

**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 September 30, 2020, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income, for the three-month and nine-month periods ended September 30, 2020 and the related consolidated and separate statements of changes in equity and cash flows for the nine-month period ended September 30, 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**  
November 4, 2020

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**  
**As at 30 September 2020**

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited)		(Unaudited)	
		30 September	31 December	30 September	31 December
		2020	2019	2020	2019
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Assets</b>					
<b><i>Current assets</i></b>					
Cash and cash equivalents		2,141,382	2,621,710	1,292,646	1,717,356
Current investments	2, 5	-	3,080,846	-	2,633,570
Trade and other current receivables	4	2,182,631	1,889,980	3,701,655	3,094,844
Amounts due from related parties	3	22,614	5,850	47,233	58,400
Current portion of long-term loan to related parties	3	899,354	630,635	919,354	655,635
Inventories		44,893	124,028	37,164	113,600
Current tax assets		28,747	78,805	28,747	78,805
Other current financial assets	2, 5	4,133,792	-	3,700,841	-
Other current assets		15,154	28,188	25,087	21,203
<b>Total current assets</b>		<b>9,468,567</b>	<b>8,460,042</b>	<b>9,752,727</b>	<b>8,373,413</b>
<b><i>Non-current assets</i></b>					
Long-term loans to related party	3	947,534	1,127,499	947,534	1,127,499
Investments in subsidiaries	6	-	-	1,348,863	1,232,336
Investments in joint ventures	6	1,484,046	1,408,769	1,477,978	1,408,769
Property, plant and equipment	7	3,058,182	3,312,616	3,060,449	3,305,220
Intangible assets under operating agreement	7	764,257	1,365,689	764,257	1,365,689
Deferred charges	7	10,087	11,597	10,087	11,597
Intangible assets	7	161,078	228,076	88,249	152,270
Right-of-use assets		176,263	-	152,799	-
Deferred tax assets		733,987	797,296	698,501	741,912
Other non-current assets		310,910	299,195	300,599	287,412
<b>Total non-current assets</b>		<b>7,646,344</b>	<b>8,550,737</b>	<b>8,849,316</b>	<b>9,632,704</b>
<b>Total assets</b>		<b>17,114,911</b>	<b>17,010,779</b>	<b>18,602,043</b>	<b>18,006,117</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of financial position (Continued)**  
**As at 30 September 2020**

	Notes	Consolidated financial statements		Separate financial statements	
		(Unaudited)		(Unaudited)	
		30 September	31 December	30 September	31 December
		2020	2019	2020	2019
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Trade and other current payables		543,943	554,717	391,550	418,756
Amounts due to related parties	3	-	1,029	2,906	38,962
Current portion of long-term borrowings	8	500,704	392,002	495,862	392,002
Advance receipts from customers		195,743	349,788	74,865	105,905
Accrued operating agreement fee		26,880	171,655	26,880	171,655
Income tax payable		398	140	-	-
Other current liabilities		80,514	56,578	22,869	23,787
<b>Total current liabilities</b>		<b>1,348,182</b>	<b>1,525,909</b>	<b>1,014,932</b>	<b>1,151,067</b>
<b>Non-current liabilities</b>					
Long-term borrowings	8	3,531,338	3,810,724	3,544,100	3,813,724
Long-term accounts payable - property and equipment		219,598	209,286	219,598	209,286
Net liabilities in subsidiaries	6	-	-	1,834,440	1,399,893
Non-current provisions for employee benefit		216,909	231,765	194,628	205,056
Other non-current liabilities		232,524	238,135	227,985	232,131
<b>Total non-current liabilities</b>		<b>4,200,369</b>	<b>4,489,910</b>	<b>6,020,751</b>	<b>5,860,090</b>
<b>Total liabilities</b>		<b>5,548,551</b>	<b>6,015,819</b>	<b>7,035,683</b>	<b>7,011,157</b>
<b>Equity</b>					
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		1,426,369	873,555	1,426,369	873,555
Other components of equity		(215,778)	(234,364)	(215,778)	(234,364)
<b>Equity attributable to owners of the Company</b>		<b>11,566,360</b>	<b>10,994,960</b>	<b>11,566,360</b>	<b>10,994,960</b>
Non-controlling interests		-	-	-	-
<b>Total equity</b>		<b>11,566,360</b>	<b>10,994,960</b>	<b>11,566,360</b>	<b>10,994,960</b>
<b>Total liabilities and equity</b>		<b>17,114,911</b>	<b>17,010,779</b>	<b>18,602,043</b>	<b>18,006,117</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 September 2020**

	Notes	Consolidated financial statements		Separate financial statements	
		30 September	30 September	30 September	30 September
		2020 Baht'000	2019 Baht'000	2020 Baht'000	2019 Baht'000
<b>Income</b>	3				
Revenues from sales of goods and rendering of services		918,324	1,188,308	891,941	1,098,669
Net foreign exchange gain		97,123	-	100,688	-
Other income	11	7,797	46,805	11,748	15,738
<b>Total income</b>		<b>1,023,244</b>	<b>1,235,113</b>	<b>1,004,377</b>	<b>1,114,407</b>
<b>Expenses</b>	3				
Cost of sale of goods and rendering of services		609,593	743,044	522,078	641,938
Operating agreements fee		126,471	181,543	126,471	181,543
Selling expenses		2,741	8,272	355	1,855
Administrative expenses		171,296	212,587	114,560	142,807
Directors and management benefit expenses		16,710	15,773	16,642	15,690
Net foreign exchange loss		-	18,343	-	21,476
Loss from sale of investment in a subsidiary		-	28,543	-	28,543
<b>Total expenses</b>		<b>926,811</b>	<b>1,208,105</b>	<b>780,106</b>	<b>1,033,852</b>
<b>Profit from operating activities</b>		<b>96,433</b>	<b>27,008</b>	<b>224,271</b>	<b>80,555</b>
Finance income		31,024	51,279	30,208	50,943
Finance costs		(47,584)	(81,613)	(46,512)	(80,906)
Bad debt and doubtful accounts		-	(44,020)	-	(15,194)
Reversal of loss on impairment (loss on impairment) based on Thai Financial Reporting Standard No.9		7,417	-	(1,640)	-
Share of profit (loss) of investment in subsidiaries and joint ventures		2,204	1,038	(115,922)	(89,886)
<b>Profit (loss) before income tax expense</b>		<b>89,494</b>	<b>(46,308)</b>	<b>90,405</b>	<b>(54,488)</b>
Income tax expense		(12,939)	(66,863)	(13,850)	(58,683)
<b>Profit (loss) for the period</b>		<b>76,555</b>	<b>(113,171)</b>	<b>76,555</b>	<b>(113,171)</b>
Profit (loss) attributable to:					
Owner of the Company		76,555	(113,171)	76,555	(113,171)
Non-controlling interests		-	-	-	-
<b>Profit (loss) for the period</b>		<b>76,555</b>	<b>(113,171)</b>	<b>76,555</b>	<b>(113,171)</b>
<b>Earnings (loss) per share (Baht)</b>	12				
Basic earning (loss) per share		0.07	(0.10)	0.07	(0.10)
Diluted earning (loss) per share		0.07	(0.10)	0.07	(0.10)

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 September 2020**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 September	30 September	30 September	30 September
Notes	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Profit (loss) for the period</b>	<b>76,555</b>	<b>(113,171)</b>	<b>76,555</b>	<b>(113,171)</b>
<b>Other comprehensive income</b>				
<b>Items that maybe reclassified to profit or loss</b>				
Foreign currency translation differences	26,597	(39,735)	26,597	(39,735)
Changes in fair value of financial assets	2,063	5,906	2,063	5,906
Income tax on other comprehensive income	(412)	(1,181)	(412)	(1,181)
<b>Other comprehensive income for the period,</b>				
<b>net of income tax</b>	<b>28,248</b>	<b>(35,010)</b>	<b>28,248</b>	<b>(35,010)</b>
<b>Total comprehensive income for the period</b>	<b>104,803</b>	<b>(148,181)</b>	<b>104,803</b>	<b>(148,181)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	104,803	(148,181)	104,803	(148,181)
Non-controlling interests	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>104,803</b>	<b>(148,181)</b>	<b>104,803</b>	<b>(148,181)</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statements of profit or loss (Unaudited)**  
**For the nine-month period ended 30 September 2020**

	Notes	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		30 September	30 September	30 September	30 September
		2020	2019	2020	2019
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Income</b>	3				
Revenues from sales of goods and rendering of services		2,755,973	3,707,468	2,628,302	3,356,649
Net foreign exchange gain		111,916	-	122,917	-
Other income	11	663,716	104,679	649,807	93,380
<b>Total income</b>		<b>3,531,605</b>	<b>3,812,147</b>	<b>3,401,026</b>	<b>3,450,029</b>
<b>Expenses</b>	3				
Cost of sale of goods and rendering of services		1,677,739	2,267,007	1,420,534	1,902,132
Operating agreements fee		391,946	544,914	391,946	544,914
Selling expenses		14,777	33,305	5,588	14,101
Administrative expenses		534,271	660,288	389,218	469,504
Directors and management benefit expenses		50,170	44,530	49,872	44,368
Net foreign exchange loss		-	88,905	-	92,922
Loss from sale of investment in a subsidiary		-	28,543	-	28,543
<b>Total expenses</b>		<b>2,668,903</b>	<b>3,667,492</b>	<b>2,257,158</b>	<b>3,096,484</b>
<b>Profit from operating activities</b>		<b>862,702</b>	<b>144,655</b>	<b>1,143,868</b>	<b>353,545</b>
Finance income		111,696	155,479	110,511	150,291
Finance costs		(147,172)	(246,587)	(143,988)	(243,599)
Bad debt and doubtful accounts		-	(85,879)	-	(30,073)
Reversal of loss on impairment (loss on impairment) based on Thai Financial Reporting Standard No.9		6,711	-	(17,870)	-
Share of profit (loss) of investment in subsidiaries and joint ventures	6	22,713	(16,417)	(276,522)	(376,093)
<b>Profit (loss) before income tax expense</b>		<b>856,650</b>	<b>(48,749)</b>	<b>815,999</b>	<b>(145,929)</b>
Income tax expense		(84,619)	(232,513)	(43,968)	(135,333)
<b>Profit (loss) for the period</b>		<b>772,031</b>	<b>(281,262)</b>	<b>772,031</b>	<b>(281,262)</b>
Profit (loss) attributable to:					
Owner of the Company		772,031	(281,262)	772,031	(281,262)
Non-controlling interests		-	-	-	-
<b>Profit (loss) for the period</b>		<b>772,031</b>	<b>(281,262)</b>	<b>772,031</b>	<b>(281,262)</b>
<b>Earnings (loss) per share (Baht)</b>	12				
Basic earning (loss) per share		0.70	(0.26)	0.70	(0.26)
Diluted earning (loss) per share		0.70	(0.26)	0.70	(0.26)

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 nine-month period ended 30 September 2020**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 September	30 September	30 September	30 September
Notes	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Profit (loss) for the period</b>	<b>772,031</b>	<b>(281,262)</b>	<b>772,031</b>	<b>(281,262)</b>
<b>Other comprehensive income</b>				
<b>Items that maybe reclassified to profit or loss</b>				
Foreign currency translation differences	20,211	(81,562)	20,211	(81,562)
Changes in fair value of financial assets	(2,823)	16,873	(2,823)	16,873
Income tax on other comprehensive income	565	(3,375)	565	(3,375)
<b>Other comprehensive income for the period,</b>				
<b>net of income tax</b>	<b>17,953</b>	<b>(68,064)</b>	<b>17,953</b>	<b>(68,064)</b>
<b>Total comprehensive income for the period</b>	<b>789,984</b>	<b>(349,326)</b>	<b>789,984</b>	<b>(349,326)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	789,984	(349,326)	789,984	(349,326)
Non-controlling interests	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>789,984</b>	<b>(349,326)</b>	<b>789,984</b>	<b>(349,326)</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the nine-month period ended 30 September 2020**

Consolidated financial statements													
		Retained earnings			Other components of equity								
	Issued and paid-up				Other reserve	Cumulative	Foreign	Changes	Total	Equity	Non-	Total	
Note	share capital	Share premium	Legal reserve	Unappropriated	for share-based	gain on dilution	currency	in fair value of	other	attributable to	controlling	equity	
	Baht'000	Baht'000	Baht'000	Baht'000	payment	of investment in	translation	financial assets	components	owners of	interests	equity	
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	subsidiaries	differences	Baht'000	Baht'000	the Company	Baht'000	Baht'000	
Nine-month period ended 30 September 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	-	-	-	1,825	-	-	-	1,825	1,825	-	1,825	
Total transactions with owners, recorded directly in equity		-	-	-	1,825	-	-	-	1,825	1,825	-	1,825	
Comprehensive income for the period													
Loss for the period		-	-	(281,262)	-	-	-	-	-	(281,262)	-	(281,262)	
Other comprehensive income		-	-	-	-	-	(81,562)	13,498	(68,064)	(68,064)	-	(68,064)	
Total comprehensive income for the period		-	-	(281,262)	-	-	(81,562)	13,498	(68,064)	(349,326)	-	(349,326)	
Balance as at 30 September 2019		5,480,510	4,325,271	549,988	2,655,436	16,570	(22,126)	(221,138)	5,046	(221,648)	12,789,557	-	12,789,557

See condensed notes to the financial statements



**Thaicom Public Company Limited and its Subsidiaries**

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

**For the nine-month period ended 30 September 2020**

<b>Consolidated financial statements</b>												
Retained earnings					Other components of equity							
Notes	Issued and paid-up	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in subsidiaries	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
	share capital	Share premium	Legal reserve	Unappropriated	payment	of investment in subsidiaries	differences	financial assets	of equity	the Company	interests	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>Nine-month period ended 30 September 2020</b>												
<b>Balance as at 1 January 2020</b>	<b>5,480,510</b>	<b>4,325,271</b>	<b>549,988</b>	<b>873,555</b>	<b>16,971</b>	<b>(22,126)</b>	<b>(237,593)</b>	<b>8,384</b>	<b>(234,364)</b>	<b>10,994,960</b>	<b>-</b>	<b>10,994,960</b>
<b>Transactions with owners, recorded directly in equity</b>												
Share-based payment transactions	9	-	-	-	633	-	-	-	633	633	-	633
Dividends for shareholders of the company	13	-	-	(219,217)	-	-	-	-	-	(219,217)	-	(219,217)
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>(219,217)</b>	<b>633</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>633</b>	<b>(218,584)</b>	<b>-</b>	<b>(218,584)</b>
<b>Comprehensive income for the period</b>												
Profit for the period		-	-	772,031	-	-	-	-	-	772,031	-	772,031
Other comprehensive income		-	-	-	-	-	20,211	(2,258)	17,953	17,953	-	17,953
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>772,031</b>	<b>-</b>	<b>-</b>	<b>20,211</b>	<b>(2,258)</b>	<b>17,953</b>	<b>789,984</b>	<b>-</b>	<b>789,984</b>
<b>Balance as at 30 September 2020</b>	<b>5,480,510</b>	<b>4,325,271</b>	<b>549,988</b>	<b>1,426,369</b>	<b>17,604</b>	<b>(22,126)</b>	<b>(217,382)</b>	<b>6,126</b>	<b>(215,778)</b>	<b>11,566,360</b>	<b>-</b>	<b>11,566,360</b>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the nine-month period ended 30 September 2020**

		Separate financial statements								
		Retained earnings				Other components of equity				
Note	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in subsidiaries	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
<b>Nine-month period ended 30 September 2019</b>										
<b>Balance as at 1 January 2019</b>	<b>5,480,510</b>	<b>4,325,271</b>	<b>549,988</b>	<b>2,936,698</b>	<b>14,745</b>	<b>(22,126)</b>	<b>(139,576)</b>	<b>(8,452)</b>	<b>(155,409)</b>	<b>13,137,058</b>
<b>Transactions with owners, recorded directly in equity</b>										
Share-based payment transactions	-	-	-	-	1,825	-	-	-	1,825	1,825
<b>Total transactions with owners, recorded directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,825</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,825</b>	<b>1,825</b>
<b>Comprehensive income for the period</b>										
Loss for the period	-	-	-	(281,262)	-	-	-	-	-	(281,262)
Other comprehensive income	-	-	-	-	-	-	(81,562)	13,498	(68,064)	(68,064)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(281,262)</b>	<b>-</b>	<b>-</b>	<b>(81,562)</b>	<b>13,498</b>	<b>(68,064)</b>	<b>(349,326)</b>
<b>Balance as at 30 September 2019</b>	<b>5,480,510</b>	<b>4,325,271</b>	<b>549,988</b>	<b>2,655,436</b>	<b>16,570</b>	<b>(22,126)</b>	<b>(221,138)</b>	<b>5,046</b>	<b>(221,648)</b>	<b>12,789,557</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of changes in equity (Unaudited)**  
**For the nine-month period ended 30 September 2020**

		Separate financial statements									
		Retained earnings				Other components of equity					
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in subsidiaries	Foreign currency translation differences	Changes in fair value of financial assets	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
Nine-month period ended 30 September 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	-	-	-	633	-	-	-	633	633
	Dividends for shareholders of the company	13	-	-	(219,217)	-	-	-	-	-	(219,217)
	Total transactions with owners, recorded directly in equity		-	-	(219,217)	633	-	-	-	633	(218,584)
Comprehensive income for the period											
	Gain for the period	-	-	-	772,031	-	-	-	-	-	772,031
	Other comprehensive income	-	-	-	-	-	-	20,211	(2,258)	17,953	17,953
	Total comprehensive income for the period	-	-	-	772,031	-	-	20,211	(2,258)	17,953	789,984
	Balance as at 30 September 2020	5,480,510	4,325,271	549,988	1,426,369	17,604	(22,126)	(217,382)	6,126	(215,778)	11,566,360

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited)**  
**For the nine-month period ended 30 September 2020**

	Notes	Consolidated financial statements		Separate financial statements	
		30 September	30 September	30 September	30 September
		2020	2019	2020	2019
		Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Cash flows from operating activities</i></b>					
Profit (loss) for the period		772,031	(281,262)	772,031	(281,262)
<i>Adjustments for</i>					
Depreciation of plant and equipment	7	274,031	380,881	252,808	344,193
Amortisation of intangible assets					
under operating agreements	7	601,432	908,199	601,432	908,199
Amortisation of deferred charges	7	1,510	1,509	1,510	1,509
Amortisation of intangible assets	7	70,994	73,932	64,016	67,213
Amortisation of right-of-use assets		60,934	-	57,253	-
Impairment loss on intangible asset	7	-	9,293	-	9,293
Investment income		(111,696)	(155,479)	(110,511)	(150,291)
Share-based payment	9	633	1,825	633	1,825
Finance cost		147,172	246,588	143,988	243,599
(Gain) loss on exchange rate		(118,081)	234,456	(91,851)	209,121
Amortisation of borrowing costs	8	332	797	332	797
Bad and doubtful debts expense (reversal)	4	(6,711)	85,879	17,870	30,073
Allowance for (reversal of) obsolete inventory		1,543	(2,273)	2,671	3,711
Gain on disposal of plant and equipment		(3,005)	(1,842)	(3,486)	(1,890)
Loss on written-off property and equipment		77	1,199	4	1,193
Loss on written-off intangible assets		5	-	5	-
Loss from write-off assets		98,415	-	98,415	-
Loss from sale of investment in a subsidiary		-	28,543	-	28,543
Share of (profit) loss of investment in subsidiaries and joint ventures	6	(22,713)	16,417	276,522	376,093
Income tax expense		84,619	232,513	43,968	135,333
		<u>1,851,522</u>	<u>1,781,175</u>	<u>2,127,610</u>	<u>1,927,252</u>
<b><i>Changes in operating assets and liabilities</i></b>					
Trade and other current receivables		(212,650)	(299,454)	(537,957)	(816,566)
Amounts due from related parties		(16,161)	15,774	1,581	(5,468)
Inventories		80,236	(11,832)	74,516	(22,694)
Other current assets		13,535	(5,102)	(3,377)	(8,139)
Other non-current assets		(2,443)	14,850	(2,023)	10,769
Trade and other current payables		(21,717)	(152,618)	(35,813)	(85,593)
Amounts due to related parties		(1,371)	1,656	(36,398)	16
Advance receipts from customers		(154,045)	(72,933)	(31,040)	14,107
Accrued operating agreement fee		(144,775)	(221,749)	(144,775)	(221,749)
Other current liabilities		22,515	(32,404)	(2,340)	(11,418)
Other non-current liabilities		(14,731)	(14,822)	(13,267)	(14,352)
Defined benefit obligations		(19,382)	49,156	(14,296)	41,045
Income tax paid		(18,050)	(52,264)	-	(477)
<b>Net cash from operating activities</b>		<u><b>1,362,483</b></u>	<u><b>999,433</b></u>	<u><b>1,382,421</b></u>	<u><b>806,733</b></u>

See condensed notes to the financial statements

**Thaicom Public Company Limited and its Subsidiaries**  
**Statement of cash flows (Unaudited) (continued)**  
**For the nine-month period ended 30 September 2020**

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	30 September	30 September	30 September
Notes		2020	2019	2020	2019
		Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Cash flows from investing activities</i></b>					
Interest received		117,214	169,320	112,787	160,587
Dividends received		-	-	-	35,042
Decrease (increase) in other current financial assets		(1,084,768)	1,264,579	(1,070,094)	1,200,854
Cash paid for purchase of property and equipment		(25,396)	(51,850)	(15,749)	(10,682)
Proceeds from sale of property and equipment		3,674	20,965	3,602	3,139
Cash received from loan to a subsidiary	3	-	-	5,000	-
Proceeds from loan to joint venture	3	-	15,837	-	15,837
Cash paid for purchase of intangible assets		(1,297)	(326)	-	-
Proceeds from sale of investment in subsidiary		-	18,100	-	24,640
Cash paid for investment in joint ventures	6	(13,500)	-	(7,500)	-
<b>Net cash from (used in) investing activities</b>		<b>(1,004,073)</b>	<b>1,436,625</b>	<b>(971,954)</b>	<b>1,429,417</b>
<b><i>Cash flows from financing activities</i></b>					
Dividends paid to owners of the Company	13	(219,217)	-	(219,217)	-
Repayments of borrowings	8	(488,620)	(536,065)	(485,565)	(536,065)
Interest paid		(130,837)	(215,773)	(130,331)	(215,773)
<b>Net cash used in financing activities</b>		<b>(838,674)</b>	<b>(751,838)</b>	<b>(835,113)</b>	<b>(751,838)</b>
<b>Net increase (decrease) in cash and</b>					
<b>cash equivalents</b>		<b>(480,264)</b>	<b>1,684,220</b>	<b>(424,646)</b>	<b>1,484,312</b>
Cash and cash equivalents 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		(64)	8	(64)	8
<b>Cash and cash equivalents at 30 September</b>		<b>2,141,382</b>	<b>4,514,463</b>	<b>1,292,646</b>	<b>3,204,074</b>
<b><i>Non-cash transactions</i></b>					
Acquisition of property and equipment through credit		1,465	230	1,151	230
Lease liabilities		10,598	28,902	10,598	28,902

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 nine-month periods ended 30 September 2020 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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3.	Related parties
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**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

These interim financial statements have been approved for issuing by the authorised directors on 4 November 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 joint ventures (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 and the nine-month periods ended 30 September 2020 (Unaudited)

Details of the Company's subsidiaries and joint ventures as at 30 September 2020 and 31 December 2019 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			30 September 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
TC Global Services Company Limited	Providing technology service	Mauritius	100	100



# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			30 September 2020 (%)	31 December 2019 (%)
<i>Indirect subsidiaries</i>				
Orion Satellite Systems Pty Limited	Providing satellite communication services and business solutions	Australia	100	100
<i>Joint ventures</i>				
Shenington Investments Pte Limited	Holding company for investment in international telecommunications	Singapore	51*	51
Nation Space and Technology Co., Ltd.	Provide service of communication satellite and the service relating to the satellite business	Thailand	75*	-
<i>Joint ventures of Shenington Investments Pte Limited</i>				
Lao Telecommunications Company Limited	Providing fixed line, mobile phone, public phone, public international facilities and internet services	Lao PDR	24.99	24.99
<i>Joint ventures of Thai Advance Innovation Company Limited</i>				
ATI Technologies Company Limited	Developing, producing, and distribution unmanned aerial vehicle (drone) for Thailand’s agricultural sector	Thailand	50	-

\* The Group holds ordinary shares in these companies over 50% but classifies such investments as joint ventures of the Group since there are co-operation under shareholders agreement in these companies.

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 nine-month periods ended 30 September 2020 have included the interim financial information of the subsidiaries and joint ventures for the three-month and nine-month periods ended 30 September 2020 which were reviewed.

### Coronavirus Disease 2019 Pandemic

The Coronavirus disease 2019 ("COVID-19") pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. Nevertheless, the Group's management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities.

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

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

**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

### **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 “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.

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.

During the period, the Group has adopted the revised and new financial reporting standards and guidelines on accounting issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Group’s financial statements. However, the new standards which become effective for fiscal year and involve changes to key principles are summarized below:

#### Group of Financial Instruments Standards

##### **Thai Accounting Standards (“TAS”)**

TAS 32                                      Financial Instruments: Presentation

##### **Thai Financial Reporting Standards (“TFRS”)**

TFRS 7                                      Financial Instruments: Disclosures

TFRS 9                                      Financial Instruments

##### **Thai Financial Reporting Standard Interpretations (“TFRIC”)**

TFRIC 16                                   Hedges of a Net Investment in a Foreign Operation

TFRIC 19                                   Extinguishing Financial Liabilities with Equity Instruments

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

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

### **For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

These group of Standards make stipulations relating to the classification of financial instruments and their measurement at fair value or amortized cost; taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model, the calculation of impairment using the expected credit loss method, and the concept of hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. These Standards will supersede the Standards and Interpretations relating to the financial instruments upon its effective date.

The Group has applied TFRS 9 in accordance with the transition provisions set out in TFRS 9.

#### **(a) Classification and measurement of financial assets and financial liabilities**

The date of initial application (i.e. the date on which the Group has assessed its existing financial assets and financial liabilities in terms of the requirements of TFRS 9) is 1 January 2020. Accordingly, the Group has applied the requirements of TFRS 9 to instruments that continue to be recognized as at 1 January 2020 and has not applied the requirements to instruments that have already been derecognized as at 1 January 2020. Comparative amounts in relation to instruments that continue to be recognized as at 1 January 2020 have not been restated.

All recognized financial assets that are within the scope of TFRS 9 are required to be measured subsequently at amortized cost or fair value on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets, specifically:

- Debt instruments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, are measured subsequently at amortized cost;
- Debt instruments that are held within a business model whose objective is both to collect the contractual cash flows and to sell the debt instruments, and that have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding, are measured subsequently at fair value through other comprehensive income (FVTOCI);
- All other debt investments and equity investments are measured subsequently at fair value through profit or loss (FVTPL).

A significant change introduced by TFRS 9 in the classification and measurement of financial liabilities relates to the accounting for changes in the fair value of a financial liability designated as at FVTPL attributable to changes in the credit risk of the issuer.

Below tabulates the change in classification of the Group's financial assets and financial liabilities upon application of TFRS 9.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

Unit : Thousand Baht				
Consolidated financial statements				
	Carrying amounts as at 31 December 2019	Reclassifications	Carrying amounts as at 1 January 2020	Category
<b>Assets</b>				
Current investment	3,080,846	(3,080,846)	-	
Other current financial assets				
Short-term deposit and investment in debt securities measured at amortized cost	-	1,135,692	1,135,692	Amortized cost
Investment in debt securities measured at fair value through other comprehensive income	-	1,945,154	1,945,154	FVTOCI

Unit : Thousand Baht				
Separate financial statements				
	Carrying amounts as at 31 December 2019	Reclassifications	Carrying amounts as at 1 January 2020	Category
<b>Assets</b>				
Current investment	2,633,570	(2,633,570)	-	
Other current financial assets				
Short-term deposit and investment in debt securities measured at amortized cost	-	524,892	524,892	Amortized cost
Investment in debt securities measured at fair value through other comprehensive income	-	2,108,678	2,108,678	FVTOCI

Besides, other financial assets and liabilities can be classified as follow:

- Cash and cash equivalents, trade receivables, other current receivables, loans to related parties are classified as financial assets measured at amortized cost.
- Trade payables, other current payables, long-term borrowings from financial institutions, debentures and lease liabilities are classified as financial liabilities measure at amortized cost.

### (b) Impairment of financial assets

In relation to the impairment of financial assets, TFRS 9 requires an expected credit loss model. The expected credit loss model requires the Group to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition of the financial assets. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.

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

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

### **For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

In particular, TFRS 9 requires the Group to measure the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses (ECL) if the credit risk on that financial instrument has increased significantly since initial recognition, or if the financial instrument is a purchased or originated credit-impaired financial asset. However, if the credit risk on a financial instrument has not increased significantly since initial recognition (except for a purchased or originated credit-impaired financial asset), the Group is required to measure the loss allowance for that financial instrument at an amount equal to 12-month ECL. TFRS 9 also requires a simplified approach for measuring the loss allowance at an amount equal to lifetime ECL for trade receivables in certain circumstances.

#### **(c) General hedge accounting**

The general hedge accounting requirements the three types of hedge accounting. In addition, the effectiveness test has been assessed. Disclosure requirements about the Group's risk management activities have also been introduced.

#### **Thai Financial Reporting Standard No. 16 "Leases" ("TFRS 16")**

TFRS 16 provides a comprehensive model for the identification if lease arrangements and their treatment in the financial statements of both lessees and lessors. This TFRS superseded the following lease Standards and Interpretations upon its effective date, which are Thai Accounting Standard No.17 "Leases", Thai Accounting Standard Interpretation No.15 "Operating Lease - Incentives", Thai Accounting Standard Interpretation No.27 "Evaluating the Substance of Transactions involving the Legal Form of a Lease" and Thai Financial Reporting Standard Interpretation No.4 "Determining whether on Arrangement contains a Lease".

For lessee accounting, there are significant changes to lease accounting in this TFRS by removing the distinction between operating and finance leases under TAS 17 and requiring a lessee to recognize a right-of-use asset and a lease liability at commencement for all leases, except for short-term- leases and leases of low value assets. However, the lessor accounting treatment continues to require a lessor to classify a lease either as an operating lease or a finance lease, using the same concept as TAS 17.

#### ***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.

## Thaicom Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

#### For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

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.

	Consolidated financial statements	Unit: Thousand Baht 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 “Lease” is 1 January 2020.

In addition, the Federation of Accounting Professions has announced two Accounting Treatment Guidances, which have been announced in the Royal Gazette on 22 April 2020, detail as follows:

Accounting Treatment Guidance on “The temporary relief measures for entities supporting their debtors who effected from the situations that affected Thailand’s economy”

The objective of this accounting treatment guidance is to grant the temporary relief measures for entities helping their debtors who effected from the situations that affected Thailand’s economy with the helping period during 1 January 2020 to 31 December 2021 or until there are any changes from the Bank of Thailand, which require the compliance for such changes. The entities who support their debtors and elect to apply this accounting treatment guidance should be comply with all relief measures specified in this accounting treatment guidance.

The Group has not adopted such accounting treatment guidance in the preparation of the interim financial statements for the three-month and nine-month periods ended 30 September 2020.

Accounting Treatment Guidance on “The temporary relief measures for additional accounting alternatives to alleviate the impacts from COVID-19 outbreak”

This accounting treatment guidance is the option for all entities applying Financial Reporting Standards for Publicly Accountable Entities. Since the preparation of financial statements during the period, which COVID-19 situation still be highly uncertainty as at the end of reporting period may cause the entities’ management to use the critical judgment in the estimation or the measurement and recognition of accounting transactions. Objective of this accounting treatment guidance is to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation. The entities can apply this accounting treatment guidance for the preparation of financial statements with the reporting period ending within the period from 1 January 2020 to 31 December 2020.

The Group has not adopted such accounting treatment guidance in the preparation of the interim financial statements for the three-month and nine-month periods ended 30 September 2020.

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

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

**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

### **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.

### **2.4 Significant Accounting Policies**

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended 31 December 2019, except the adoption of new and revised Thai Financial Reporting Standards as described in Note 2. Accounting policies which significantly changed 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.

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

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

**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

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.

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**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

All recognized financial assets are measured subsequently in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

### *Classification of financial assets*

Debt instruments that meet the following conditions are measured subsequently at amortized cost;

- The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



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

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

#### **For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

Debt instruments that meet the following conditions are measured subsequently at fair value through other comprehensive income (FVTOCI);

- The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial liabilities are measured subsequently at amortized cost using the effective interest method or at FVTPL.

#### *Impairment of financial assets*

The Group recognizes a loss allowance for expected credit losses on investments in debt instruments that are measured at amortized cost or at FVTOCI, and trade receivables. The amount of expected credit losses is updated at each reporting period date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Group always recognizes lifetime ECL for trade receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

#### *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.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### 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.

Significant transactions for the three-month periods ended 30 September 2020 and 2019 with related parties were as follows:

Three-month periods ended 30 September	Consolidated financial statements		Separate financial statements	
	2020 Baht’000	2019 Baht’000	2020 Baht’000	2019 Baht’000
<b>Sales</b>				
<i>Sales and services income</i>				
Subsidiaries	-	-	306,669	439,175
Related parties under common control	19,334	18,922	13,171	12,885
<i>Other income</i>				
Subsidiaries	-	-	4,898	9,836
Joint venture	1,870	1,831	1,870	1,831
Related parties under common control	-	5	-	5
<i>Finance income</i>				
Subsidiaries	-	-	271	713
Joint venture	15,996	24,756	15,996	24,756
<b>Total revenues</b>	<b>37,200</b>	<b>45,514</b>	<b>342,875</b>	<b>489,201</b>
<b>Expenses</b>				
<i>Purchases of goods and services</i>				
Subsidiaries	-	-	15,614	25,277
Joint venture	-	(1,673)	-	-
Related parties under common control	449	569	449	569
<i>Selling and administrative expenses</i>				
Parent company	345	339	345	339
Subsidiaries	-	-	2,754	3,493
Related parties under common control	676	2,622	672	2,550
Director and management remuneration	16,903	15,954	16,836	15,872
<b>Total expenses</b>	<b>18,373</b>	<b>17,811</b>	<b>36,670</b>	<b>48,100</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

Significant transactions for the nine-month periods ended 30 September 2020 and 2019 with related parties were as follows:

Nine-month periods ended 30 September	Consolidated financial statements		Separate financial statements	
	2020 Baht'000	2019 Baht'000	2020 Baht'000	2019 Baht'000
<b>Sales</b>				
<i>Sales and services income</i>				
Subsidiaries	-	-	951,780	1,375,829
Related parties under common control	62,687	56,029	46,901	40,730
<i>Other income</i>				
Subsidiaries	-	-	14,802	29,966
Joint venture	5,661	5,590	5,661	5,590
Related parties under common control	9	174	9	174
<i>Finance income</i>				
Subsidiaries	-	-	804	2,106
Joint venture	60,880	79,842	60,880	79,842
<b>Total revenues</b>	<b>129,237</b>	<b>141,635</b>	<b>1,080,837</b>	<b>1,534,237</b>
<b>Expenses</b>				
<i>Purchases of goods and services</i>				
Subsidiaries	-	-	49,350	63,586
Joint venture	-	929	-	-
Related parties under common control	1,539	2,063	1,539	2,063
<i>Selling and administrative expenses</i>				
Parent company	2,009	1,055	2,009	1,055
Subsidiaries	-	-	10,156	12,008
Related parties under common control	7,793	6,615	8,064	6,355
Director and management remuneration	50,751	45,074	50,453	44,911
<b>Total expenses</b>	<b>62,092</b>	<b>55,736</b>	<b>121,571</b>	<b>129,978</b>

Balances as at 30 September 2020 and 31 December 2019 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2020 Baht'000	31 December 2019 Baht'000	30 September 2020 Baht'000	31 December 2019 Baht'000
<b>Trade receivables and accrued income</b>				
<i>Trade receivables</i>				
Subsidiaries	-	-	2,556,847	2,025,736
Related parties under common control	6,310	8,762	4,215	5,705
<b>Total</b>	<b>6,310</b>	<b>8,762</b>	<b>2,561,062</b>	<b>2,031,441</b>
<i>Accrued income</i>				
Subsidiaries	-	-	13,552	2,372
Related parties under common control	4,024	3,505	3,708	3,388
<b>Total</b>	<b>4,024</b>	<b>3,505</b>	<b>17,260</b>	<b>5,760</b>
<b>Total trade receivables and accrued income</b>	<b>10,334</b>	<b>12,267</b>	<b>2,578,322</b>	<b>2,037,201</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Other current receivables</b>				
Parent company	-	180	-	180
Subsidiaries	-	-	24,619	52,550
Joint venture	22,252	5,670	22,252	5,670
Related parties under common control	362	-	362	-
<b>Total</b>	<b>22,614</b>	<b>5,850</b>	<b>47,233</b>	<b>58,400</b>
<b>Loan to related parties</b>				
<b>Current portion of long-term loans</b>				
Subsidiary	-	-	20,000	25,000
Joint venture	899,354	630,635	899,354	630,635
	<b>899,354</b>	<b>630,635</b>	<b>919,354</b>	<b>655,635</b>
<b>Long-term loans</b>				
Joint venture	947,534	1,127,499	947,534	1,127,499
<b>Total</b>	<b>1,846,888</b>	<b>1,758,134</b>	<b>1,866,888</b>	<b>1,783,134</b>

The term of the loan to subsidiary is 2 years. As at 30 September 2020, the interest rate at the rate of 4.98% 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.

Movements during the nine-month periods ended 30 September 2020 and 2019 of loans to subsidiary and a joint venture were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2020	30 September 2019	30 September 2020	30 September 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Long-term loans</b>				
<b>Subsidiary</b>				
As at 1 January	-	-	25,000	50,000
Decrease	-	-	(5,000)	-
<b>As at 30 September</b>	<b>-</b>	<b>-</b>	<b>20,000</b>	<b>50,000</b>
<b>Joint venture</b>				
As at 1 January	1,758,134	1,942,899	1,758,134	1,942,899
Decrease	-	(15,837)	-	(15,837)
Unrealised gain (loss) on exchange rate	88,754	(112,044)	88,754	(112,044)
<b>As at 30 September</b>	<b>1,846,888</b>	<b>1,815,018</b>	<b>1,846,888</b>	<b>1,815,018</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Other current assets</b>				
Subsidiaries	-	-	-	3
Related parties under common control	-	11	-	11
<b>Total</b>	<b>-</b>	<b>11</b>	<b>-</b>	<b>14</b>
<b>Trade payables</b>				
Parent company	100	132	100	133
Subsidiaries	-	-	12,589	3,744
Related parties under common control	3,818	2,499	3,815	1,985
<b>Total</b>	<b>3,918</b>	<b>2,631</b>	<b>16,504</b>	<b>5,862</b>
<b>Other current payables</b>				
Subsidiaries	-	-	2,906	38,254
Related parties under common control	-	1,029	-	708
<b>Total</b>	<b>-</b>	<b>1,029</b>	<b>2,906</b>	<b>38,962</b>
<b>Advance receipts from customers</b>				
Subsidiaries	-	-	1,438	360
Related parties under common control	879	5,294	9	4,386
<b>Total</b>	<b>879</b>	<b>5,294</b>	<b>1,447</b>	<b>4,746</b>
<b>Accrued expenses</b>				
Subsidiaries	-	-	128,685	126,726
Related parties under common control	85	34	84	32
<b>Total</b>	<b>85</b>	<b>34</b>	<b>128,769</b>	<b>126,758</b>
<b>Other current liabilities</b>				
Related parties under common control	<b>1,740</b>	<b>1,740</b>	<b>-</b>	<b>-</b>

**Thaicom Public Company Limited and its Subsidiaries****Notes to the interim financial statements****For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)*****Key management personnel compensation***

Key management personnel compensation comprised:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2020 Baht'000	2019 Baht'000	2020 Baht'000	2019 Baht'000
<b>Three-month periods ended 30 September</b>				
Short-term employee benefits	16,461	15,490	16,394	15,408
Long-term benefits				
- Current service costs, included in administrative expenses	238	231	238	231
- Interest on obligation, included in finance costs	193	180	193	180
- Share-based payment	11	53	11	53
<b>Total</b>	<b>16,903</b>	<b>15,954</b>	<b>16,836</b>	<b>15,872</b>
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2020 Baht'000	2019 Baht'000	2020 Baht'000	2019 Baht'000
<b>Nine-month periods ended 30 September</b>				
Short-term employee benefits	49,407	43,682	49,109	43,519
Long-term benefits				
- Current service costs, included in administrative expenses	714	693	714	693
- Interest on obligation, included in finance costs	581	540	581	540
- Share-based payment	49	159	49	159
<b>Total</b>	<b>50,751</b>	<b>45,074</b>	<b>50,453</b>	<b>44,911</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.

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

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

**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

### ***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 0.39 million and Baht 2.11 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

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### 4. Trade and other current receivables

		Consolidated financial statements		Separate financial statements	
	Note	30 September 2020	31 December 2019	30 September 2020	31 December 2019
		Baht'000	Baht'000	Baht'000	Baht'000
<b>Trade receivables</b>					
Related parties	3	6,310	8,762	2,561,062	2,031,441
Other parties		2,369,376	1,910,811	1,215,998	989,884
<b>Total</b>		<b>2,375,686</b>	<b>1,919,573</b>	<b>3,777,060</b>	<b>3,021,325</b>
<b>Accrued income</b>					
Related parties	3	4,024	3,505	17,260	5,760
Other parties		400,466	557,974	272,359	415,304
<b>Total</b>		<b>404,490</b>	<b>561,479</b>	<b>289,619</b>	<b>421,064</b>
<b>Other current receivables</b>					
Prepaid expenses		65,846	55,240	57,378	41,228
Advance payments		25,183	96,123	22,542	95,328
Others		270,400	194,028	245,150	168,313
<b>Total</b>		<b>361,429</b>	<b>345,391</b>	<b>325,070</b>	<b>304,869</b>
<b>Total trade receivables, accrued income and other current receivables</b>		<b>3,141,605</b>	<b>2,826,443</b>	<b>4,391,749</b>	<b>3,747,258</b>
Less allowance for doubtful accounts		(958,974)	(936,463)	(690,094)	(652,414)
<b>Net</b>		<b>2,182,631</b>	<b>1,889,980</b>	<b>3,701,655</b>	<b>3,094,844</b>
		2020	2019	2020	2019
		Baht'000	Baht'000	Baht'000	Baht'000
Bad and doubtful debts expenses (reversal) for the nine-month period ended 30 September		<b>(6,711)</b>	<b>85,879</b>	<b>17,870</b>	<b>30,073</b>



# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

Aging analyses for trade receivables were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Related parties</b>				
Within credit terms	5,465	5,464	225,967	247,576
Overdue:				
Less than 3 months	824	2,837	286,264	361,480
3 - 6 months	-	-	294,942	376,769
6 - 12 months	21	-	682,869	1,045,155
Over 12 months	-	461	1,071,020	461
	<b>6,310</b>	<b>8,762</b>	<b>2,561,062</b>	<b>2,031,441</b>
<b>Other parties</b>				
Within credit terms	108,510	92,857	65,969	50,409
Overdue:				
Less than 3 months	193,610	147,626	127,052	101,957
3 - 6 months	450,082	188,277	160,047	76,523
6 - 12 months	101,111	525,542	57,287	65,030
Over 12 months	1,516,063	956,509	805,643	695,965
	<b>2,369,376</b>	<b>1,910,811</b>	<b>1,215,998</b>	<b>989,884</b>
Less allowance for doubtful accounts	(897,305)	(811,815)	(628,426)	(527,766)
	<b>1,472,071</b>	<b>1,098,996</b>	<b>587,572</b>	<b>462,118</b>
<b>Net</b>	<b>1,478,381</b>	<b>1,107,758</b>	<b>3,148,634</b>	<b>2,493,559</b>

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

## 5. Current investment and other current financial assets

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Current investment</b>				
Short-term deposit and bill of exchange	-	1,135,692	-	524,892
Debt securities available for sale	-	1,945,154	-	2,108,678
<b>Total</b>	<b>-</b>	<b>3,080,846</b>	<b>-</b>	<b>2,633,570</b>
<b>Other current financial assets</b>				
Short-term deposit and investment in debt securities measured at amortized cost	2,222,530	-	1,564,529	-
Investment in debt securities measured at fair value through other comprehensive income	1,911,262	-	2,136,312	-
<b>Total</b>	<b>4,133,792</b>	<b>-</b>	<b>3,700,841</b>	<b>-</b>

As at 30 September 2020, short-term deposit and bill of exchange have interest rates of 0.60% 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 and the nine-month periods ended 30 September 2020 (Unaudited)

### 6. Investments in subsidiaries and joint ventures

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
Investments in subsidiaries	-	-	(485,577)	(167,557)
Investments in joint ventures	1,484,046	1,408,769	1,477,978	1,408,769
<b>Total investments, net</b>	<b>1,484,046</b>	<b>1,408,769</b>	<b>992,401</b>	<b>1,241,212</b>
<b>Presentation in the statement of financial position as follows:</b>				
Investments - equity method	1,484,046	1,408,769	2,826,841	2,641,105
Net liabilities in subsidiaries	-	-	(1,834,440)	(1,399,893)
<b>Total investments, net</b>	<b>1,484,046</b>	<b>1,408,769</b>	<b>992,401</b>	<b>1,241,212</b>
<b>Nine-month periods ended</b>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2020	30 September 2019	30 September 2020	30 September 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
Additions	13,500	-	7,500	-
Share of net profits (loss) of investments in equity method	22,713	(16,417)	(276,522)	(376,093)
Dividend income	-	-	-	(184,088)
Write-off from sale of investment in subsidiaries	-	-	-	(40,685)
Foreign currency translation adjustments	39,064	(103,701)	20,211	(94,061)
<b>As at 30 September</b>	<b>1,484,046</b>	<b>1,324,165</b>	<b>992,401</b>	<b>1,271,951</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

Investments in subsidiaries and joint ventures as at 30 September 2020 and 31 December 2019, and dividend income from those investments for the nine-month periods ended 30 September 2020 and 2019 were as follows:

Consolidated financial statements										
	Ownership interest		Paid-up capital		Cost method		Equity method		Dividend income for the nine-month periods ended	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	31 December 2019	30 September 2020	30 September 2019
	%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
<b>Joint ventures</b>										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	138	138	1,471	1,409	-	-
Nation Space and Technology Co., Ltd.	75.00	-	Baht 10 million	-	7	-	7	-	-	-
<b>Joint ventures of Thai Advance Innovation Company Limited</b>										
ATI Technologies Company Limited	50.00	-	Baht 12 million	-	6	-	6	-	-	-
					151	138	1,484	1,409	-	-

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

	Separate financial statements									
	Ownership interest		Paid-up capital		Cost - net of impairment		Equity method		Dividend income for the nine-month periods ended	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December	30 September	30 September
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
<b>Subsidiaries</b>										
Thai Advance Innovation Company Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	474	464	-	-
IPSTAR Company Limited	100.00	100.00	USD 2 million	USD 2 million	157	157	(1,733)	(1,331)	-	-
Star Nucleus Company Limited	100.00	100.00	-	-	-	-	101	88	-	-
IPSTAR International Pte Limited	100.00	100.00	SGD 20,000	SGD 20,000	1	1	(79)	(51)	-	-
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	24	17	-	44
Cambodian DTV Network Limited <sup>(1)</sup>	-	-	-	-	-	-	-	-	-	29
IPSTAR Australia Pty Limited	100.00	100.00	AUD 6.95 million	AUD 6.95 million	425	425	187	178	-	-
TC Broadcasting Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	10	14	-	-
IPSTAR Japan Company Limited	100.00	100.00	JPY 100 million	JPY 100 million	33	33	359	301	-	-
IPSTAR New Zealand Company Limited	100.00	100.00	NZD 3.20 million	NZD 3.20 million	98	98	95	94	-	-
International Satellite Company Limited	100.00	100.00	USD 50,000	USD 50,000	2	2	57	41	-	111
IPSTAR (India) Private Limited	100.00	100.00	INR 30 million	INR 30 million	16	16	42	36	-	-
TC Global Services Company Limited	100.00	100.00	USD 12,500	USD 12,500	1	1	(23)	(19)	-	-
<b>Total</b>					<b>1,133</b>	<b>1,133</b>	<b>(486)</b>	<b>(168)</b>	<b>-</b>	<b>184</b>
<b>Joint ventures</b>										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	138	138	1,471	1,409	-	-
Nation Space and Technology Co., Ltd.	75.00	-	Baht 10 million	-	7	-	7	-	-	-
					<b>145</b>	<b>138</b>	<b>1,478</b>	<b>1,409</b>	<b>-</b>	<b>-</b>

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

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

Significant movements in investments in subsidiaries and joint ventures for the nine-month period ended 30 September 2020 were as follows:

**Joint ventures**

*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.

*Registration of Lao Mobile Money Sole Company Limited*

On 22 April 2020, LTC established Lao Mobile Money Sole Company Limited with registered capital of KIP 10,000 million, at par value KIP 10,000 per share, which fully paid-up share capital. LTC holds 100% stake in share capital.

*Registration of Nation Space and Technology Co., Ltd.*

On 25 September 2020, CAT Telecom Public Company Limited (“CAT”) and Thaicom Public Company Limited (“THCOM”) established a new joint venture company to co-operate the company under the name of Nation Space and Technology Co., Ltd. (“NSAT”) to provide service of communication satellite and the service relating to the satellite business. Its registered capital is Baht 10 million at par value Baht 10 per share, which fully paid-up share capital. The share proportion between THCOM and CAT is 75% and 25% shareholding in share capital, respectively. CAT shall have the right to invest in new share subscription in NSAT at indicated price under the agreement between shareholders that would cause its shareholding proportion to be up to 49% of shares within 6 years after NSAT’s registration date.

*Registration of ATI Technologies Company Limited*

On 21 July 2020, AI and Robotics Ventures Company Limited (“ARV”), a subsidiary of PTT Exploration and Production Public Company Limited and Thai Advance Innovation Company Limited (“Thai AI”), a subsidiary of Thaicom Public Company Limited established a new joint venture company named ATI Technologies Company Limited (“ATI”) to develop, produce, and distribute unmanned aerial vehicle (drone) for Thailand’s agricultural sector. Its registered capital is Baht 20,000,000 at par value of Baht 5 per share which paid-up capital at Baht 12,000,000. The share proportion between Thai AI and ARV, each holds 50% and 50% in share capital, respectively.

**Commitments**

According to the joint venture agreement between the Group and the Government of the Lao People’s Democratic Republic, the Group must transfer all of LTC’s shares to the Government of the Lao People’s Democratic Republic, without any charges or compensation, on the expiration date of the joint venture agreement in 2046 (Note 15.2).

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

**7. Capital expenditure and commitments**

<i>Nine-month periods ended 30 September</i>	<b>Consolidated financial statements</b>							
	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
<b>Cost</b>								
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	26,861	-	-	1,297	27,960	-	-	326
Transfers	(21,555)	-	-	1,893	8,838	-	-	10,000
Disposals	(75,923)	-	-	-	(102,380)	(430)	-	(18)
Write-offs	(25,412)	-	-	(101)	(16,218)	(237,171)	-	(144)
Foreign currency translation adjustments	52,810	-	-	8,853	(59,640)	-	-	(11,346)
<b>As at 30 September</b>	<b>12,169,866</b>	<b>26,013,476</b>	<b>20,177</b>	<b>2,576,599</b>	<b>12,055,937</b>	<b>26,013,476</b>	<b>20,177</b>	<b>2,564,369</b>
<b>Depreciation and amortisation</b>								
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	274,031	601,432	1,510	70,994	380,881	908,199	1,509	73,932
Loss on impairment	-	-	-	-	-	-	-	9,293
Transfers	(10,920)	-	-	-	(304)	-	-	-
Disposals	(75,254)	-	-	-	(83,251)	(430)	-	(1)
Write-offs	(25,335)	-	-	(96)	(16,175)	(236,021)	-	(144)
Foreign currency translation adjustments	48,693	-	-	8,042	(54,095)	-	-	(10,064)
<b>As at 30 September</b>	<b>9,111,684</b>	<b>25,249,219</b>	<b>10,090</b>	<b>2,415,521</b>	<b>7,609,730</b>	<b>23,915,485</b>	<b>8,071</b>	<b>2,313,539</b>
<b>Net book value</b>								
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 30 September	3,058,182	764,257	10,087	161,078	4,446,207	2,097,991	12,106	250,830

The gross amount of the Group's fully depreciated property and equipment that was still in use as at 30 September 2020 amounted to Baht 2,484.09 million (31 December 2019: Baht 2,422.43 million).

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

<i>Nine-month periods ended 30 September</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
<b>Cost</b>								
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	16,900	-	-	-	10,912	-	-	-
Transfers	(19,662)	-	-	-	8,838	-	-	10,000
Disposals	(68,623)	-	-	-	(53,830)	(430)	-	-
Write-offs	(5,742)	-	-	(101)	(16,122)	(237,171)	-	(144)
<b>Aa at 30 September</b>	<b>10,798,769</b>	<b>26,013,476</b>	<b>20,177</b>	<b>1,428,735</b>	<b>10,885,500</b>	<b>26,013,476</b>	<b>20,177</b>	<b>1,428,836</b>
<b>Depreciation and amortization</b>								
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 amortization charges for the period	252,808	601,432	1,510	64,016	344,194	908,199	1,509	67,213
Loss on impairment	-	-	-	-	-	-	-	9,293
Transfers	(10,920)	-	-	-	(304)	-	-	-
Disposals	(68,506)	-	-	-	(52,581)	(430)	-	-
Write-offs	(5,738)	-	-	(96)	(16,079)	(236,021)	-	(144)
<b>Aa at 30 September</b>	<b>7,738,320</b>	<b>25,249,219</b>	<b>10,090</b>	<b>1,340,486</b>	<b>6,439,691</b>	<b>23,915,485</b>	<b>8,071</b>	<b>1,254,967</b>
<b>Net book value</b>								
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 30 September	3,060,449	764,257	10,087	88,249	4,445,809	2,097,991	12,106	173,869

The gross amount of the Company's fully depreciated property and equipment that was still in use as at 30 September 2020 amounted to Baht 1,899.08 million (31 December 2019: Baht 1,860.39 million).

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

As at 30 September 2020, the Company together with the Ministry of Digital Economy and Society (“MDE”) were in process of preparing the evidences to claim for the compensation of the Thaicom 5 Satellite under the insurance policy.

The insurance policy has been prepared to comply with the Operating Agreement on Domestic Communication Satellite, which the compensation would be further conferred between the Company and MDE.

### 8. Interest-bearing liabilities

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2020	31 December 2019	30 September 2020	31 December 2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Current</b>				
<i>Current portion of long-term borrowings</i>				
Loans from financial institutions	402,157	383,273	402,157	383,273
Lease liabilities	98,547	8,729	93,705	8,729
Total current portion of long-term borrowings	500,704	392,002	495,862	392,002
<b>Non-current</b>				
<i>Long-term borrowings</i>				
Loans from financial institutions	1,206,473	1,533,091	1,206,473	1,533,091
Lease liabilities	82,310	6,410	63,072	6,410
Total long-term borrowings	1,288,783	1,539,501	1,269,545	1,539,501
Long-term debentures	2,242,555	2,271,223	2,274,555	2,274,223
Total non-current interest-bearing liabilities	3,531,338	3,810,724	3,544,100	3,813,724
<b>Total</b>	<b>4,032,042</b>	<b>4,202,726</b>	<b>4,039,962</b>	<b>4,205,726</b>

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 nine-month period ended 30 September 2020</b>		
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
<b>As at 1 January 2020 - included effect of lease liabilities recognised under Thai Financial Reporting Standard No.16</b>	<b>4,271,078</b>	<b>4,248,123</b>
Additions	153,042	153,042
Repayment of borrowings	(488,620)	(485,565)
Amortisation of finance costs	332	332
Investment in debentures within the Group	(29,000)	-
Change in currency translation	125,210	124,030
<b>As at 30 September 2020</b>	<b>4,032,042</b>	<b>4,039,962</b>



# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

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 September 2020, available credit facilities for loans from local and overseas banks are Baht 3,301.40 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

	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 Standards No.16	68,352	-	-	68,352
<b>As at 1 January 2020 - included effect of lease liabilities recognised under Thai Financial Reporting Standard No.16</b>	<b>83,492</b>	<b>1,916,363</b>	<b>2,271,223</b>	<b>4,271,078</b>
<i>Change in cashflows</i>				
Repayment of borrowings	(56,857)	(431,763)	-	(488,620)
<i>Non-cash changes</i>				
Additions	153,042	-	-	153,042
Amortisation of finance costs	-	-	332	332
Investment in debentures within the Group	-	-	(29,000)	(29,000)
Change in currency translation	1,180	124,030	-	125,210
<b>As at 30 September 2020</b>	<b>180,857</b>	<b>1,608,630</b>	<b>2,242,555</b>	<b>4,032,042</b>

	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	(9,755)	(526,310)	-	(536,065)
<i>Non-cash changes</i>				
Amortisation of finance costs	-	-	797	797
Change in currency translation	-	(2,621)	-	(2,621)
<b>As at 30 September 2019</b>	<b>17,020</b>	<b>1,943,834</b>	<b>4,524,109</b>	<b>6,484,963</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

	Unit: Thousand Baht			
	Separate 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
<b>As at 1 January 2020 - included effect of lease liabilities recognised under Thai Financial Reporting Standard No.16</b>	<b>57,537</b>	<b>1,916,363</b>	<b>2,274,223</b>	<b>4,248,123</b>
<i>Change in cashflows</i>				
Repayment of borrowings	(53,802)	(431,763)	-	(485,565)
<i>Non-cash changes</i>				
Additions	153,042	-	-	153,042
Amortisation of finance costs	-	-	332	332
Change in currency translation	-	124,030	-	124,030
<b>As at 30 September 2020</b>	<b>156,777</b>	<b>1,608,630</b>	<b>2,274,555</b>	<b>4,039,962</b>

	Unit: Thousand Baht			
	Separate 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	(9,755)	(526,310)	-	(536,065)
<i>Non-cash changes</i>				
Amortisation of finance costs	-	-	797	797
Change in currency translation	-	(2,621)	-	(2,621)
<b>As at 30 September 2019</b>	<b>17,020</b>	<b>1,943,834</b>	<b>4,549,109</b>	<b>6,509,963</b>

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

**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
<b>Authorised</b>					
As at 1 January					
- ordinary shares	5	1,099,977	5,499,884	1,099,977	5,499,884
<b>As at 30 September</b>					
- ordinary shares	5	<b>1,099,977</b>	<b>5,499,884</b>	<b>1,099,977</b>	<b>5,499,884</b>
<b>Issued and paid-up</b>					
As at 1 January					
- ordinary shares	5	1,096,102	5,480,510	1,096,102	5,480,510
<b>As at 30 September</b>					
- ordinary shares	5	<b>1,096,102</b>	<b>5,480,510</b>	<b>1,096,102</b>	<b>5,480,510</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.

**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:

	<b>Project III</b>	<b>Project IV</b>
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 (zero Baht)	
Exercise ratio:	One unit of warrant per one ordinary share	

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

Movements in the number of warrants outstanding are as follows:

	1 January 2020	Issue during the period	Return during the period	Exercise during the period	Expired during the period	30 September 2020
	thousand unit	thousand unit	thousand unit	thousand unit	thousand unit	thousand unit
<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>-</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>-</b>	<b>896</b>
<b>Grand Total</b>	<b>1,841</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(945)</b>	<b>896</b>

**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:

	<b>Project III</b>	<b>Project IV</b>
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:**

	<b>Consolidated and separate financial statements</b>	
<i>For nine-month periods ended 30 September</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	633	1,825
<b>As at 30 September</b>	<b>17,604</b>	<b>16,570</b>

**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 30 September 2020, the Company remeasured the criteria of the project and found that the criteria cannot be met. Therefore, the Company did not recognize expense.

**Thaicom Public Company Limited and its Subsidiaries**  
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***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, India, Japan and Malaysia’s 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

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### Disaggregation of revenue

The Group derives its revenue from sale of goods and rendering of services to customer over time and at a point in time according to the business segments with conforming the revenue information that disclosed for each reportable segment for the three-month and nine-month periods ended 30 September 2020 and 2019 were as follows:

	Three-month periods ended 30 September		Nine-month periods ended 30 September	
	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Segment revenues</b>				
Satellite business services	912,766	1,165,114	2,742,819	3,609,548
Internet services and media	5,558	23,194	13,154	97,920
<b>Total</b>	<b>918,324</b>	<b>1,188,308</b>	<b>2,755,973</b>	<b>3,707,468</b>
<b>Timing of revenue recognition</b>				
At a point in time				
Satellite business services	142,444	114,047	318,658	325,042
Internet services and media	434	17,535	935	81,970
	<b>142,878</b>	<b>131,582</b>	<b>319,593</b>	<b>407,012</b>
Overtime				
Satellite business services	770,322	1,051,067	2,424,161	3,284,506
Internet services and media	5,124	5,659	12,219	15,950
	<b>775,446</b>	<b>1,056,726</b>	<b>2,436,380</b>	<b>3,300,456</b>
<b>Total</b>	<b>918,324</b>	<b>1,188,308</b>	<b>2,755,973</b>	<b>3,707,468</b>

**Thaicom Public Company Limited and its Subsidiaries**  
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Revenue and results, based on business segments, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2020 and 2019 were as follows:

	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
<i>For the three-month periods ended 30 September</i>	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	915	1,174	9	28	-	-	(6)	(14)	918	1,188
Shares of profit of investment in joint ventures	-	-	-	-	2	1	-	-	2	1
Cost of sales and services	(737)	(912)	(4)	(28)	-	-	6	15	(735)	(925)
Selling and administrative expenses	(181)	(272)	(2)	(7)	-	-	-	-	(183)	(279)
Segment results	(3)	(10)	3	(7)	2	1	-	1	2	(15)
Net gain (loss) on foreign exchange									97	(18)
Other income									8	47
Finance income									31	51
Loss from sale of investment in a subsidiary									-	(29)
Profit before finance cost and income tax									138	36
Finance costs									(48)	(82)
Operating profit (loss)									90	(46)
Income tax expense									(13)	(67)
<b>Net profit (loss)</b>									<b>77</b>	<b>(113)</b>

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
<i>For the nine-month periods ended 30 September</i>	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	2,750	3,640	23	114	-	-	(17)	(47)	2,756	3,707
Shares of profit (loss) of investment in joint ventures	-	-	-	-	23	(16)	-	-	23	(16)
Cost of sales and services	(2,077)	(2,754)	(10)	(106)	-	-	17	49	(2,070)	(2,811)
Selling and administrative expenses	(585)	(801)	(8)	(24)	-	-	-	1	(593)	(824)
Segment results	88	85	5	(16)	23	(16)	-	3	116	56
Net gain (loss) on foreign exchange									112	(89)
Other income									664	105
Finance income									112	155
Loss from sale of investment in a subsidiary									-	(29)
Profit before finance cost and income tax									1,004	198
Finance costs									(147)	(246)
Operating profit (loss)									857	(48)
Income tax expense									(85)	(233)
<b>Net profit (loss)</b>									<b>772</b>	<b>(281)</b>



# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

### For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

Revenue, based on geographical segments, in the consolidated financial statements for the three-month and nine-month periods ended 30 September 2020 and 2019 were as follows:

	Three-month periods ended 30 September		Nine-month periods ended 30 September	
	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
<b><i>Segment revenue</i></b>				
Thailand	532,403	580,448	1,504,147	1,741,690
Australia	67,690	69,515	194,748	206,265
India	112,950	171,290	368,032	507,168
Japan	34,778	167,749	176,576	525,404
Malaysia	65,762	63,474	197,502	195,139
Others	104,741	135,832	314,968	531,802
<b>Total</b>	<b>918,324</b>	<b>1,188,308</b>	<b>2,755,973</b>	<b>3,707,468</b>

### Major customers

For the three-month and nine-month periods ended 30 September 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.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### 11. Other income

Other income comprises of interest income, management fee income, proceeds from insurers and others.

	Consolidated financial statements		Separate financial statements	
<b>For the three-month periods ended 30 September</b>				
	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
Other income	7,797	46,805	11,748	15,738
<b>Total</b>	<b>7,797</b>	<b>46,805</b>	<b>11,748</b>	<b>15,738</b>
	Consolidated financial statements		Separate financial statements	
<b>For the nine-month periods ended 30 September</b>				
	2020	2019	2020	2019
	Baht'000	Baht'000	Baht'000	Baht'000
Compensation income under insurance policy abiding to Services Agreement for life-extension service of satellites	352,517	-	352,517	-
Compensation income under insurance policy	268,020	-	268,020	-
Other income	43,179	104,679	29,270	93,380
<b>Total</b>	<b>663,716</b>	<b>104,679</b>	<b>649,807</b>	<b>93,380</b>

In May and June 2020, the Company received the proceeds from insurer according to other insurance policy amounting to USD 8.4 million or approximately Baht 268 million which was presented as compensation income under insurance policy.

In addition, the Company received the proceeds from insurer which was part of arrangement under Service Agreement for life-extension service of satellites and the amount was recognised as other income for the nine-month period ended 30 September 2020, amounting to Baht 353 million (net from write-off of advance payment under the said Service Agreement for USD 3 million or approximately Baht 98 million), respectively (see Note 15.6).

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### 12. Earnings (loss) per share

#### *Basic earnings (loss) per share*

The calculation of basic earnings (loss) per share for the three-month and nine-month periods ended 30 September 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:

	<b>Consolidated and separate financial statements</b>	
	2020	2019
	<i>(in thousand Baht/thousand shares)</i>	
<i>For the three-month periods ended 30 September</i>		
<b>Profit (loss) attributable to ordinary shareholders of the Company (basic)</b>	<b>76,555</b>	<b>(113,171)</b>
<b>Number of ordinary shares outstanding</b>	<b>1,096,102</b>	<b>1,096,102</b>
<b>Earnings (loss) per share (basic) (in Baht)</b>	<b>0.07</b>	<b>(0.10)</b>
<i>For the nine-month periods ended 30 September</i>		
<b>Profit (loss) attributable to ordinary shareholders of the Company (basic)</b>	<b>772,031</b>	<b>(281,262)</b>
<b>Number of ordinary shares outstanding</b>	<b>1,096,102</b>	<b>1,096,102</b>
<b>Earnings (loss) per share (basic) (in Baht)</b>	<b>0.70</b>	<b>(0.26)</b>

#### *Diluted earnings (loss) per share*

The calculation of diluted earnings (loss) per share for the three-month and nine-month periods ended 30 September 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 and nine-month periods ended 30 September 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.

### 13. 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.

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

**14. Fair value measurements**

Fair values of interest-bearing liabilities, together with the carrying amount values shown in the statement of financial position as follows:

		Consolidated financial statements			
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<b>As at 30 September 2020</b>					
<b>Current</b>					
Investment in debt securities measured at fair value through other comprehensive income	1,911,262	-	1,911,262	-	1,911,262
Current portion of long-term loan to related parties	899,354	-	-	869,371	869,371
Current portion of long-term borrowings	500,704	-	-	500,988	500,988
<b>Non - current</b>					
Long-term loan to related parties	947,534	-	-	915,944	915,944
Long-term borrowings	1,288,783	-	-	1,289,637	1,289,637
Debentures	2,242,555	-	2,275,940	-	2,275,940
<b>As at 31 December 2019</b>					
<b>Current</b>					
Debt securities available for sale	1,945,154	-	1,945,154	-	1,945,154
Current portion of long-term loan to related parties	630,635	-	-	632,116	632,116
Current portion of long-term borrowings	392,002	-	-	396,693	396,693
<b>Non - current</b>					
Long-term loan to related parties	1,127,499	-	-	1,130,148	1,130,148
Long-term borrowings	1,539,501	-	-	1,558,266	1,558,266
Debentures	2,271,223	-	2,410,492	-	2,410,492

**Thaicom Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

	Carrying amount Baht'000	Separate financial statements			
		Fair value			
		Level 1 Baht'000	Level 2 Baht'000	Level 3 Baht'000	Total Baht'000
<b>As at 30 September 2020</b>					
<b><i>Current</i></b>					
Investment in debt securities measured at fair value through other comprehensive income	2,136,312	-	2,136,312	-	2,136,312
Current portion of long-term loan to related parties	919,354	-	-	889,371	889,371
Current portion of long-term borrowings	495,862	-	-	496,147	496,147
<b><i>Non - current</i></b>					
Long-term loan to related parties	947,534	-	-	915,944	915,944
Long-term borrowings	1,269,545	-	-	1,270,399	1,270,399
Debentures	2,274,555	-	2,308,410	-	2,308,410
<b>As at 31 December 2019</b>					
<b><i>Current</i></b>					
Debt securities available for sale	2,108,678	-	2,108,678	-	2,108,678
Current portion of long-term loan to related parties	655,635	-	-	657,116	657,116
Current portion of long-term borrowings	392,002	-	-	396,693	396,693
<b><i>Non - current</i></b>					
Long-term loan to related parties	1,127,499	-	-	1,130,148	1,130,148
Long-term borrowings	1,539,501	-	-	1,558,266	1,558,266
Debentures	2,274,223	-	2,414,125	-	2,414,125

## **15. Commitments with non-related parties**

### **15.1 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 September 2020, the remaining minimum fee is Baht 93 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.

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

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

**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

#### **15.2 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. 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, which LTC had invested completely according to the agreement.

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.

#### **15.3 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 named 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:

<b>Type of license</b>	<b>Issued Date</b>	<b>Period</b>
<b>License of the Company</b>		
Telecom Operation License Type I	16 August 2011	Throughout the service period
Telecom Operation License Type III	26 June 2012	20 years
<b>License of Thai Advance Innovation Company Limited</b>		
Broadcasting Operation License	21 January 2013	15 years
Telecom Operation License Type I	12 July 2019	5 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

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### 15.4 Operating lease and service agreement commitments

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

	Currency	Consolidated financial statements		Separate financial statements	
		30 September 2020 thousands	31 December 2019 thousands	30 September 2020 thousands	31 December 2019 thousands
Within one year	THB	3,465	30,655	2,241	30,655
	IDR	18,000	105,000	18,000	105,000
	VND	-	13,420	-	13,420
	YEN	1,574	1,392	-	-
	USD	178	38	178	38
	INR	2,596	2,596	-	-
	PHP	-	85	-	85
	AUD	9	61	-	-
	CNY	-	188	-	188
	NZD	209	-	-	-
Total equivalent Baht		<u>15,475</u>	<u>35,806</u>	<u>7,951</u>	<u>32,940</u>
After one year but within five years	THB	1,596	20,073	576	20,073
	YEN	221	2,657	-	-
	USD	18	-	18	-
	AUD	2	9	-	-
	INR	2,596	4,542	-	-
Total equivalent Baht		<u>3,474</u>	<u>23,046</u>	<u>1,149</u>	<u>20,073</u>
<b>Grand total equivalent Baht</b>		<b><u>18,949</u></b>	<b><u>58,852</u></b>	<b><u>9,100</u></b>	<b><u>53,013</u></b>

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.

### 15.5 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 September 2020 thousands	31 December 2019 thousands	30 September 2020 thousands	31 December 2019 thousands
Minimum operating agreement fee payable to Ministry of Digital Economy and Society	THB	497,000	404,000	497,000	404,000
Satellite space leasing by customers	USD	2,397	2,372	2,387	2,364
	THB	57,934	50,799	57,758	50,635
Others	THB	11,047	29,356	10,777	29,087

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

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

**For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

### **15.6 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 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 result from the above said Termination Agreement, the Company recorded the write-off of advance payment amounting to USD 3 million or approximately Baht 98 million in March 2020. Consequently, in May 2020, the Company was proceeded the compensation from insurer (this insurance was part of arrangement under the Services Agreement) amounting to USD 14 million or approximately Baht 451 million. The net amount after deduction of the write-off of advance payment was Baht 353 million which was presented as compensation income under insurance policy abiding to Services Agreement for life-extension service of satellites (see Note 11).

### **16. Contingent liabilities**

#### **Assessment for income tax in India**

The Tax Authority in India ('the Tax Authority'), has held that the payments received by the Company for providing Transponder Services ('TPS') to its Indian Customers and non-resident customers targeting Indian audience ('the Customer') was Royalty under both the Indian Income Tax Act ('the Act'), and the Double Taxation Avoidance Agreement between Thailand and India ('the DTAA') and subject to withholding tax at the rate of 15% on gross basis. 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 369.3 million) against the said payment received by it from the customers and also levied penalty of INR 566.1 million (approximately Baht 243.3 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 255.2 million), in which part of the amount is substituted and paid by the customer on behalf of the Company and used it as deposit for tax, surcharge, education tax and interest including penalty and its relevant interest. The Company had also deposited INR 480.4 million (approximately Baht 206.4 million). The deposit is presented as other non-current assets in the statements of financial position.

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



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

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

#### **For the three-month and the nine-month periods ended 30 September 2020 (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 69.8 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.

## **17. Other events**

- 17.1 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.
- 17.2 On 19 April 2007, Mr. Supong Limthanakul brought legal actions against the National Broadcasting and Telecommunications Commission ("NBTC"), the office of the NBTC (previously named the National Telecommunications Commission) 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 September 2011, CAC has dismissed the verdict.

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

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

#### **For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

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.

As at 30 September 2020, the case is being considered by the Supreme Administrative Court.

The Company is of the opinion that it will not be adversely affected in any way as the actions were brought against NBTC, office of the NBTC and MDE 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.

- 17.3 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 AUD 5.3 million 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 AUD 1.8 million. Nonetheless, the additional legal costs which a subsidiary shall compensate the plaintiff are being aggregated for the certain amount by the Court. Accordingly, a subsidiary compensated the legal costs including interest to the plaintiff in the amount of AUD 1.7 million which a subsidiary had completely paid to the plaintiff in April 2020.

- 17.4 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 shall be in January 2021.

- 17.5 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.

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

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

#### **For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)**

The Extraordinary Board of Directors' Meetings of the Company on 24 October 2017, 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. At present, the arbitral tribunal fixed the date of witness hearing of both parties in February and March 2021.

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. The Ministry and the Company have already submitted the required documents to the CAC, however, the CAC has not issued any order or determine the appointment date.

# Thaicom Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and the nine-month periods ended 30 September 2020 (Unaudited)

### 18. Reclassification of accounts

Certain accounts in the consolidated statement of profit or loss for the three-month and nine-month periods ended 30 September 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.

For the three-month period ended 30 September 2019

	Consolidated financial statement			Separate financial statement		
	Before		After	Before		After
	Reclassi- fication	Reclassi- fication	reclassi- fication	Reclassi- fication	Reclassi- fication	reclassi- fication
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<i>Statements of profit or loss</i>						
Other income	98,084	(51,279)	46,805	66,681	(50,943)	15,738
Administrative expenses	256,607	(44,020)	212,587	158,001	(15,194)	142,807
Finance income	-	51,279	51,279	-	50,943	50,943
Bad debt and doubtful accounts	-	44,020	44,020	-	15,194	15,194

For the nine-month period ended 30 September 2019

	Consolidated financial statement			Separate financial statement		
	Before		After	Before		After
	Reclassi- fication	Reclassi- fication	Reclassi- fication	Reclassi- fication	Reclassi- fication	Reclassi- fication
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
<i>Statements of profit or loss</i>						
Other income	260,158	(155,479)	104,679	243,671	(150,291)	93,380
Administrative expenses	746,167	(85,879)	660,288	499,577	(30,073)	469,504
Finance income	-	155,479	155,479	-	150,291	150,291
Bad debt and doubtful accounts	-	85,879	85,879	-	30,073	30,073