56,453)</i>	<i>(59,526)</i>	<i>(2,754)</i>	<i>(2,904)</i>
<b>Net</b>	<b>51,693</b>	<b>72,353</b>	<b>708,512</b>	<b>643,327</b>
<b>Other receivables</b>				
Parent	37	232	37	232
Subsidiaries	-	-	113,191	178,432
Joint venture	157,479	124,136	157,479	124,136
<b>Total</b>	<b>157,516</b>	<b>124,368</b>	<b>270,707</b>	<b>302,800</b>
<b>Loan to related parties</b>				
<b>Short-term loan</b>				
Joint venture	-	18,186	-	18,186
	-	<b>18,186</b>	-	<b>18,186</b>
<b>Long-term Loans</b>				
Subsidiary	-	-	40,000	30,000
Joint venture	2,034,957	2,145,947	2,034,957	2,145,947
	<b>2,034,957</b>	<b>2,145,947</b>	<b>2,074,957</b>	<b>2,175,947</b>
<b>Total</b>	<b>2,034,957</b>	<b>2,164,133</b>	<b>2,074,957</b>	<b>2,194,133</b>

The short-term loan to a joint venture bears interest rate at the rate of LIBOR + 2.50 per annum and is repayable upon request.

The term of the long-term loan to subsidiary is 2 years. As at 30 June 2017, the interest rate at the rate of 4.92% to 5.04% per annum (31 December 2016: 4.92% per annum).

The term of the long-term loan to a joint venture is 10 years with the interest rate at the rate of LIBOR + 3.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Movements during the six-month periods ended 30 June 2017 and 2016 of loans to subsidiary and a joint venture were as follows:

<b>Six-month period ended 30 June</b>	<b>Consolidated and Separate financial statements</b>			
	<b>2017</b>		<b>2016</b>	
	<b>Baht'000</b>		<b>Baht'000</b>	
<b>Short-term loans to a joint venture</b>				
At 1 January			18,186	168,521
Decrease			(18,186)	(102,301)
Net foreign exchange loss			-	(1,671)
<b>At 30 June</b>			<b>-</b>	<b>64,549</b>

  

<b>Six-month period ended 30 June</b>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Baht'000</b>		<b>Baht'000</b>	
<b>Long-term loans</b>				
<b>Subsidiary</b>				
At 1 January	-	-	30,000	-
Increase	-	-	10,000	-
<b>At 30 June</b>	<b>-</b>	<b>-</b>	<b>40,000</b>	<b>-</b>
<b>Joint venture</b>				
At 1 January	2,145,947	2,161,864	2,145,947	2,161,864
Unrealised loss on exchange	(110,990)	(54,559)	(110,990)	(54,559)
<b>At 30 June</b>	<b>2,034,957</b>	<b>2,107,305</b>	<b>2,034,957</b>	<b>2,107,305</b>

  

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>30 June 2017</b>	<b>31 December 2016</b>	<b>30 June 2017</b>	<b>31 December 2016</b>
	<b>Baht'000</b>		<b>Baht'000</b>	
<b>Other current assets</b>				
Subsidiaries	-	-	560	560
Related party under common control	5	2	5	1
Other related party	17	17	-	-
<b>Total</b>	<b>22</b>	<b>19</b>	<b>565</b>	<b>561</b>
<b>Trade payables</b>				
Subsidiaries	-	-	9,803	44,773
Joint venture	851	333	333	333
Related party under common control	4,032	4,998	-	-
Other related party	3,551	4,082	1,192	1,243
<b>Total</b>	<b>8,434</b>	<b>9,413</b>	<b>11,328</b>	<b>46,349</b>
<b>Other payables</b>				
Subsidiaries	-	-	2,194	2,258
Related party under common control	780	49	58	4
<b>Total</b>	<b>780</b>	<b>49</b>	<b>2,252</b>	<b>2,262</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Advance receipts from customers</b>				
Parent	-	32	-	-
Subsidiaries	-	-	22,991	10,357
Related party under common control	3,030	3,989	1,313	3,948
<b>Total</b>	<b>3,030</b>	<b>4,021</b>	<b>24,304</b>	<b>14,305</b>
<b>Accrued expenses</b>				
Subsidiaries	-	-	114,043	125,583
Related party under common control	2,524	350	2,495	320
Other related party	11,420	12,318	-	-
<b>Total</b>	<b>13,944</b>	<b>12,668</b>	<b>116,538</b>	<b>125,903</b>
<b>Other current liabilities</b>				
Subsidiaries	-	-	1,739	14,359
Related party under common control	3,360	160	-	160
<b>Total</b>	<b>3,360</b>	<b>160</b>	<b>1,739</b>	<b>14,519</b>

### Key management personnel compensation

Key management personnel compensation comprised:

Three-month period ended 30 June	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	20,434	18,204	13,369	11,844
Long-term benefits				
- Current service costs, included in administrative expenses	435	418	264	253
- Interest on obligation, included in finance costs	251	228	147	134
- Share-based payment	1,091	331	1,091	331
<b>Total</b>	<b>22,211</b>	<b>19,181</b>	<b>14,871</b>	<b>12,562</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

Six-month period ended 30 June	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	41,966	37,184	27,643	23,780
Long-term benefits				
- Current service costs, included in administrative expenses	870	835	528	505
- Interest on obligation, included in finance costs	502	456	295	268
- Share-based payment	2,281	584	2,281	584
<b>Total</b>	<b>45,619</b>	<b>39,059</b>	<b>30,747</b>	<b>25,137</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 and other benefits. 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 profit or loss.

### *Significant agreements with related parties*

1. 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.
2. The Company entered into agreements with subsidiaries and related parties under common control, under which the Company was committed to provide transponder service and advisory service. Subsidiaries and related parties under common control were committed to pay the Company for the service of the agreements at approximately USD 15.13 million and Baht 17.69 million (31 December 2016: approximately USD 25.50 million and Baht 20.78 million). The service fees of contracts vary to the actual used or number of installed user terminal at the rate stated in the contract.
3. The Company had entered into agreements with a subsidiary, under which a subsidiary was committed to provide broadcasting, television and telecommunication service. The Company was committed to pay for the service in respect of the agreements at USD 6,480 per channel/ per year.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

**5. Current investments**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Current investments</i></b>				
Short-term deposit and bill of exchange	2,507,106	2,933,732	2,371,751	2,837,554
Debt securities available for sale	612,938	604,156	712,125	703,027
<b>Total</b>	<b>3,120,044</b>	<b>3,537,888</b>	<b>3,083,876</b>	<b>3,540,581</b>

As at 30 June 2017, short-term deposit and bill of exchange have interest rates of 1.15% to 1.64% per annum (31 December 2016: 0.87% to 1.70% per annum) and mature within 1 year.

**6. Trade and other receivables**

	Note	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		30 June 2017	31 December 2016	30 June 2017	31 December 2016
		Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Trade receivables</i></b>					
Related parties	4	79,434	93,890	412,556	370,725
Other parties		1,518,152	1,718,528	761,153	777,490
<b>Total</b>		<b>1,597,586</b>	<b>1,812,418</b>	<b>1,173,709</b>	<b>1,148,215</b>
<b><i>Accrued income</i></b>					
Related parties	4	28,712	37,989	298,710	275,506
Other parties		626,502	605,001	408,556	387,834
<b>Total</b>		<b>655,214</b>	<b>642,990</b>	<b>707,266</b>	<b>663,340</b>
<b><i>Other receivables</i></b>					
Prepaid expenses		126,142	174,554	16,835	47,328
Advance payments		46,578	76,805	15,508	31,981
Others		44,625	73,701	18,980	11,835
<b>Total</b>		<b>217,345</b>	<b>325,060</b>	<b>51,323</b>	<b>91,144</b>
<b>Total trade receivables, accrued income and other receivables</b>		<b>2,470,145</b>	<b>2,780,468</b>	<b>1,932,298</b>	<b>1,902,699</b>
Less allowance for doubtful accounts		(346,510)	(352,498)	(180,647)	(180,944)
<b>Net</b>		<b>2,123,635</b>	<b>2,427,970</b>	<b>1,751,651</b>	<b>1,721,755</b>
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
Bad and doubtful debts expenses for the six-month period ended 30 June		<b>16,594</b>	<b>78,168</b>	<b>3,277</b>	<b>74,676</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Aging analyses for trade receivables were as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Related parties</b>				
Within credit terms	20,052	33,160	297,501	355,851
Overdue:				
Less than 3 months	969	860	17,829	2,036
3 - 6 months	1,608	-	93,574	6,761
6 - 12 months	4	-	-	2,274
Over 12 months	56,801	59,870	3,652	3,803
	<b>79,434</b>	<b>93,890</b>	<b>412,556</b>	<b>370,725</b>
<i>Less allowance for doubtful accounts</i>	<i>(56,453)</i>	<i>(59,526)</i>	<i>(2,754)</i>	<i>(2,904)</i>
	<b>22,981</b>	<b>34,364</b>	<b>409,802</b>	<b>367,821</b>
<b>Other parties</b>				
Within credit terms	452,574	404,072	147,224	132,528
Overdue:				
Less than 3 months	438,124	459,331	226,071	256,790
3 - 6 months	271,475	497,663	143,243	130,536
6 - 12 months	89,983	166,604	61,259	156,638
Over 12 months	265,996	190,858	183,356	100,998
	<b>1,518,152</b>	<b>1,718,528</b>	<b>761,153</b>	<b>777,490</b>
<i>Less allowance for doubtful accounts</i>	<i>(290,057)</i>	<i>(292,972)</i>	<i>(177,893)</i>	<i>(178,040)</i>
	<b>1,228,095</b>	<b>1,425,556</b>	<b>583,260</b>	<b>599,450</b>
<b>Net</b>	<b>1,251,076</b>	<b>1,459,920</b>	<b>993,062</b>	<b>967,271</b>

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

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

	Note	Consolidated financial statements		Separate financial statements (Restated)	
		30 June 2017 Baht'000	31 December 2016 Baht'000	30 June 2017 Baht'000	31 December 2016 Baht'000
Investments in subsidiaries		-	-	1,951,699	1,944,875
Investments in a joint venture	3	1,409,014	1,417,201	1,409,014	1,417,201
<b>Total investments, net</b>		<b>1,409,014</b>	<b>1,417,201</b>	<b>3,360,713</b>	<b>3,362,076</b>

**Presentation in the balance sheet as follows:**

		30 June 2017	31 December 2016	30 June 2017	31 December 2016
Investments - equity method		1,409,014	1,417,201	3,455,796	3,444,298
Net liabilities in subsidiaries	3	-	-	(95,083)	(82,222)
<b>Total investments, net</b>		<b>1,409,014</b>	<b>1,417,201</b>	<b>3,360,713</b>	<b>3,362,076</b>

Six-month period ended	Note	Consolidated financial statements		Separate financial statements (Restated)	
		30 June 2017 Baht'000	30 June 2016 Baht'000	30 June 2017 Baht'000	30 June 2016 Baht'000
At 1 January		1,417,201	1,210,351	1,290,210	1,597,670
Impacted from changes accounting policies	3	-	-	2,071,867	3,568,367
Addition		-	-	1,272	10,440
Capital return		-	-	-	(112,922)
Share of net profits of investments in equity method		91,077	103,345	222,378	458,143
Dividend income		-	-	(67,546)	(524,631)
Changes in fair value of available-for-sale investment		-	-	-	(5,771)
Foreign currency translation adjustments		(99,264)	6,440	(157,468)	(68,083)
<b>At 30 June</b>		<b>1,409,014</b>	<b>1,320,136</b>	<b>3,360,713</b>	<b>4,923,213</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Investments in subsidiaries and a joint venture as at 30 June 2017 and 31 December 2016, and dividend income from those investments for the six-month periods ended 30 June 2017 and 2016 were as follows:

	<b>Consolidated financial statements</b>									
	Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the six-month periods ended	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	30 June
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	
<b>Joint venture</b>										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	138	138	1,409	1,417	-	-
					<b>138</b>	<b>138</b>	<b>1,409</b>	<b>1,417</b>	<b>-</b>	<b>-</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

	Separate financial statements										
	Ownership interest		Paid-up capital		Cost-net of impairment		Equity method		Dividend income for the six-month periods ended		
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December	30 June	30 June	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	
%						Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
<b>Subsidiaries</b>											
DTV Service Company Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	440	378	-	-	
IPSTAR Company Limited	100.00	100.00	USD 2 million	USD 2 million	157	157	(84)	(63)	-	284	
Star Nucleus Company Limited	100.00	100.00	-	-	-	-	143	203	68	36	
IPSTAR International Pte Limited	100.00	100.00	SGD 20,000	SGD 20,000	1	1	57	24	-	-	
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	40	37	-	-	
Cambodian DTV Network Limited	100.00	100.00	USD 600,000	USD 600,000	21	21	61	50	-	-	
IPSTAR Australia Pty Limited	100.00	100.00	AUD 6.95 million	AUD 6.95 million	425	425	531	442	-	-	
TC Broadcasting Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	3	(8)	-	-	
IPSTAR Japan Company Limited	100.00	100.00	JPY 100 million	JPY 100 million	33	33	122	133	-	-	
IPSTAR New Zealand Company Limited	100.00	100.00	NZD 3.20 million	NZD 3.20 million	98	98	120	127	-	30	
International Satellite Company Limited	100.00	100.00	USD 50,000	USD 50,000	2	2	510	616	-	175	
IPSTAR (India) Private Limited	100.00	100.00	INR 30 million	INR 30 million	16	16	20	17	-	-	
TC Global Services Company Limited	100.00	100.00	USD 12,500	USD 12,500	1	-	(11)	(11)	-	-	
<b>Total</b>					<b>1,154</b>	<b>1,153</b>	<b>1,952</b>	<b>1,945</b>	<b>68</b>	<b>525</b>	
<b>Joint venture</b>											
Shenington Investment Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	<b>138</b>	<b>138</b>	<b>1,409</b>	<b>1,417</b>	-	-	

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the six-month periods ended 30 June 2017 (Unaudited)**

Significant movements in investments in subsidiaries and joint venture for the six-month period ended 30 June 2017 were as follows:

**Joint venture**

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

At the Annual General Meeting of the shareholders of LTC held on 2 February 2017, the shareholders approved the appropriation of dividend from 2016 operation of USD 26 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 14.2).

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**8. Capital expenditure and commitments**

<i>Six-month period ended 30 June</i>	<b>Consolidated financial statements</b>							
	2017				2016			
	Property, plant and equipment Baht'000	Intangible assets under operating agreement Baht'000	Deferred Charges Baht'000	Intangible assets Baht'000	Property, plant and equipment Baht'000	Intangible assets under operating agreement Baht'000	Deferred charges Baht'000	Intangible assets Baht'000
<b>Cost</b>								
At 1 January	14,531,775	26,232,910	20,233	2,820,310	13,497,657	26,423,384	674,372	2,814,206
Additions	146,855	-	-	22,997	934,328	-	-	3,227
Transfers	(22,281)	186	-	(640)	(6,618)	-	-	6,503
Disposals	(22,006)	-	-	(486)	(63,115)	-	-	(687)
Write-offs	(122,399)	-	(56)	(380)	(1,547)	-	(654,139)	(5,031)
Foreign currency translation adjustments	(10,069)	-	-	(6,246)	4,018	-	-	(4,099)
<b>At 30 June</b>	<b>14,501,875</b>	<b>26,233,096</b>	<b>20,177</b>	<b>2,835,555</b>	<b>14,364,723</b>	<b>26,423,384</b>	<b>20,233</b>	<b>2,814,119</b>
<b>Depreciation and amortisation</b>								
At 1 January	5,184,615	17,028,162	2,583	2,109,538	4,465,823	15,196,197	654,719	1,985,071
Depreciation and amortisation charges for the period	456,820	1,002,878	1,000	62,049	297,498	1,005,794	988	63,931
Transfers	(18,615)	-	-	(640)	(4,526)	-	-	4,516
Disposals	(21,754)	-	-	(481)	(58,208)	-	-	(685)
Write-offs	(122,276)	-	(56)	(380)	(1,472)	-	(654,139)	(5,028)
Foreign currency translation adjustments	(5,966)	-	-	(4,925)	123	-	-	(2,212)
<b>At 30 June</b>	<b>5,472,824</b>	<b>18,031,040</b>	<b>3,527</b>	<b>2,165,161</b>	<b>4,699,238</b>	<b>16,201,991</b>	<b>1,568</b>	<b>2,045,593</b>
<b>Net book value</b>								
At 1 January	9,347,160	9,204,748	17,650	710,772	9,031,834	11,227,187	19,653	829,135
At 30 June	9,029,051	8,202,056	16,650	670,394	9,665,485	10,221,393	18,665	768,526

The gross amount of the Group's fully depreciated property and equipment that was still in use as at 30 June 2017 amounted to Baht 3,093.49 million (31 December 2016: Baht 2,939.20 million).

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<i>Six-month period ended 30 June</i>	Separate financial statements							
	2017				2016			
	Property and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets	Property and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<b>Cost</b>								
At 1 January	11,056,560	26,232,910	20,177	1,419,784	10,290,372	26,232,805	674,316	1,418,306
Additions	22,723	-	-	6,149	873,131	-	-	4
Transfers	(1,337)	186	-	-	(79)	-	-	-
Disposals	(4,959)	-	-	-	(57,973)	-	-	-
Write-offs	(6,968)	-	-	-	(277)	-	(654,139)	-
<b>At 30 June</b>	<b>11,066,019</b>	<b>26,233,096</b>	<b>20,177</b>	<b>1,425,933</b>	<b>11,105,174</b>	<b>26,232,805</b>	<b>20,177</b>	<b>1,418,310</b>
<b>Depreciation and amortization</b>								
At 1 January	2,615,424	17,028,162	2,527	997,445	2,217,168	15,005,618	654,648	902,371
Depreciation and amortisation charges for the period	349,177	1,002,878	1,000	47,184	182,826	1,005,794	1,003	47,387
Transfers	(341)	-	-	-	(10)	-	-	-
Disposals	(4,934)	-	-	-	(55,386)	-	-	-
Write-offs	(6,935)	-	-	-	(216)	-	(654,139)	-
<b>At 30 June</b>	<b>2,952,391</b>	<b>18,031,040</b>	<b>3,527</b>	<b>1,044,629</b>	<b>2,344,382</b>	<b>16,011,412</b>	<b>1,512</b>	<b>949,758</b>
<b>Net book value</b>								
At 1 January	8,441,136	9,204,748	17,650	422,339	8,073,204	11,227,187	19,668	515,935
At 30 June	8,113,628	8,202,056	16,650	381,304	8,760,792	10,221,393	18,665	468,552

The gross amount of the Company's fully depreciated property and equipment that was still in use as at 30 June 2017 amounted to Baht 1,620.69 million (31 December 2016: Baht 1,574.97 million).

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**Capital expenditure commitments**

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

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Baht'000	Baht'000	Baht'000	Baht'000
Internet network	<b>6,981</b>	<b>22,325</b>	-	-

**9. Interest-bearing liabilities**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Current</i></b>				
<i>Short-term loans</i>				
Short-term loans from financial institution	230,000	230,000	-	-
Total short-term loans	230,000	230,000	-	-
<i>Current portion of long-term borrowings</i>				
Loans from financial institutions	686,638	720,664	626,638	660,664
Loans from others	7,759	8,207	6,936	7,327
Total current portion of long-term borrowings	694,397	728,871	633,574	667,991
Total current interest-bearing liabilities	924,397	958,871	633,574	667,991
<b><i>Non-current</i></b>				
<i>Long-term borrowings</i>				
Loans from financial institutions	4,103,150	4,684,647	4,073,150	4,624,647
Loans from others	31,091	35,162	27,559	31,234
Total long-term borrowings	4,134,241	4,719,809	4,100,709	4,655,881
Long-term debentures	4,512,708	4,546,180	4,546,708	4,546,180
Total non-current interest-bearing liabilities	8,646,949	9,265,989	8,647,417	9,202,061
<b>Total</b>	<b>9,571,346</b>	<b>10,224,860</b>	<b>9,280,991</b>	<b>9,870,052</b>

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The movements in the borrowings can be analysed as follows:

	<b>Consolidated financial statements</b>	<b>Separate financial statements</b>
	Baht'000	Baht'000
<b>For the six-month period ended 30 June 2017</b>		
At 1 January 2017	10,224,860	9,870,052
Proceeds from borrowings	230,000	-
Repayment of borrowings	(582,116)	(321,663)
Amortisation of finance costs	529	529
Other	(34,000)	-
Unrealised foreign exchange gain	(267,927)	(267,927)
<b>At 30 June 2017</b>	<b><u>9,571,346</u></b>	<b><u>9,280,991</u></b>

The Group has to maintain the financial ratios restricted in the long-term borrowing agreements and to comply with certain restrictions and maintain certain financial ratios under the terms and conditions of the debentures.

**Credit facilities**

As at 30 June 2017 available credit facilities for loans from local and overseas banks are Baht 6,230.48 million and USD 30 million (31 December 2016: Baht 5,959.42 million and USD 90.80 million).

**10. Share capital and share-based payment transaction**

	<i>Par value per share (Baht)</i>	2017		2016	
		Number Share'000	Amount Baht'000	Number Share'000	Amount Baht'000
<b>Authorised</b>					
At 1 January					
- ordinary shares	5	1,099,977	5,499,884	1,098,902	5,494,513
Increase of new shares	5	-	-	1,075	5,371
<b>At 30 June</b>					
<b>- ordinary shares</b>	<b>5</b>	<b><u>1,099,977</u></b>	<b><u>5,499,884</u></b>	<b><u>1,099,977</u></b>	<b><u>5,499,884</u></b>
<b>Issued and paid-up</b>					
At 1 January					
- ordinary shares	5	1,095,994	5,479,970	1,095,938	5,479,688
Issue of new shares from exercise warrants	5	73	363	56	282
<b>At 30 June</b>					
<b>- ordinary shares</b>	<b>5</b>	<b><u>1,096,067</u></b>	<b><u>5,480,333</u></b>	<b><u>1,095,994</u></b>	<b><u>5,479,970</u></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.

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*Issue of ordinary shares*

At the annual general meeting of the shareholders of the Company held on 30 March 2016, a resolution was passed to approve the issuance of 1,074,300 ordinary shares at the par value of Baht 5 per share, in total of Baht 5,371,500 to reserve for the exercise of the warrant. The Company registered the increased share capital with the Ministry of Commerce on 16 May 2016.

*Share-based payment transaction*

**1. 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>	<b>Project IV</b>
Issued date:	28 March 2013	27 March 2014	26 March 2015	30 March 2016
Issued:	682,000 units	1,197,700 units	1,085,300 units	1,074,300 units
Exercise price:	23.266 Baht/Share	38.265 Baht/Share	37.626 Baht/Share	25.918 Baht/Share
Number of reserved shares:	682,000 shares	1,197,700 shares	1,085,300 shares	1,074,300 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			

Movements in the number of warrants outstanding are as follows:

	1 January 2017	Issue during the period	Return during the period	Exercise during the period	30 June 2017*
	thousand unit	thousand unit	thousand unit	thousand unit	thousand unit
<b>ESOP - Grant I</b>					
Directors	371	-	-	(11)	360
Employees	255	-	-	(62)	193
<b>Total</b>	<b>626</b>	<b>-</b>	<b>-</b>	<b>(73)</b>	<b>553</b>
<b>ESOP - Grant II</b>					
Directors	374	-	-	-	374
Employees	769	-	-	-	769
<b>Total</b>	<b>1,143</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,143</b>
<b>ESOP - Grant III</b>					
Directors	254	-	-	-	254
Employees	691	-	-	-	691
<b>Total</b>	<b>945</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>945</b>
<b>ESOP - Grant IV</b>					
Directors	155	-	-	-	155
Employees	741	-	-	-	741
<b>Total</b>	<b>896</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>896</b>
<b>Grand Total</b>	<b>3,610</b>	<b>-</b>	<b>-</b>	<b>(73)</b>	<b>3,537</b>

\* Include ESOP of employees or executives who cannot exercise their rights under the terms and conditions specified.

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**2. Fair value measurement**

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

	<b>Project I</b>	<b>Project II</b>	<b>Project III</b>	<b>Project IV</b>
Fair value at grant date	Baht 35.037	Baht 27.864	Baht 20.424	Baht 12.475
Share price at grant date	Baht 35.750	Baht 40.500	Baht 36.500	Baht 27.000
Exercise price	Baht 23.266	Baht 38.265	Baht 37.626	Baht 25.918
Expected volatility	55.392%	41.562%	39.894%	36.534%
Expected dividend	1.119%	1.111%	1.781%	2.407%
Risk-free interest rate	3.074%	3.082%	2.340%	1.721%

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

	<b>Consolidate and Separate financial statements</b>	
	<b>2017</b>	<b>2016</b>
	<b>Baht'000</b>	<b>Baht'000</b>
<i>For six-month period ended 30 June</i>		
At 1 January	21,521	17,237
Total expense recognised in profit or loss	4,926	3,039
Decrease during period	(8,904)	(3,679)
<b>At 30 June</b>	<b>17,543</b>	<b>16,597</b>

**Share premium**

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

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**11. 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. Lao PDRs' main activities are sales and services relating to telephone network business and satellite business services. 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	China
Segment 3	India
Segment 4	Japan
Segment 5	Myanmar
Segment 6	Others

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

#### For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

Revenue and results, based on business segments, in the consolidated financial statements for the three-month and six-month periods ended 30 June 2017 and 2016 were as follows:

<i>For the three-month period ended 30 June</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>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Revenues	1,555	2,131	745	793	-	-	(14)	(22)	2,286	2,902
Shares of net results from a joint venture	-	-	-	-	67	62	-	-	67	62
Cost of sales and services	(1,284)	(1,253)	(488)	(504)	-	-	14	23	(1,758)	(1,734)
Selling and administrative expenses	(247)	(280)	(181)	(179)	-	-	1	1	(427)	(458)
Segment results	<u>24</u>	<u>598</u>	<u>76</u>	<u>110</u>	<u>67</u>	<u>62</u>	<u>1</u>	<u>2</u>	<u>168</u>	<u>772</u>
Other income									236	43
Net foreign exchange gain									21	5
Profit before finance cost and income tax									<u>425</u>	<u>820</u>
Finance costs									(104)	(73)
Operating profit									<u>321</u>	<u>747</u>
Income tax expenses									(65)	(110)
Non-controlling interests									(40)	(46)
<b>Net profit</b>									<u><b>216</b></u>	<u><b>591</b></u>

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

<i>For the six-month period ended 30 June</i>	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Revenues	3,510	4,525	1,553	1,633	-	-	(46)	(46)	5,017	6,112
Shares of net results from a joint venture	-	-	-	-	91	103	-	-	91	103
Cost of sales and services	(2,667)	(2,539)	(1,003)	(1,035)	-	-	42	46	(3,628)	(3,528)
Selling and administrative expenses	(624)	(693)	(350)	(364)	-	-	5	3	(969)	(1,054)
Segment results	219	1,293	200	234	91	103	1	3	511	1,633
Other income									286	90
Net foreign exchange gain									116	119
Profit before finance cost and income tax									913	1,842
Finance costs									(209)	(142)
Operating profit									704	1,700
Income tax expenses									(140)	(313)
Non-controlling interests									(89)	(95)
<b>Net profit</b>									<b>475</b>	<b>1,292</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

Revenue and results, based on geographical segments, in the consolidated financial statements for the three-month and six-month periods ended 30 June 2017 and 2016 were as follows:

	Three-month periods ended 30 June		Six-month periods ended 30 June	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Segment revenue</i></b>				
Thailand	1,582,576	1,779,805	3,252,134	3,740,667
China	72,693	75,077	146,620	150,166
India	170,149	183,000	343,660	349,149
Japan	202,157	166,943	463,574	432,267
Myanmar	95,368	128,489	213,476	265,594
Others	162,871	568,325	597,784	1,173,847
<b>Total</b>	<b><u>2,285,814</u></b>	<b><u>2,901,639</u></b>	<b><u>5,017,248</u></b>	<b><u>6,111,690</u></b>

#### Major customers

For the three-month and six-month periods ended 30 June 2017 and 2016, the Group has no revenue transactions with a single external customer amount to 10 percent or more of the Group's revenues.

## 12. Earnings per share

#### *Basic earnings per share*

The calculation of basic earnings per share for the three-month and six-month periods ended 30 June 2017 and 2016 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 (Restated)	
	2017	2016	2017	2016
<i>For the three-month period ended 30 June</i>				
	<i>(thousand Baht/thousand Share)</i>			
<b>Profit attributable to ordinary shareholders of the Company (basic)</b>	<b><u>216,313</u></b>	<b><u>591,293</u></b>	<b><u>216,313</u></b>	<b><u>591,293</u></b>
<b>Number of ordinary shares outstanding</b>	<b><u>1,096,067</u></b>	<b><u>1,095,994</u></b>	<b><u>1,096,067</u></b>	<b><u>1,095,994</u></b>
<b>Earnings per share (basic) (in Baht)</b>	<b><u>0</u></b>	<b><u>0.54</u></b>	<b><u>0</u></b>	<b><u>0.54</u></b>
<i>For the six-month period ended 30 June</i>				
	<i>(thousand Baht/thousand Share)</i>			
<b>Profit attributable to ordinary shareholders of the Company (basic)</b>	<b><u>475,038</u></b>	<b><u>1,291,594</u></b>	<b><u>475,038</u></b>	<b><u>1,291,594</u></b>
<b>Number of ordinary shares outstanding</b>	<b><u>1,096,067</u></b>	<b><u>1,095,994</u></b>	<b><u>1,096,067</u></b>	<b><u>1,095,994</u></b>
<b>Earnings per share (basic) (in Baht)</b>	<b><u>0.43</u></b>	<b><u>1.18</u></b>	<b><u>0.43</u></b>	<b><u>1.18</u></b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

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### *Diluted earnings per share*

The calculation of diluted earnings per share for the three-month and six-month periods ended 30 June 2017 and 2016 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	
	2017	2016	2017	(Restated) 2016
<i>For the three-month period ended 30 June</i>	<i>(thousand Baht/thousand Share)</i>			
<b>Profit attributable to ordinary shareholders of the Company (diluted)</b>	<b><u>216,313</u></b>	<b><u>591,293</u></b>	<b><u>216,313</u></b>	<b><u>591,293</u></b>
Weighted average number of ordinary shares outstanding (basic)	1,096,067	1,095,956	1,096,067	1,095,956
Effect of exercise of shares options	-	22	-	22
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b><u>1,096,067</u></b>	<b><u>1,095,978</u></b>	<b><u>1,096,067</u></b>	<b><u>1,095,978</u></b>
<b>Earnings per share (diluted) (in Baht)</b>	<b><u>0.20</u></b>	<b><u>0.54</u></b>	<b><u>0.20</u></b>	<b><u>0.54</u></b>
<i>For the six-month period ended 30 June</i>	<i>(thousand Baht/thousand Share)</i>			
<b>Profit attributable to ordinary shareholders of the Company (diluted)</b>	<b><u>475,038</u></b>	<b><u>1,291,594</u></b>	<b><u>475,038</u></b>	<b><u>1,291,594</u></b>
Weighted average number of ordinary shares outstanding (basic)	1,096,067	1,095,945	1,096,067	1,095,945
Effect of exercise of shares options	-	44	-	44
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b><u>1,096,067</u></b>	<b><u>1,095,989</u></b>	<b><u>1,096,067</u></b>	<b><u>1,095,989</u></b>
<b>Earnings per share (diluted) (in Baht)</b>	<b><u>0.43</u></b>	<b><u>1.18</u></b>	<b><u>0.43</u></b>	<b><u>1.18</u></b>

### 13. Dividends

At the annual general meeting of the shareholders of the Company held on 29 March 2017, the shareholders approved the appropriation of dividend of Baht 0.70 per share, amounting to Baht 767 million. The dividend was paid to shareholders on 26 April 2017.

At the annual general meeting of the shareholders of the Company held on 30 March 2016, 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 26 April 2016.

**Thaicom Public Company Limited and its Subsidiaries**  
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**14. Commitments with non-related parties**

**14.1 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 Digital Economy and Society (“MDE”) (previously named Ministry of Information and Communication Technology (“MICT”)).

Under the aforementioned agreement, the Company must pay an annual fee to MDE based on a percentage of certain service incomes or at the minimum level specified in the agreement, whichever is higher. As at 30 June 2017, the remaining minimum fee is Baht 366 million (31 December 2016: Baht 405 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 MDE on the date of completion of construction and installation.

**14.2 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 (“LAOGOV”) 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 2016, 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.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the six-month periods ended 30 June 2017 (Unaudited)

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

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>License of the Company</b>		
Telecom Operation License Type I	16 August 2016	5 years
Telecom Operation License Type III	26 September 2012	20 years
Internet Operation License Type I	7 May 2015	5 years
<b>License of DTV Service Company Limited</b>		
Broadcasting Operation License	21 January 2013	15 years
Broadcasting Operation License (Lao Star)	28 January 2016	5 years
Broadcasting Operation License (D-Channel)	28 January 2016	5 years
Broadcasting Operation License (Bayon TV)	9 March 2016	2 years
Broadcasting Operation License (Lao PSTV)	13 July 2016	2 years
Broadcasting Operation License (LNTV 3)	13 July 2016	2 years
Broadcasting Operation License (TVK)	13 July 2016	2 years
Broadcasting Operation License (TV Lao)	24 November 2015	2 years
<b>License of TC Broadcasting Company Limited</b>		
Broadcasting Operation License	4 March 2013	15 years
Telecom Operation License Type III	10 November 2015	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 2017	5 years
Telecom Operation License Type III	20 December 2007	15 years

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**14.4 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 June 2017	31 December 2016	30 June 2017	31 December 2016
		thousands	thousands	thousands	thousands
Within one year	THB	68,171	72,593	21,911	24,807
	YEN	1,392	1,392	-	-
	USD	252	243	252	227
	INR	2,434	695	-	695
	MYR	26	-	26	-
	PHP	270	30	270	30
	CNY	373	-	373	-
	AUD	186	180	-	-
	NZD	179	307	-	-
Total equivalent Baht		<u>90,088</u>	<u>94,506</u>	<u>32,801</u>	<u>33,381</u>
After one year but within five years	THB	19,010	52,413	16,069	25,634
	YEN	4,733	5,500	-	-
	USD	41	113	41	113
	INR	3,042	-	-	-
	PHP	150	-	103	-
	AUD	279	375	-	-
	NZD	-	843	-	-
	Total equivalent Baht		<u>30,847</u>	<u>88,953</u>	<u>17,570</u>
<b>Grand total equivalent Baht</b>		<u><b>120,935</b></u>	<u><b>183,459</b></u>	<u><b>50,371</b></u>	<u><b>63,097</b></u>

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**14.5 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 June 2017	31 December 2016	30 June 2017	31 December 2016
		thousands	thousands	thousands	thousands
Minimum operating agreement fee payable to Ministry of Digital Economy and Society	THB	15,400	57,750	15,400	57,750
Satellite space leasing by customers	USD	3,103	3,077	3,103	3,077
	THB	263,750	446,827	263,750	446,827
	AUD	-	5,000	-	-
Others	THB	41,062	41,653	16,228	14,519

**15. 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 tax and interest aggregating to INR 859.4 million (approximately Baht 453 million) against the said payment received by it from the customers and also levied penalty of INR 566.1 million (approximately Baht 298 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') 2012-2013 net amounting to INR 593.8 million (approximately Baht 312 million), in which part of the amount is substituted and paid by the customer on behalf of the Company. The Company had also deposited INR 480.4 million (approximately Baht 253 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.

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

#### **For the three-month and the six-month periods ended 30 June 2017 (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 INR 162.4 million (approximately Baht 86 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 28 September 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.

#### **16. Other events**

16.1 According to the judgment of the Supreme Court, Criminal Division for Persons Holding Political Positions rendered on 26 February 2010, concerns the Company and its affiliated companies in many aspects. The Company is of the opinion that the consequence of the judgment is limited to the holding that some property of the person holding political position was improperly acquired by an abuse of power while being in a political position. The judgment does not contain any order indicating that the Company or its affiliated companies shall take any actions as the Company is not involved to the case. The Company and its affiliated companies have been operating to the best of its ability in accordance with the law and the agreements and in good faith. The Company and its affiliated companies have every right available under the law and agreements to provide the facts to prove its innocence and good faith in any proceeding which may be initiated by the relevant government agencies in accordance with the law and justice.

16.2 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 Digital Economy and Society ("MDE") (previously named 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 verdict.

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

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

16.3 On 26 December 2015, Golden Town Film Company Limited (“Plaintiff”) has filed the Intellectual Property Court a lawsuit against Thaicom Public Company Limited (“THAICOM” or “the Company”), Directors of the Company, and a customer of the Company (“Defendant”), and claimed that Defendant has broadcasted a movie through satellite TV channel leased from THAICOM infringing the movie copyrights owned by Plaintiff.

On 8 September 2016, The Intellectual Property Court issued an order that THAICOM and its directors were dismissed from the case on the ground that THAICOM and its directors did not mutually infringe the movie copyright of the Plaintiff. At present, the Plaintiff got a permission from the Court to file the appeal of the Court Order within 8 November 2016. On 19 December 2016, THAICOM has filed an argument against appeal to Court. Currently, the matter is in process, awaiting the Supreme Court.

16.4 A subsidiary of the company was being sued and claimed for the damages of satellite equipment in Australia since 2011. On 22 December 2016 the Court gave its judgement that the subsidiary shall compensate for damages of 5.3 million Australian dollars with interest. On 17 March 2017, the subsidiary has filed an argument against appeal to Court. Currently, the matter is in process, awaiting the Court. However, the impact of such expense was recorded in the financial statements

16.5 The Company and its partner have a different interpretation of certain clauses of the cooperation agreement. As a result, the Company and such company have submitted the case to the arbitrator to consider and find a solution for such different view. All witnesses from both parties have been already cross-examined, the case is now being considered by the Tribunal.

## 17. Events after reporting period

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

At the Board of directors’ meeting of CSL held on 3 August 2017, the Directors approved the appropriation of interim dividend of Baht 0.22 per share, amounting to Baht 131 million.

## 18. Reclassification accounts

Certain accounts in the statement of financial position as of 31 December 2016, which is included in the interim financial for 2017 comparative proposes, have been reclassified to conform to the presentation in the 2017 financial statements as follows:

	Consolidated financial statement			Separate financial statement		
	Before Reclassi- fication Baht’000	Reclassi- fication Baht’000	After reclassi- fication Baht’000	Before Reclassi- fication Baht’000	Reclassi- fication Baht’000	After reclassi- fication Baht’000
<i>Statements of financial position</i>						
Trade and other payables	1,406,068	11,050	1,417,118	672,517	11,047	683,564
Account payable – property and equipment	11,050	<u>(11,050)</u>	-	11,047	<u>(11,047)</u>	-
		<u>-</u>			<u>-</u>	