

**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 March 31, 2020, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period ended March 31, 2020, 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".

**BANGKOK
May 5, 2020**

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

Thaicom Public Company Limited and its Subsidiaries
Statement of financial position
As at 31 March 2020

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited)		(Unaudited)	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		Baht'000	Baht'000	Baht'000	Baht'000
Assets					
<i>Current assets</i>					
Cash and cash equivalents		2,488,448	2,621,710	1,501,684	1,717,356
Trade and other current receivables	4	2,062,726	1,889,980	3,506,501	3,094,844
Amounts due from related parties	3	32,134	5,850	54,664	58,400
Current portion of long-term loan to related parties	3	806,269	630,635	826,269	655,635
Inventories		112,882	124,028	105,870	113,600
Current tax assets		9,917	78,805	9,917	78,805
Other current financial assets	5	3,407,263	3,080,846	2,982,833	2,633,570
Other current assets		24,810	28,188	23,639	21,203
Total current assets		8,944,449	8,460,042	9,011,377	8,373,413
<i>Non-current assets</i>					
Long-term loans to related party	3	1,100,589	1,127,499	1,100,589	1,127,499
Investments in subsidiaries	6	-	-	1,301,935	1,232,336
Investments in a joint venture	6	1,502,113	1,408,769	1,502,113	1,408,769
Property, plant and equipment	7	3,223,991	3,312,616	3,220,637	3,305,220
Intangible assets under operating agreement	7	1,168,258	1,365,689	1,168,258	1,365,689
Deferred charges	7	11,096	11,597	11,096	11,597
Intangible assets	7	205,658	228,076	130,977	152,270
Right-of-use assets		149,705	-	126,483	-
Deferred tax assets		768,414	797,296	731,056	741,912
Other non-current assets		316,671	299,195	304,583	287,412
Total non-current assets		8,446,495	8,550,737	9,597,727	9,632,704
Total assets		17,390,944	17,010,779	18,609,104	18,006,117

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statements of financial position (Continued)
As at 31 March 2020

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited)		(Unaudited)	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		Baht'000	Baht'000	Baht'000	Baht'000
Liabilities and equity					
Current liabilities					
Trade and other current payables		759,047	554,717	618,337	418,756
Amounts due to related parties	3	1	1,029	7,078	38,962
Current portion of long-term borrowings	8	505,717	392,002	501,586	392,002
Advance receipts from customers		259,092	349,788	98,690	105,905
Accrued operating agreement fee		289,435	171,655	289,435	171,655
Corporate income tax payable		491	140	-	-
Other current liabilities		66,783	56,578	27,092	23,787
Total current liabilities		1,880,566	1,525,909	1,542,218	1,151,067
Non-current liabilities					
Long-term borrowings	8	3,799,446	3,810,724	3,783,043	3,813,724
Long-term accounts payable - property and equipment		226,526	209,286	226,526	209,286
Net liabilities in subsidiaries	6	-	-	1,606,305	1,399,893
Non-current provisions for employee benefit		236,353	231,765	208,866	205,056
Other non-current liabilities		246,517	238,135	240,610	232,131
Total non-current liabilities		4,508,842	4,489,910	6,065,350	5,860,090
Total liabilities		6,389,408	6,015,819	7,607,568	7,011,157
Equity					
Share capital	9				
Authorised share capital		5,499,884	5,499,884	5,499,884	5,499,884
Issued and paid-up share capital		5,480,510	5,480,510	5,480,510	5,480,510
Premium on ordinary shares	9	4,325,271	4,325,271	4,325,271	4,325,271
Retained earnings					
Appropriated					
Legal reserve		549,988	549,988	549,988	549,988
Unappropriated		851,947	873,555	851,947	873,555
Other components of equity		(206,180)	(234,364)	(206,180)	(234,364)
Equity attributable to owners of the Company		11,001,536	10,994,960	11,001,536	10,994,960
Non-controlling interests		-	-	-	-
Total equity		11,001,536	10,994,960	11,001,536	10,994,960
Total liabilities and equity		17,390,944	17,010,779	18,609,104	18,006,117

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 31 March 2020

	Notes	Consolidated financial statements		Separate financial statements	
		31 March 2020	31 March 2019	31 March 2020	31 March 2019
		Baht'000	Baht'000	Baht'000	Baht'000
Income	3				
Revenues from sales of goods and rendering of services		964,507	1,302,588	891,699	1,164,424
Interest income		20,427	21,253	17,343	18,360
Net foreign exchange gain		237,925	-	240,526	-
Other income		23,530	3,931	6,941	13,971
Total income		1,246,389	1,327,772	1,156,509	1,196,755
Expenses	3				
Cost of sales of goods and rendering of services		531,408	773,494	447,075	630,644
Operating agreements fee		139,781	188,478	139,781	188,478
Selling expenses		6,305	12,686	2,765	5,534
Administrative expenses		188,363	191,499	142,353	136,691
Directors and management benefit expenses		16,955	15,385	16,803	15,304
Net foreign exchange loss		-	15,820	-	16,793
Loss from write-off assets	13	98,415	-	98,415	-
Total expenses		981,227	1,197,362	847,192	993,444
Profit from operating activities		265,162	130,410	309,317	203,311
Finance income		22,962	27,029	23,261	27,716
Finance costs		(52,687)	(82,909)	(51,196)	(81,952)
Reversal of loss on impairment (loss on impairment) based on Thai Financial Reporting Standard No.9	4	5,808	(25,339)	(5,375)	(11,089)
Share of profit (loss) of investment in subsidiaries and a joint venture		3,319	(4,805)	(67,885)	(139,221)
Profit (loss) before income tax expense		244,564	44,386	208,122	(1,235)
Income tax expense		(46,955)	(77,380)	(10,513)	(31,759)
Profit (loss) for the period		197,609	(32,994)	197,609	(32,994)
Profit (loss) attributable to:					
Owner of the Company		197,609	(32,994)	197,609	(32,994)
Non-controlling interest		-	-	-	-
Profit (loss) for the period		197,609	(32,994)	197,609	(32,994)
Earnings (loss) per share (Baht)	11				
Basic earning (loss) per share		0.18	(0.03)	0.18	(0.03)
Diluted earning (loss) per share		0.18	(0.03)	0.18	(0.03)

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 31 March 2020

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 March	31 March	31 March
Notes	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
Profit (loss) for the period	197,609	(32,994)	197,609	(32,994)
Other comprehensive income				
Items that maybe reclassified to profit or loss				
Foreign currency translation differences	24,416	(41,827)	24,416	(41,827)
Changes in fair value of financial assets	4,424	4,335	4,424	4,335
Income tax on other comprehensive income	(885)	(867)	(885)	(867)
Other comprehensive income for the period, net of income tax	27,955	(38,359)	27,955	(38,359)
Total comprehensive income for the period	225,564	(71,353)	225,564	(71,353)
Total comprehensive income attributable to:				
Owners of the Company	225,564	(71,353)	225,564	(71,353)
Non-controlling interests	-	-	-	-
Total comprehensive income for the period	225,564	(71,353)	225,564	(71,353)

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)
For the three-month period ended 31 March 2020

		Consolidated financial statements											
		Retained earnings				Other components of equity				Equity attributable to owners of the Company	Non-controlling interests	Total 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 subsidiary	Foreign currency translation differences	Changes in fair value of financial assets	Total other components of 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	
Three-month period ended 31 March 2019													
Balance as at 1 January 2019	5,480,510	4,325,271	549,988	2,936,698	14,745	(22,126)	(139,576)	(8,452)	(155,409)	13,137,058	-	13,137,058	
Transactions with owners, recorded directly in equity													
Share-based payment transactions	9	-	-	-	-	823	-	-	-	823	823	-	823
Total transactions with owners, recorded directly in equity		-	-	-	-	823	-	-	-	823	823	-	823
Comprehensive income for the period													
Loss for the period		-	-	-	(32,994)	-	-	-	-	-	(32,994)	-	(32,994)
Other comprehensive income		-	-	-	-	-	-	(41,827)	3,468	(38,359)	(38,359)	-	(38,359)
Total comprehensive income for the period		-	-	-	(32,994)	-	-	(41,827)	3,468	(38,359)	(71,353)	-	(71,353)
Balance as at 31 March 2019		5,480,510	4,325,271	549,988	2,903,704	15,568	(22,126)	(181,403)	(4,984)	(192,945)	13,066,528	-	13,066,528

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited) (Continued)
For the three-month period ended 31 March 2020

		Consolidated financial statements										
		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 subsidiary	Foreign currency translation differences	Changes in fair value of financial assets	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
Three-month period ended 31 March 2020												
Balance as at 1 January 2020	5,480,510	4,325,271	549,988	873,555	16,971	(22,126)	(237,593)	8,384	(234,364)	10,994,960	-	10,994,960
Transactions with owners, recorded directly in equity												
Share-based payment transactions	9	-	-	-	229	-	-	-	229	229	-	229
Dividends to owners of the Company	12	-	-	-	(219,217)	-	-	-	-	(219,217)	-	(219,217)
Total transactions with owners, recorded directly in equity		-	-	-	(219,217)	229	-	-	229	(218,988)	-	(218,988)
Comprehensive income for the period												
Profit for the period		-	-	-	197,609	-	-	-	-	197,609	-	197,609
Other comprehensive income		-	-	-	-	-	24,416	3,539	27,955	27,955	-	27,955
Total comprehensive income for the period		-	-	-	197,609	-	24,416	3,539	27,955	225,564	-	225,564
Balance as at 31 March 2020	5,480,510	4,325,271	549,988	851,947	17,200	(22,126)	(213,177)	11,923	(206,180)	11,001,536	-	11,001,536

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)
For the three-month period ended 31 March 2020

		Separate financial statements								
		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 subsidiary	Foreign currency translation differences	Changes in fair value of financial assets	Total other components of equity	Total equity
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Three-month period ended 31 March 2019										
Balance as at 1 January 2019										
	5,480,510	4,325,271	549,988	2,936,698	14,745	(22,126)	(139,576)	(8,452)	(155,409)	13,137,058
Transactions with owners, recorded directly in equity										
9	Share-based payment transactions	-	-	-	-	823	-	-	-	823
Total transactions with owners, recorded directly in equity										
	-	-	-	-	823	-	-	-	823	823
Comprehensive income for the period										
	Loss for the period	-	-	-	(32,994)	-	-	-	-	(32,994)
	Other comprehensive income	-	-	-	-	-	(41,827)	3,468	(38,359)	(38,359)
Total comprehensive income for the period										
	-	-	-	(32,994)	-	-	(41,827)	3,468	(38,359)	(71,353)
Balance as at 31 March 2019										
	5,480,510	4,325,271	549,988	2,903,704	15,568	(22,126)	(181,403)	(4,984)	(192,945)	13,066,528

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited) (Continued)
For the three-month period ended 31 March 2020

		Separate financial statements								
		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 subsidiary	Foreign currency translation differences	Changes in fair value of financial assets	Total other components of equity	Total equity
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Three-month period ended 31 March 2020										
Balance as at 1 January 2020	5,480,510	4,325,271	549,988	873,555	16,971	(22,126)	(237,593)	8,384	(234,364)	10,994,960
Transactions with owners, recorded directly in equity										
Share-based payment transactions	9	-	-	-	229	-	-	-	229	229
Dividends to owners of the Company	12	-	-	-	(219,217)	-	-	-	-	(219,217)
Total transactions with owners, recorded directly in equity		-	-	-	(219,217)	229	-	-	229	(218,988)
Comprehensive income for the period										
Profit for the period		-	-	-	197,609	-	-	-	-	197,609
Other comprehensive income		-	-	-	-	-	24,416	3,539	27,955	27,955
Total comprehensive income for the period		-	-	-	197,609	-	-	24,416	3,539	225,564
Balance as at 31 March 2020	5,480,510	4,325,271	549,988	851,947	17,200	(22,126)	(213,177)	11,923	(206,180)	11,001,536

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)
For the three-month period ended 31 March 2020

		Consolidated financial statements		Separate financial statements	
		31 March 2020	31 March 2019	31 March 2020	31 March 2019
	Notes	Baht'000	Baht'000	Baht'000	Baht'000
Cash flows from operating activities					
Profit (loss) for the period		197,609	(32,994)	197,609	(32,994)
Adjustments for					
Depreciation of property and equipment	7	93,612	128,718	86,253	115,247
Amortisation of intangible assets under operating agreements	7	197,431	299,411	197,431	299,411
Amortisation of deferred charges	7	501	498	501	498
Amortisation of intangible assets	7	23,576	25,702	21,293	23,468
Amortisation of right-of-use assets		8,030	-	6,790	-
Impairment loss on intangible asset	7	-	9,293	-	9,293
Investment income		(42,862)	(48,235)	(40,605)	(46,076)
Share-based payment	9	229	823	229	823
Finance costs		52,687	82,909	51,196	81,952
(Gain) loss on exchange rate		(247,767)	80,732	(181,738)	70,725
Amortisation of borrowing costs	8	110	262	110	262
Bad and doubtful debts expense (reversal)	4	(5,808)	25,339	5,375	11,089
Allowance for (reversal of) obsolete inventory		1,024	(4,451)	1,299	(675)
Gain on disposal of property and equipment		(12)	(298)	(12)	(299)
Loss on write-off property and equipment		1	-	-	-
Loss from write-off assets	13	98,415	-	98,415	-
Share of (profits) loss of investment in subsidiaries and a joint venture	6	(3,319)	4,805	67,885	139,221
Income tax expense		46,955	77,380	10,513	31,759
		420,412	649,894	522,544	703,704
Changes in operating assets and liabilities					
Trade and other current receivables		24,791	(63,973)	(218,652)	(88,867)
Amounts due from related parties		(25,305)	(28,847)	(371)	(40,094)
Inventories		10,122	1,869	6,431	3,698
Other current assets		(4,903)	(22,885)	(1,555)	(18,681)
Other non-current assets		(283)	596	-	(2,024)
Trade and other current payables		(21,529)	(130,687)	(25,250)	(57,133)
Amounts due to related parties		(1,344)	(38)	(32,200)	(522)
Advance receipts from customers		(90,696)	(53,607)	(7,215)	6,021
Accrued operating agreement fee		117,781	166,999	117,781	166,999
Other current liabilities		8,656	1,523	1,755	(4,833)
Other non-current liabilities		(5,313)	(3,147)	(5,214)	1,704
Defined benefit obligations		3,079	(1,798)	2,521	(1,304)
Income tax paid		(12,026)	(14,840)	(542)	(116)
Net cash received from operating activities		423,442	501,059	360,033	668,552

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited) (Continued)
For the three-month period ended 31 March 2020

		Consolidated		Separate	
		financial statements		financial statements	
	Notes	31 March 2020	31 March 2019	31 March 2020	31 March 2019
		Baht'000	Baht'000	Baht'000	Baht'000
Cash flows from investing activities					
Interest received		47,759	54,605	43,764	48,762
Dividend received	6	-	-	-	15,746
Other current financial assets		(321,992)	778,343	(344,840)	296,121
Payment for property and equipment		(2,385)	(4,546)	(749)	(1,543)
Cash received from loan to subsidiary		-	-	5,000	-
Payment for intangible assets		(56)	-	-	-
Proceeds from sales of property and equipment		12	892	13	883
Net cash received from (used in) investing activities		(276,662)	829,294	(296,812)	359,969
Cash flows from financing activities					
Repayments of borrowings	8	(236,480)	(261,861)	(235,600)	(261,861)
Interest paid		(43,485)	(59,450)	(43,216)	(59,450)
Net cash used in financing activities		(279,965)	(321,311)	(278,816)	(321,311)
Net increase (decrease) in cash and cash equivalents		(133,185)	1,009,042	(215,595)	707,210
Cash and cash equivalents as at 1 January		2,621,710	2,830,235	1,717,356	1,719,754
Effect of exchange rate changes on balances held in foreign currencies		(77)	(2)	(77)	(2)
Cash and cash equivalents as at 31 March		2,488,448	3,839,275	1,501,684	2,426,962
Non-cash transactions					
Acquisition of property and equipment through credit		944	516	922	516
Finance lease liabilities		24,318	27,697	24,318	27,697

See condensed notes to the financial statements

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

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Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

These interim financial statements have been approved for issuing by the authorised directors on 5 May 2020.

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 (41.13% 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, 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 9 countries; Thailand, Singapore, 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 period ended 31 March 2020 (Unaudited)

Details of the Company's subsidiaries and a joint venture as at 31 March 2020 and 31 December 2019 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			31 March 2020 (%)	31 December 2019 (%)
<i>Direct subsidiaries</i>				
Thai Advance Innovation 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
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
IPSTAR (India) Private Limited	Providing of service for technical support for satellite network	India	100	100

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Name of the entity	Type of business	Country of incorporation	Ownership interest	
			31 March 2020 (%)	31 December 2019 (%)
TC Global Services Company Limited	Providing technology service	Mauritius	100	100
Indirect subsidiaries				
Orion Satellite Systems Pty Limited	Providing satellite communication services and business solutions	Australia	100	100
Joint venture				
Shenington Investments Pte Limited	Holding company for investment in international telecommunications	Singapore	51	51
Joint ventures of Shenington Investments Pte Limited				
Lao Telecommunications Company Limited	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 period ended 31 March 2020 have included the interim financial information of the subsidiaries and joint venture for the three-month period ended 31 March 2020 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 2019) “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 2019. 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 2019.

The consolidated and separate statements of financial position as at 31 December 2019, presented herein for comparison, have been derived from the consolidated and separate financial statements for the year then ended which have been audited.

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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 2019 except that the Group has adopted all the new and revised TFRS that are effective for annual period beginning on or after 1 January 2020. The change in accounting policies are presented in Note 2.4.

Since 1 January 2020, the Group has adopted Thai Financial Reporting which are effective for the financial statements for the period beginning on or after 1 January 2020 onwards which changes in key principles are as follows:

TAS	Topic
No. 32	“Financial Instruments: Presentation”
TFRS	Topic
No. 7	“Financial Instruments: Disclosures”
No. 9	“Financial Instruments”
No. 16	“Leases”
TFRIC	Topic
No. 16	“Hedge of a Net Investment in a Foreign Operation”
No. 19	“Extinguishing Financial Liabilities with Equity Instruments”

These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any material impact on the Company’s financial statements except Thai Financial Reporting Standard No.16 “Leases” (“TFRS 16”).

Thai Financial Reporting Standard No. 16 “Leases”

This financial reporting standard define principles for specifying lease agreements and practices in the financial statements, both for the lesser and the lessor.

This financial reporting standard supersedes the standards and interpretations of standards relating to leases when they are effective, include the definition of a lease in accordance with TAS 17. TSC 15 interpretations of Operating Leases - Incentives. TSIC 27 interpretations of Evaluating the Substance of Transactions Involving the Legal Form of a Lease and IFRIC4 Interpretation of Determining whether an Arrangement contains a Lease.

For lessee accounting this financial reporting standard has changed significantly. By canceling the classification between operating lease and financial lease under the Accounting Standard No. 17 and requiring the lessee to recognise the assets usage rights and liabilities under the lease on the date the lease began to be effective for all lease agreements. Except short-term lease and low-value reference assets. However, accounting for the lessor must still classify the lease as an operating lease or a finance lease the same principles as TAS 17. The details of the new specification described in Note 2.4.

Thaicom Public Company Limited and its Subsidiaries
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Financial impact of the initial application of TFRS 16

The Group recognises the lease liabilities relating to the previously classified as operating lease in accordance with Thai Accounting Standards No.17 “Leases”. Leasehold Rights and measurement rights amount equal to liabilities under lease adjusted by the amount of advance payment or accrued payment related to the lease agreement recognised in the statement of financial position before the date of the initial application. Liabilities under lease contracts are measured at the present value of the remaining lease payments, discounted by the Group's additional borrowing interest rates. The weighted average interest rate of the additional hires of the lessee applied to the lease liabilities recognised in the statement of financial position as at 1 January 2020 is 3.75% - 5.50% per annum.

The following table shows the operating lease commitments disclosed in accordance with Thai Accounting Standard No. 17 “Leases” as at 31 December 2019, with a discounted interest rate on additional borrowings as at the initial application and lease liabilities agreements are recognised in the statement of financial position on the initial application.

	Unit: Thousand Baht	
	Consolidated financial statements	Separate financial statements
Operating lease commitments as at 31 December 2019	87,260	52,869
Short-term leases and leases of low-value assets	(14,057)	(8,218)
Effect of discounting the above amounts	(4,851)	(2,254)
Finance lease liabilities recognised under TAS 17 as at 31 December 2019	15,140	15,140
Lease liabilities recognised as at 1 January 2020	83,492	57,537

The date that the initial application financial reporting standard No. 16 “Leases” is 1 January 2020.

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 2019.

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

2.4 Significant Accounting Policies

Accounting policies that have been changed from the adoption of new and revised financial reporting standards are as follows:

Leases

The Group as lessee

The Group assesses whether a contract is or contains a lease, at inception of the contract. The Company Group recognises a right-of-use asset and corresponding lease liability with respect to all lease arrangements in which it is the lease. The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Group uses its incremental borrowing rate.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Whenever the Group incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognised and measured under TAS 37. To the extent that the costs relate to a right-of-use asset, the costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company Group expects to exercise a purchase option, the related right-of-use is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

The Group as lessor

Leases for which the Group is a lessor are classified as finance or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

When the Group is an intermediate lessor, it accounts for the head lease and the sub-lease as two separate contracts. The sub-lease is classified as a finance lease or operating lease by reference to the right-of-use asset arising from the head lease.

Thaicom Public Company Limited and its Subsidiaries
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Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

Amounts due from lessees under finance leases are recognised as receivables at the amount of the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding in respect of the leases.

When a contract includes both lease and non-lease components, the Group applies TFRS 15 to allocate the consideration under the contract to each component.

Financial instruments

Classification and measurement

Debt securities and marketable equity securities held for trading are classified as other current financial assets and are measured at fair value through profit or loss.

Debt securities and marketable equity securities which apart from held for trading or intended to be held to maturity, classified as non-current financial assets are measured at fair value through other comprehensive income.

Financial liabilities are classified and measured at amortised cost.

Derivatives are classified and measured at fair value through profit or loss.

Impairment of financial assets

The amounts of impairment of financial assets are estimated based on expected credit loss model that requests the company to assess in what stage each type of financial asset is classified in accordance with the extent of deterioration of credit risk since initial recognition. At the end of each period, the company estimates a cash shortfall over the expected remaining lifetime of financial asset as loss allowance. The expected credit loss is estimated by the cash shortfall, which is adjusted to a probability-weighted amount that is determined by evaluating a range of possible outcomes. In estimating expected credit loss, the company is required to reflect reasonable and supportable information that is available without undue cost or effort about past events, current conditions and forecasts of future economic conditions.

Hedge accounting

Derivative financial instruments are recognised initially at fair value. Subsequent to initial recognition, they are remeasured at fair value. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss. However, where derivatives qualify for hedge accounting, recognition of any resultant gain or loss depends on the nature of the item being hedged.

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3. 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 41.13% 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 period ended 31 March 2020 (Unaudited)

Significant transactions for the three-month periods ended 31 March 2020 and 2019 with related parties were as follows:

Three-month periods ended	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Sales				
<i>Sales and services income</i>				
Subsidiaries	-	-	337,878	508,523
Related parties under common control	24,743	18,329	19,934	13,692
<i>Other income</i>				
Subsidiaries	-	-	5,259	10,758
Joint venture	24,861	28,909	24,861	28,909
Related parties under common control	-	165	-	165
Total revenues	49,604	47,403	387,932	562,047
Expenses				
<i>Purchases of goods and services</i>				
Subsidiaries	-	-	17,710	9,601
Joint venture	-	1,302	-	-
Related parties under common control	543	810	543	810
<i>Selling and administrative expenses</i>				
Parent	371	358	371	358
Subsidiaries	-	-	5,050	5,504
Related parties under common control	1,808	2,270	2,091	2,195
Director and management remuneration	17,149	15,565	16,997	15,484
Total expenses	19,871	20,305	42,762	33,952

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

Balances as at 31 March 2020 and 31 December 2019 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Trade receivables and accrued income				
<i>Trade receivables</i>				
Subsidiaries	-	-	2,307,544	2,025,736
Related parties under common control	5,099	8,762	4,150	5,705
Total	5,099	8,762	2,311,694	2,031,441
<i>Accrued income</i>				
Subsidiaries	-	-	5,749	2,372
Related parties under common control	4,406	3,505	4,044	3,388
Total	4,406	3,505	9,793	5,760
Total trade receivables and accrued income	9,505	12,267	2,321,487	2,037,201
Other current receivables				
Parent company	112	180	112	180
Subsidiaries	-	-	22,530	52,550
Joint venture	32,022	5,670	32,022	5,670
Total	32,134	5,850	54,664	58,400
Loan to related parties				
<i>Current portion of long-term loans</i>				
Subsidiary	-	-	20,000	25,000
Joint venture	806,269	630,635	806,269	630,635
	806,269	630,635	826,269	655,635
<i>Long-term loans</i>				
Joint venture	1,100,589	1,127,499	1,100,589	1,127,499
Total	1,906,858	1,758,134	1,926,858	1,783,134

The term of the loan to subsidiary is two years. As at 31 March 2020, the interest rate was at the rate of 5.77% per annum (31 December 2019: rate of 5.77% 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
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Movements during the three-month periods ended 31 March 2020 and 2019 of loans to a subsidiary and a joint venture were as follow:

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<i>Long-term loans</i>				
<i>Subsidiary</i>				
As at 1 January	-	-	25,000	50,000
Decrease	-	-	(5,000)	-
As at 31 March	-	-	20,000	50,000
<i>Joint venture</i>				
As at 1 January	1,758,134	1,942,899	1,758,134	1,942,899
Unrealised gain (loss) on exchange rate	148,724	(38,509)	148,724	(38,509)
As at 31 March	1,906,858	1,904,390	1,906,858	1,904,390

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	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Other current assets				
Subsidiaries	-	-	160	3
Related party under common control	-	11	-	11
Total	-	11	160	14
Trade payables				
Parent	104	132	104	133
Subsidiaries	-	-	13,979	3,744
Related party under common control	2,455	2,499	2,451	1,985
Total	2,559	2,631	16,534	5,862
Other current payables				
Subsidiaries	-	-	7,077	38,254
Related party under common control	1	1,029	1	708
Total	1	1,029	7,078	38,962
Advance receipts from customers				
Subsidiaries	-	-	680	360
Related party under common control	3,536	5,294	2,628	4,386
Total	3,536	5,294	3,308	4,746
Accrued expenses				
Subsidiaries	-	-	137,135	126,726
Related party under common control	1,255	34	1,253	32
Total	1,255	34	138,388	126,758
Other current liabilities				
Related party under common control	1,740	1,740	-	-

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Key management personnel compensation

Key management personnel compensation comprised:

Three-month periods ended 31 March	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	16,698	15,101	16,546	15,020
Long-term benefits				
- Current service costs, included in administrative expenses	238	231	238	231
- Interest on obligation, included in finance costs	194	180	194	180
- Share-based payment	19	53	19	53
Total	17,149	15,565	16,997	15,484

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 the Group and 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 4.55 million and Baht 7.18 million (31 December 2019: approximately USD 6.36 million and Baht 4.38 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
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4. Trade and other current receivables

		Consolidated financial statements		Separate financial statements	
	Note	31 March 2020 Baht'000	31 December 2019 Baht'000	31 March 2020 Baht'000	31 December 2019 Baht'000
<i>Trade receivables</i>					
Related parties	3	5,099	8,762	2,311,694	2,031,441
Other parties		2,001,322	1,910,811	1,126,590	989,884
Total		2,006,421	1,919,573	3,438,284	3,021,325
<i>Accrued income</i>					
Related parties	3	4,406	3,505	9,793	5,760
Other parties		678,915	557,974	434,288	415,304
Total		683,321	561,479	444,081	421,064
<i>Other current receivables</i>					
Prepaid expenses		63,163	55,240	50,473	41,228
Advance payments		9,069	96,123	7,644	95,328
Others		268,120	194,028	243,619	168,313
Total		340,352	345,391	301,736	304,869
Total trade receivables, accrued income and other current receivables		3,030,094	2,826,443	4,184,101	3,747,258
<i>Less</i> allowance for doubtful accounts		(967,368)	(936,463)	(677,600)	(652,414)
Net		2,062,726	1,889,980	3,506,501	3,094,844
		2020 Baht'000	2019 Baht'000	2020 Baht'000	2019 Baht'000
Bad and doubtful debts expenses for the three-month period ended 31 March		(5,808)	25,339	5,375	11,089

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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Aging analyses for trade receivables were as follow:

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Related parties				
Within credit terms	4,843	5,464	244,978	247,576
Overdue:				
Less than 3 months	235	2,837	357,748	361,480
3 - 6 months	21	-	398,512	376,769
6 - 12 months	-	-	846,911	1,045,155
Over 12 months	-	461	463,545	461
	5,099	8,762	2,311,694	2,031,441
Other parties				
Within credit terms	178,577	92,857	114,303	50,409
Overdue:				
Less than 3 months	146,117	147,626	96,177	101,957
3 - 6 months	99,908	188,277	76,097	76,523
6 - 12 months	268,732	525,542	78,685	65,030
Over 12 months	1,307,988	956,509	761,328	695,965
	2,001,322	1,910,811	1,126,590	989,884
Less allowance for doubtful accounts	(790,089)	(811,815)	(500,322)	(527,766)
	1,211,233	1,098,996	626,268	462,118
Net	1,216,332	1,107,758	2,937,962	2,493,559

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

5. Other current financial assets

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Other current financial assets				
Short-term deposit and bill of exchange	1,517,944	1,135,692	859,943	524,892
Debt securities held-to-maturity	1,889,319	1,945,154	2,122,890	2,108,678
Total	3,407,263	3,080,846	2,982,833	2,633,570

As at 31 March 2020, short-term deposit and bill of exchange have interest rates of 1.05% to 2.00% per annum (31 December 2019: 1.50% to 2.40% per annum) and mature within 1 year.

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

6. Investments in subsidiaries and a joint venture

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Investments in subsidiaries	-	-	(304,370)	(167,557)
Investments in a joint venture	1,502,113	1,408,769	1,502,113	1,408,769
Total investments, net	1,502,113	1,408,769	1,197,743	1,241,212

**Presentation in the statement
of financial position as follows:**

Investments - equity method	1,502,113	1,408,769	2,804,048	2,641,105
Net liabilities in subsidiaries	-	-	(1,606,305)	(1,399,893)
Total investments, net	1,502,113	1,408,769	1,197,743	1,241,212

	Consolidated financial statements		Separate financial statements	
Three-month periods ended	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	Baht'000	Baht'000	Baht'000	Baht'000
As at 1 January	1,408,769	1,444,283	1,241,212	1,966,878
Share of net profits (loss) of investments in equity method	3,319	(4,805)	(67,885)	(139,221)
Dividend income	-	-	-	(15,746)
Foreign currency translation adjustments	90,025	(40,122)	24,416	(41,827)
As at 31 March	1,502,113	1,399,356	1,197,743	1,770,084

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

Investments in subsidiaries and a joint venture as at 31 March 2020 and 31 December 2019, and dividend income from those investments for the three-month periods ended 31 March 2020 and 2019 were as follows:

Consolidated financial statements										
	Ownership interest		Paid-up capital		Cost method		Equity method		Dividend income for the three-month periods ended	
	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 March
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Joint venture										
Shenington										
Investments Pte			SGD	SGD						
Limited	51.00	51.00	15 million	15 million	138	138	1,502	1,409	-	-
					138	138	1,502	1,409	-	-

Thaicom Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2020 (Unaudited)

Separate financial statements

	Ownership interest		Paid-up capital		Cost - net of impairment		Equity method		Dividend income for the three-month periods ended	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 December 2019	31 March 2020	31 March 2019
	%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
<i>Subsidiaries</i>										
Thai Advance Innovation Company Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	467	464	-	-
IPSTAR Company Limited	100.00	100.00	USD 2 million	USD 2 million	157	157	(1,534)	(1,331)	-	-
Star Nucleus Company Limited	100.00	100.00	-	-	-	-	99	88	-	-
IPSTAR International Pte Limited	100.00	100.00	SGD 20,000	SGD 20,000	1	1	(51)	(51)	-	-
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	21	17	-	-
Cambodian DTV Network Limited ⁽¹⁾	-	-	-	-	-	-	-	-	-	16
IPSTAR Australia Pty Limited	100.00	100.00	AUD 6.95 million	AUD 6.95 million	425	425	164	178	-	-
TC Broadcasting Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	12	14	-	-
IPSTAR Japan Company Limited	100.00	100.00	JPY 100 million	JPY 100 million	33	33	355	301	-	-
IPSTAR New Zealand Company Limited	100.00	100.00	NZD 3.20 million	NZD 3.20 million	98	98	99	94	-	-
International Satellite Company Limited	100.00	100.00	USD 50,000	USD 50,000	2	2	48	41	-	-
IPSTAR (India) Private Limited	100.00	100.00	INR 30 million	INR 30 million	16	16	37	36	-	-
TC Global Services Company Limited	100.00	100.00	USD 12,500	USD 12,500	1	1	(21)	(19)	-	-
Total					1,133	1,133	(304)	(168)	-	16
<i>Joint venture</i>										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	138	138	1,502	1,409	-	-

⁽¹⁾ The Group sold all of investment in Cambodian DTV Network Limited on 17 September 2019.

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Significant movements in investments in subsidiaries and joint venture for the three-month period ended 31 March 2020 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 3 March 2020, the shareholders approved the appropriation of dividend from 2019 operation of USD 18 million.

Commitments

According to the joint venture agreement between the Group and the Government of the Lao People’s Democratic Republic, the Group must transfer all of LTC’s shares to the Government of the Lao People’s Democratic Republic, without any charges or compensation, on the expiration date of the joint venture agreement in 2046 (Note 13.2).

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7. Capital expenditure and commitments

<i>Three-month periods ended 31 March</i>	Consolidated financial statements							
	2020				2019			
	Property, plant and equipment	Intangible assets under operating agreement	Deferred charges	Intangible assets	Property, plant 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
Cost								
As at 1 January	12,213,085	26,013,476	20,177	2,564,657	12,197,377	26,251,077	20,177	2,565,551
Additions	3,329	-	-	56	5,062	-	-	-
Transfers	-	-	-	-	8,170	-	-	10,000
Disposals	(229)	-	-	-	(2,397)	-	-	-
Write-offs	(20,746)	-	-	-	(9,928)	-	-	-
Foreign currency translation adjustments	19,199	-	-	8,457	(12,451)	-	-	(3,104)
As at 31 March	12,214,638	26,013,476	20,177	2,573,170	12,185,833	26,251,077	20,177	2,572,447
Depreciation and amortisation								
As at 1 January	8,900,469	24,647,787	8,580	2,336,581	7,382,674	23,243,737	6,562	2,240,523
Depreciation and amortisation charges for the period	93,612	197,431	501	23,576	128,718	299,411	498	25,702
Loss on impairment	-	-	-	-	-	-	-	9,293
Disposals	(228)	-	-	-	(1,803)	-	-	-
Write-offs	(20,746)	-	-	-	(9,928)	-	-	-
Foreign currency translation adjustments	17,540	-	-	7,355	(10,814)	-	-	(2,599)
As at 31 March	8,990,647	24,845,218	9,081	2,367,512	7,488,847	23,543,148	7,060	2,272,919
Net book value								
As at 1 January	3,312,616	1,365,689	11,597	228,076	4,814,703	3,007,340	13,615	325,028
As at 31 March	3,223,991	1,168,258	11,096	205,658	4,696,986	2,707,929	13,117	299,528

The gross amount of the Group's fully depreciated property and equipment that was still in use as at 31 March 2020 amounted to Baht 2,475.12 million (31 December 2019: Baht 2,422.43 million).

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<i>Three-month periods ended 31 March</i>	2020				2019			
	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
<i>Cost</i>								
As at 1 January	10,875,896	26,013,476	20,177	1,428,836	10,935,702	26,251,077	20,177	1,418,980
Additions	1,671	-	-	-	2,059	-	-	-
Transfers	-	-	-	-	8,170	-	-	10,000
Disposals	(229)	-	-	-	(2,352)	-	-	-
Write-offs	(1,380)	-	-	-	(9,832)	-	-	-
As at 31 March	10,875,958	26,013,476	20,177	1,428,836	10,933,747	26,251,077	20,177	1,428,980
<i>Depreciation and amortisation</i>								
As at 1 January	7,570,676	24,647,787	8,580	1,276,566	6,164,461	23,243,737	6,562	1,178,605
Depreciation and amortisation charges for the period	86,253	197,431	501	21,293	115,247	299,411	498	23,468
Loss on impairment	-	-	-	-	-	-	-	9,293
Disposals	(228)	-	-	-	(1,768)	-	-	-
Write-offs	(1,380)	-	-	-	(9,832)	-	-	-
As at 31 March	7,655,321	24,845,218	9,081	1,297,859	6,268,108	23,543,148	7,060	1,211,366
<i>Net book value</i>								
As at 1 January	3,305,220	1,365,689	11,597	152,270	4,771,241	3,007,340	13,615	240,375
As at 31 March	3,220,637	1,168,258	11,096	130,977	4,665,639	2,707,929	13,117	217,614

The gross amount of the Company's fully depreciated property and equipment that was still in use as at 31 March 2020 amounted to Baht 1,881.08 million (31 December 2019: Baht 1,860.39 million).

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As at 31 March 2020, the Company is in process of collecting evidence to claim for the compensation of the Thaicom 5 Satellite under the insurance policies. Currently, the results cannot be concluded.

8. Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	31 March 2020	31 December 2019	31 March 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Current				
<i>Current portion of long-term borrowings</i>				
Loans from financial institutions	414,844	383,273	414,844	383,273
Lease liabilities	90,873	8,729	86,742	8,729
Total current portion of long-term borrowings	505,717	392,002	501,586	392,002
Non-current				
<i>Long-term borrowings</i>				
Loans from financial institutions	1,451,955	1,533,091	1,451,955	1,533,091
Lease liabilities	76,158	6,410	56,755	6,410
Total long-term borrowings	1,528,113	1,539,501	1,508,710	1,539,501
Long-term debentures	2,271,333	2,271,223	2,274,333	2,274,223
Total non-current interest-bearing liabilities	3,799,446	3,810,724	3,783,043	3,813,724
Total	4,305,163	4,202,726	4,284,629	4,205,726

The movements in the borrowings can be analysed as follows:

	Consolidated financial statements	Separate financial statements
	Baht'000	Baht'000
For the three-month period ended 31 March 2020		
As at 1 January 2020	4,202,726	4,205,726
Effect of lease liabilities recognised under Thai Financial Reporting Standard No.16	68,352	42,397
As at 1 January 2020 - included effect of lease liabilities recognised under Thai Financial Reporting Standard No. 16	4,271,078	4,248,123
Increase during the period	90,876	90,876
Repayment of borrowings	(236,480)	(235,600)
Amortisation of finance costs	110	110
Change in currency translation	179,579	181,120
As at 31 March 2020	4,305,163	4,284,629

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.

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Credit facilities

As at 31 March 2020, available credit facilities for loans from local and overseas banks are Baht 3,243.34 million and USD 30.00 million (31 December 2019: Baht 3,247.57 million and USD 30.00 million).

Reconciliation of liabilities arising from financing activities

	Unit: Thousand Baht			
	Consolidated financial statements			
	Lease liabilities	Long-term loans	Debentures	Total
As at 1 January 2020	15,140	1,916,363	2,271,223	4,202,726
Effect of lease liabilities recognised under Thai Financial Reporting Standard No. 16	68,352	-	-	68,352
As at 1 January 2020 - included effect of lease liabilities recognised under Thai Financial Reporting Standard No. 16	83,492	1,916,363	2,271,223	4,271,078
<i>Change in cashflows</i>				
Repayment of borrowings	(5,796)	(230,684)	-	(236,480)
<i>Non-cash changes</i>				
Increase during the period	90,876	-	-	90,876
Amortisation of finance costs	-	-	110	110
Change in currency translation	(1,541)	181,120	-	179,579
As at 31 March 2020	167,031	1,866,799	2,271,333	4,305,163

	Unit: Thousand Baht			
	Consolidated financial statements			
	Lease liabilities	Long-term loans	Debentures	Total
As at 1 January 2019	26,775	2,472,765	4,523,312	7,022,852
<i>Change in cashflows</i>				
Repayment of borrowings	(2,536)	(259,325)	-	(261,861)
<i>Non-cash changes</i>				
Amortisation of finance costs	-	-	262	262
Change in currency translation	-	9,039	-	9,039
As at 31 March 2019	24,239	2,222,479	4,523,574	6,770,292

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	Unit: Thousand Baht			
	Separated financial statements			
	Lease liabilities	Long-term loans	Debentures	Total
As at 1 January 2020	15,140	1,916,363	2,274,223	4,205,726
Effect of lease liabilities recognised under Thai Financial Reporting Standard No. 16	42,397	-	-	42,397
As at 1 January 2020 - included effect of lease liabilities recognised under Thai Financial Reporting Standard No. 16	57,537	1,916,363	2,274,223	4,248,123
<i>Change in cashflows</i>				
Repayment of borrowings	(4,916)	(230,684)	-	(235,600)
<i>Non-cash changes</i>				
Increase during the period	90,876	-	-	90,876
Amortisation of finance costs	-	-	110	110
Change in currency translation	-	181,120	-	181,120
As at 31 March 2020	143,497	1,866,799	2,274,333	4,284,629

	Unit: Thousand Baht			
	Separated financial statements			
	Lease liabilities	Long-term loans	Debentures	Total
As at 1 January 2019	26,775	2,472,765	4,548,312	7,047,852
<i>Change in cashflows</i>				
Repayment of borrowings	(2,536)	(259,325)	-	(261,861)
<i>Non-cash changes</i>				
Amortisation of finance costs	-	-	262	262
Change in currency translation	-	9,039	-	9,039
As at 31 March 2019	24,239	2,222,479	4,548,574	6,795,292

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9. Share capital and share-based payment transaction

	<i>Par value per share (Baht)</i>	2020		2019	
		Number Share'000	Amount Baht'000	Number Share'000	Amount Baht'000
<i>Authorised</i>					
As at 1 January					
- ordinary shares	5	1,099,977	5,499,884	1,099,977	5,499,884
As at 31 March					
- ordinary shares	5	1,099,977	5,499,884	1,099,977	5,499,884
<i>Issued and paid-up</i>					
As at 1 January					
- ordinary shares	5	1,096,102	5,480,510	1,096,102	5,480,510
As at 31 March					
- ordinary shares	5	1,096,102	5,480,510	1,096,102	5,480,510

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.

Share-based payment transactions

9.1 Share-based payment transaction which paid by share

9.1.1 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:

	Project III	Project IV
Issued date:	26 March 2015	30 March 2016
Issued:	1,085,300 units	1,074,300 units
Exercise price:	37.626 Baht/Share	25.918 Baht/Share
Number of reserved 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 (Baht zero)	
Exercise ratio:	One unit of warrant per one ordinary share	

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Movements in the number of warrants outstanding are as follows:

	1 January 2020 thousand unit	Issue during the period thousand unit	Return during the period thousand unit	Exercise during the period thousand unit	31 March 2020 thousand unit
ESOP - Grant III					
Directors	254	-	-	-	254
Employees	691	-	-	-	691
Total	945	-	-	-	945
ESOP - Grant IV					
Directors	155	-	-	-	155
Employees	741	-	-	-	741
Total	896	-	-	-	896
Grand Total	1,841	-	-	-	1,841

9.1.2 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:

	Project III	Project IV
Fair value at grant date	Baht 20.424	Baht 12.475
Share price at grant date	Baht 36.500	Baht 27.000
Exercise price	Baht 37.626	Baht 25.918
Expected volatility	39.894%	36.534%
Expected dividend	1.781%	2.407%
Risk-free interest rate	2.340%	1.721%

Reconciliation of other reserve-shared-based payment which paid by share:

	Consolidate and Separate financial statements	
<i>For three-month periods ended 31 March</i>	2020	2019
	Baht'000	Baht'000
As at 1 January	16,971	14,745
Total expense recognised in the statement of profit or loss during the period	229	823
As at 31 March	17,200	15,568

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9.2 Share-based payment transaction which paid by cash

On 9 May 2018, the Board of Director had a resolution to approve the revised amount of performance incentive payment to Baht 22.76 million allocating to the managements at the end of the project if the Absolute Total Shareholder Return and Relative Total Shareholder Return meet the criteria at the third year of the project. As at 31 March 2020, the Company remeasured the criteria of the project and found that the criteria cannot be met. Therefore, the Company did not recognised expense.

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.

10. 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. Lao PDRs’ main activities are sales and services relating to telephone network business and satellite business services. Australia, China, India, Japan and Malaysia main activities are sales and services relating to satellite business.

The Group comprises the following main geographic segments:

Segment 1	Thailand
Segment 2	Australia
Segment 3	India
Segment 4	Japan
Segment 5	Malaysia
Segment 6	Others

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Revenue and results, based on business segments, in the consolidated financial statements for the three-month periods ended 31 March 2020 and 2019 were as follows:

<i>For the three-month periods ended 31 March</i>	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Revenues	963	1,278	7	39	-	-	(5)	(14)	965	1,303
Shares of profit (loss) of investment in joint venture	-	-	-	-	3	(5)	-	-	3	(5)
Cost of sales and services	(674)	(939)	(3)	(37)	-	-	6	14	(671)	(962)
Selling and administrative expenses	(203)	(238)	(3)	(8)	-	-	-	1	(206)	(245)
Segment results	86	101	1	(6)	3	(5)	1	1	91	91
Other income									67	52
Net gain (loss) on foreign exchange									238	(16)
Loss from write-off assets									(99)	-
Profit before finance cost and income tax									297	127
Finance costs									(52)	(83)
Operating profit									245	44
Income tax									(47)	(77)
Net profit (loss)									198	(33)

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Revenue and results, based on geographical segments, in the consolidated financial statements for the three-month periods ended 31 March 2020 and 2019 were as follows:

<i>For the three-month periods ended 31 March</i>	2020	2019
	Baht'000	Baht'000
Segment revenue		
Thailand	482,865	575,097
Australia	63,808	58,954
India	141,024	168,093
Japan	107,242	226,684
Malaysia	64,660	66,345
Others	104,908	207,415
Total	964,507	1,302,588

Major customers

For the three-month periods ended 31 March 2020 and 2019, the Group has no revenue transactions with a single external customer amount to 10 percent or more of the Group's revenues.

11. Earnings (loss) per share

Basic earnings (loss) per share

The calculation of basic earnings (loss) per share for the three-month periods ended 31 March 2020 and 2019 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 and separate financial statements	
	2020	2019
	(in thousand Baht/thousand shares)	
<i>For the three-month periods ended 31 March</i>		
Profit (loss) attributable to ordinary shareholders of the Company (basic)	197,609	(32,994)
Number of ordinary shares outstanding	1,096,102	1,096,102
Earnings (loss) per share (basic) (in Baht)	0.18	(0.03)

Diluted earnings (loss) per share

The calculation of diluted earnings (loss) per share for the three-month periods ended 31 March 2020 and 2019 were based on the earnings (loss) 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. However, for the three-month periods ended 31 March 2020 and 2019, the Company did not calculate diluted earnings per shares since exercise price is higher than fair value of weighted ordinary shares during period.

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12. Dividends

At the Board of Director of the Company meeting held on 24 March 2020, approved the appropriation of interim dividend of Baht 0.20 per share, amounting to Baht 219 million. The dividend was paid to shareholders on 21 April 2020.

13. Commitments with non-related parties

13.1 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 31 March 2020, the remaining minimum fee is Baht 137 million (31 December 2019: Baht 159 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.

13.2 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 6). 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.

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13.3 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 follows:

Type of license	Issued Date	Period
License of the Company		
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
License of Thai Advance Innovation Company Limited		
Broadcasting Operation License	21 January 2013	15 years
License of TC Broadcasting Company Limited		
Broadcasting Operation License	4 March 2013	15 years
Telecom Operation License Type III	10 November 2015	15 years

13.4 Operating lease and service agreements commitments

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

	Currency	Consolidated financial statements		Separate financial statements	
		31 March 2020 thousands	31 December 2019 thousands	31 March 2020 thousands	31 December 2019 thousands
Within one year	THB	4,091	30,655	2,867	30,655
	IDR	42,000	105,000	42,000	105,000
	VND	5,368	13,420	5,368	13,420
	YEN	2,665	1,392	-	-
	USD	491	38	491	38
	INR	2,596	2,596	-	-
	PHP	-	85	-	85
	AUD	66	61	-	-
	CNY	-	188	-	188
	NZD	105	-	-	-
Total equivalent Baht		25,756	35,806	19,084	32,940
After one year but within five years	THB	2,644	20,073	1,012	20,073
	YEN	2,309	2,657	-	-
	USD	30	-	30	-
	AUD	7	9	-	-
	INR	3,893	4,542	-	-
Total equivalent Baht		6,276	23,046	1,997	20,073
Grand total equivalent Baht		32,032	58,852	21,081	53,013

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Nonetheless, the said operating lease agreements were short-term lease and lease of assets which has low-value amount, the Group recognizes the lease payments for these leases as an expense on a straight-line basis over the lease term.

13.5 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	
		31 March 2020	31 December 2019	31 March 2020	31 December 2019
		thousands	thousands	thousands	thousands
Minimum operating agreement fee payable to Ministry of Digital Economy and Society	THB	39,299	61,238	39,299	61,238
Satellite space leasing by customers	USD	2,372	2,372	2,364	2,364
	THB	50,988	50,799	50,824	50,635
Others	THB	28,537	29,356	28,267	29,087

13.6 Other services agreement

On 1 December 2017, the Company entered into the Services Agreement for life-extension service to the satellites for five years term with a minimum commitment until the end of concession period of USD 8.88 million and with a certain right of termination by the Company under term and condition specified in the agreement. Another service fee of USD 71.12 million will be incurred depends on certain conditions of the agreement if the Company is allowed to operate the current concession satellites after the concession ends.

On 17 April 2020, the Company and the contract party mutually agreed to enter into a Termination Agreement to terminate the above said Services Agreement, resulting both parties were no longer held any contractual responsibilities. The Company recorded the write-off from advance payment amounting to Baht 98 million during the period.

14. 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.

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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 372.7 million) against the said payment received by it from the customers and also levied penalty of INR 566.1 million (approximately Baht 245.5 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 245.5 million), in which part of the amount is substituted and paid by the customer on behalf of the Company and used it as deposit. The Company had also deposited INR 480.4 million (approximately Baht 208.3 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.

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 70.4 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.

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15. Other events

15.1 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.

15.2 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”).

On 28 December 2018, the Supreme Administrative Court issued an order that the ending date of the fact inquiry shall be held on 12 February 2019 which both plaintiff and defendant are required to submit the additional documents (if any) to the Court within the said period. After that, the Court shall further determine the first hearing date.

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.

15.3 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 which the impact of such expense was recorded in the financial statements for the year 2016. On 17 March 2017, the subsidiary has filed an argument against appeal to Court.

On 16 February 2018, the Court ordered the appeal be dismissed which a subsidiary paid an interest and a portion of expense after the Court’s decision in the amount of 1.8 million Australian dollars. Nonetheless, the additional legal costs which a subsidiary shall compensate the plaintiff are being aggregated for the certain amount by the Court.

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- 15.4 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. During the year 2018, the arbitrator has already considered that the interpretation of certain clauses of the company is correct, and this decision is final.

Nonetheless, the said partner still has a different interpretation towards the Company's with execution considering breach of the cooperation agreement. The Company, therefore, had to submit the case to the arbitrator to re-consider. At present, it is being on the arbitration proceeding and the trial appointment date is also not determined.

- 15.5 Dispute over THAICOM 7 and THAICOM 8 satellites under Operating Agreement on Domestic Communication Satellite

On 5 October 2017, the Company received a letter from the Ministry of Digital Economy and Society (the "Ministry") stating that Thaicom 7 and Thaicom 8 satellites were the satellites under the Operating Agreement on Domestic Communication Satellite dated 11 September 1991 between Intouch Holdings Public Company Limited ("INTOUCH") and the Ministry (formerly known as the Ministry of Information and Communication Technology (MICT)) (the "Agreement"), which INTOUCH established the Company to operate works under the Agreement. In this regard, the letter from the Ministry stated a request for the full compliance with the Agreement on an urgent basis; e.g. transfer of ownership and delivery of assets, procurement of the backup satellite(s), payment of overdue revenue sharing, and property insurance.

The Extra-Ordinary Board of Directors' Meetings of the Company on 24 October 2017, respectively, considered such letter and consulted with legal advisor and then opined that Thaicom 7 and Thaicom 8 satellites were not the satellites under the Agreement as the procedures of Thaicom 7 and Thaicom 8 satellites fell under the scope of license received from the National Broadcasting and Telecommunications Commission. Moreover, the Company has fully complied with the terms and conditions of the Agreement and has not proceeded with any operations against or violating the Agreement. Therefore, the Company had a different opinion from the Ministry on Thaicom 7 and Thaicom 8 satellites. Accordingly, the Meetings resolved that the Company submit to an arbitrator the dispute, resulting from the terms of and compliance with the Agreement and that the parties thereto have not been able to resolve it, for further settlement. This is in accordance with Clause 45.1 of the Agreement and the Company has submitted the dispute to the Arbitration Institute on 25 October 2017, as appeared in the Black Case No. 97/2560.

The case is in the arbitration process. The Company does not have any duties to comply with any of the foregoing requests until the case is final. However, in August 2019, the Ministry filed a petition to the CAC on the arbitration jurisdiction over the Black Case No. 97/2560, and requesting the CAC's order to suspend the arbitration process. On 24 October 2019, the CAC had an order refusing to suspend the arbitration process.

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16. Reclassification of accounts

Certain accounts in the statements of financial position as of 31 December 2019, which were included in the 2020 interim financial statements for comparative purposes have been reclassified to conform to the presentation in the 2020 interim financial statements.

	Consolidated financial statement			Separate financial statement		
	Before Reclassi- fication	Reclassi- fication	After reclassi- fication	Before Reclassi- fication	Reclassi- fication	After reclassi- fication
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<i>Statements of financial position</i>						
Current investment	3,407,263	(3,407,263)	-	2,982,833	(2,982,833)	-
Other current financial assets	-	3,407,263	3,407,263	-	2,982,833	2,982,833

Certain accounts in the consolidated statement of profit or loss for the three-month period ended 31 March 2019 which were included in the 2020 interim financial statements for comparative purposes, have been reclassified to conform the presentation in the 2020 interim financial statements.

	Consolidated financial statement			Separate financial statement		
	Before Reclassi- fication	Reclassi- fication	After reclassi- fication	Before Reclassi- fication	Reclassi- fication	After reclassi- fication
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<i>Statements of profit or loss</i>						
Interest income	-	21,253	21,253	-	18,360	18,360
Other income	52,213	(48,282)	3,931	60,047	(46,076)	13,971
Administrative expenses	216,838	(25,339)	191,499	147,780	(11,089)	136,691
Finance income	-	27,029	27,029	-	27,716	27,716
Loss on impairment based on Thai Financial Reporting Standard No.9	-	25,339	25,339	-	11,089	11,089