

## **AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**

To the Shareholders and the Board of Directors of ALT Telecom Public Company Limited

I have reviewed the interim consolidated financial information of ALT Telecom Public Company Limited and its subsidiaries, and the separate financial information of ALT Telecom Public Company Limited. These comprise the consolidated and separate statements of financial position as at 31 March 2018, and the related consolidated and separate statements of comprehensive income, changes in equity, and cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

### **Scope of review**

I conducted my 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 me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

**Pisit Thangtanagul**

Certified Public Accountant (Thailand) No. 4095

Bangkok

14 May 2018

**ALT TELECOM PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND SEPARATE  
FINANCIAL INFORMATION  
(UNAUDITED)**

**31 MARCH 2018**

ALT Telecom Public Company Limited  
Statement of Financial Position  
As at 31 March 2018

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		31 March	31 December	31 March	31 December
		2018	2017	2018	2017
		Baht	Baht	Baht	Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	5	163,356,259	128,871,243	69,248,198	75,692,307
Short-term investments		5,519,463	15,178,121	5,519,463	3,398,364
Trade and other receivables	6	326,972,942	459,295,007	303,638,203	330,179,000
Unbilled contract revenue	7	666,594,837	655,221,229	230,138,496	159,694,718
Short-term loans to related parties	20	372,000,000	350,000,000	535,000,000	531,000,000
Current portion of long-term receivables		110,495,955	149,636,988	-	-
Inventories	8	298,300,895	202,292,761	94,538,666	69,906,508
Current portion of prepaid rent		21,803,637	10,998,533	17,373,703	7,577,921
Other current assets		104,859,070	83,928,763	87,530,057	72,784,476
<b>Total current assets</b>		<b>2,069,903,058</b>	<b>2,055,422,645</b>	<b>1,342,986,786</b>	<b>1,250,233,294</b>
<b>Non-current assets</b>					
Restricted cash		130,611,727	133,179,529	50,100,000	52,122,000
Prepaid rent		20,073,625	13,750,000	20,073,625	13,750,000
Investment in associate	9	24,292,012	29,614,862	46,500,000	46,500,000
Investment in subsidiaries	9	-	-	179,061,732	176,561,807
Interest in joint venture	9	49,984,714	56,165,738	35,499,900	35,499,900
Property, plant and equipment	10	91,258,348	95,593,604	56,609,773	54,443,304
Fiber optic network equipment	11	944,215,535	947,983,345	1,146,899,897	1,160,028,027
Intangible assets	10	14,265,469	12,888,200	9,654,557	8,114,344
Deferred tax assets		84,622,228	76,497,488	43,793,175	35,838,569
Other non-current assets		18,892,591	19,543,330	1,661,592	1,757,742
<b>Total non-current assets</b>		<b>1,378,216,249</b>	<b>1,385,216,096</b>	<b>1,589,854,251</b>	<b>1,584,615,693</b>
<b>Total assets</b>		<b>3,448,119,307</b>	<b>3,440,638,741</b>	<b>2,932,841,037</b>	<b>2,834,848,987</b>

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

The accompanying notes form part of this interim financial information.

**ALT Telecom Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 31 March 2018**

	<b>Notes</b>	<b>Consolidated</b>		<b>Separate</b>	
		<b>financial information</b>		<b>financial information</b>	
		<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term borrowings from financial institutions	12	895,186,777	927,613,705	633,681,497	634,177,436
Trade and other payables	13	572,339,057	496,659,495	569,870,018	462,282,233
Current portion of finance lease liability	12	314,902	309,902	-	-
Current portion of long-term borrowings from financial institutions	12	67,851,220	101,115,600	-	-
Accrued income tax		17,999,577	17,999,577	-	-
Other current liabilities		59,838,313	48,776,450	19,263,596	19,065,923
<b>Total current liabilities</b>		<b>1,613,529,846</b>	<b>1,592,474,729</b>	<b>1,222,815,111</b>	<b>1,115,525,592</b>
<b>Non-current liabilities</b>					
Finance lease liabilities	12	570,092	683,464	-	-
Employee benefit obligations		22,346,738	20,960,735	9,373,015	8,889,443
Provision for decommissioning		13,076,702	12,988,604	13,076,702	12,988,604
Other liabilities		11,911,905	11,745,750	-	-
<b>Total non-current liabilities</b>		<b>47,905,437</b>	<b>46,378,553</b>	<b>22,449,717</b>	<b>21,878,047</b>
<b>Total liabilities</b>		<b>1,661,435,283</b>	<b>1,638,853,282</b>	<b>1,245,264,828</b>	<b>1,137,403,639</b>

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

The accompanying notes form part of this interim financial information.

**ALT Telecom Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 31 March 2018**

	<b>Notes</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
		<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
		<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Liabilities and equity (Cont'd)</b>					
<b>Equity</b>					
Share capital	14				
Authorised share capital					
Ordinary share 1,250,000,000 shares of par Baht 0.50 each (31 December 2017: Ordinary share 1,250,000,000 shares of paid-up Baht 0.50 each)		<u>625,000,000</u>	<u>625,000,000</u>	<u>625,000,000</u>	<u>625,000,000</u>
Issued and paid-up share capital					
Ordinary share 1,009,000,500 shares of paid-up Baht 0.50 each (31 December 2017: Ordinary share 1,000,000,000 shares of paid-up Baht 0.50 each)		504,500,250	500,000,000	504,500,250	500,000,000
Share premium	14	1,032,994,250	1,010,493,000	1,032,994,250	1,010,493,000
Share surplus from business combination under common control		4,605,502	4,605,502		-
Share surplus from share-based payment		1,836,570	1,836,570		-
Retained earnings					
Appropriated - legal reserve	15	55,000,000	55,000,000	55,000,000	55,000,000
Unappropriated		145,222,369	187,320,111	95,081,709	131,952,348
Other components of equity		<u>42,354,886</u>	<u>42,354,886</u>	-	-
Equity attribute to owners of the parent		<u>1,786,513,827</u>	<u>1,801,610,069</u>	<u>1,687,576,209</u>	<u>1,697,445,348</u>
Non-controlling interests		<u>170,197</u>	<u>175,390</u>	-	-
<b>Total equity</b>		<u>1,786,684,024</u>	<u>1,801,785,459</u>	<u>1,687,576,209</u>	<u>1,697,445,348</u>
<b>Total liabilities and equity</b>		<u>3,448,119,307</u>	<u>3,440,638,741</u>	<u>2,932,841,037</u>	<u>2,834,848,987</u>

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

The accompanying notes form part of this interim financial information.

**ALT Telecom Public Company Limited**  
**Statement of Comprehensive Income**  
**For the three-month period ended 31 March 2018**

	Notes	Consolidated		Separate	
		financial information		financial information	
		(Unaudited) 2018 Baht	(Unaudited) 2017 Baht	(Unaudited) 2018 Baht	(Unaudited) 2017 Baht
<b>Revenues</b>					
Sales		29,399,764	60,923,235	3,055,270	7,977,160
Services income		203,748,338	210,985,901	121,396,297	22,419,004
Services income - fiber optic network		6,470,738	-	6,470,738	-
<b>Total revenues</b>		<b>239,618,840</b>	<b>271,909,136</b>	<b>130,922,305</b>	<b>30,396,164</b>
<b>Cost</b>					
Cost of sales		(21,126,314)	(46,335,300)	(1,328,764)	(7,648,435)
Cost of services		(149,924,310)	(131,305,904)	(107,591,384)	(18,764,812)
Cost of service - fiber optic network		(51,510,489)	(20,521,934)	(53,720,319)	(20,521,934)
<b>Total cost</b>		<b>(222,561,113)</b>	<b>(198,163,138)</b>	<b>(162,640,467)</b>	<b>(46,935,181)</b>
<b>Gross profit (loss)</b>		<b>17,057,727</b>	<b>73,745,998</b>	<b>(31,718,162)</b>	<b>(16,539,017)</b>
Other income	18	8,991,156	11,395,190	13,638,963	15,693,762
Selling expenses		(15,321,776)	(15,504,979)	(6,802,502)	(6,809,181)
Administrative expenses		(40,751,427)	(36,806,710)	(12,106,452)	(10,291,457)
Gain (loss) from exchange rate		1,080,663	952,727	(1,815,752)	(1,764,530)
Share of loss of investments in associate	9	(5,322,850)	(3,010,000)	-	-
Share of (loss) profit of investments in joint venture	9	(6,181,024)	7,678,162	-	-
Finance costs		(9,685,437)	(2,639,375)	(6,021,340)	(878,414)
<b>Profit (loss) before income tax</b>		<b>(50,132,968)</b>	<b>35,811,013</b>	<b>(44,825,245)</b>	<b>(20,588,837)</b>
Income tax revenue (expense)	19	8,030,033	(5,266,994)	7,954,606	5,290,425
<b>Profit (loss) for the period</b>		<b>(42,102,935)</b>	<b>30,544,019</b>	<b>(36,870,639)</b>	<b>(15,298,412)</b>
Other comprehensive income (expense)		-	-	-	-
<b>Total comprehensive income (expense) for the period</b>		<b>(42,102,935)</b>	<b>30,544,019</b>	<b>(36,870,639)</b>	<b>(15,298,412)</b>
<b>Profit (loss) attributable to:</b>					
Owners of the parent		(42,097,742)	30,539,335	(36,870,639)	(15,298,412)
Non-controlling interests		(5,193)	4,684	-	-
		<b>(42,102,935)</b>	<b>30,544,019</b>	<b>(36,870,639)</b>	<b>(15,298,412)</b>
<b>Total comprehensive income (expense) attributable to:</b>					
Owners of the parent		(42,097,742)	30,539,335	(36,870,639)	(15,298,412)
Non-controlling interests		(5,193)	4,684	-	-
		<b>(42,102,935)</b>	<b>30,544,019</b>	<b>(36,870,639)</b>	<b>(15,298,412)</b>
<b>Earnings (loss) per share</b>					
Basic earnings (loss) per share	17	(0.04)	0.03	(0.04)	(0.02)
Diluted earnings (loss) per share		(0.04)	0.03	(0.04)	(0.02)

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited  
Statement of Changes in Equity  
For the three-month period ended 31 March 2018

Consolidated financial information (Unaudited)												
Attributable to owners of the parent												
Note	Attributable to owners of the parent						Other components of equity					
	Issued and paid-up share capital	Share premium	Share surplus from business combination under common control	Share surplus from share-based payment	Retained earnings		Change in parent's ownership interest in subsidiaries	Other comprehensive expense from translation of financial statements	Total other component of equity	Total owners of the parent	Non-controlling interests	Total equity
Baht	Baht	Baht	Baht	Appropriated - Legal reserve	Unappropriated	Baht						
<b>Opening balance at 1 January 2017</b>	500,000,000	1,010,493,000	4,605,502	1,836,570	50,000,000	235,463,671	42,694,664	959,212	43,653,876	1,846,052,619	164,435	1,846,217,054
<b>Change in equity for period</b>												
Total comprehensive income for the period	-	-	-	-	-	30,539,335	-	-	-	30,539,335	4,684	30,544,019
<b>Closing balance at 31 March 2017</b>	<u>500,000,000</u>	<u>1,010,493,000</u>	<u>4,605,502</u>	<u>1,836,570</u>	<u>50,000,000</u>	<u>266,003,006</u>	<u>42,694,664</u>	<u>959,212</u>	<u>43,653,876</u>	<u>1,876,591,954</u>	<u>169,119</u>	<u>1,876,761,073</u>
<b>Opening balance at 1 January 2018</b>	500,000,000	1,010,493,000	4,605,502	1,836,570	55,000,000	187,320,111	42,694,664	(339,778)	42,354,886	1,801,610,069	175,390	1,801,785,459
<b>Change in equity for period</b>												
Increase in share capital	14	4,500,250	22,501,250	-	-	-	-	-	-	27,001,500	-	27,001,500
Total comprehensive expense for the period		-	-	-	-	(42,097,742)	-	-	-	(42,097,742)	(5,193)	(42,102,935)
<b>Closing balance at 31 March 2018</b>	<u>504,500,250</u>	<u>1,032,994,250</u>	<u>4,605,502</u>	<u>1,836,570</u>	<u>55,000,000</u>	<u>145,222,369</u>	<u>42,694,664</u>	<u>(339,778)</u>	<u>42,354,886</u>	<u>1,786,513,827</u>	<u>170,197</u>	<u>1,786,684,024</u>

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited  
Statement of Changes in Equity (Cont'd)  
For the three-month period ended 31 March 2018

	Separate financial information (Unaudited)					Total equity Baht
	Issued and paid-up share capital Baht	Share premium Baht	Retained earnings			
			Appropriated - legal reserve Baht	Unappropriated Baht		
Note	Baht	Baht	Baht	Baht	Baht	
<b>Opening balance at 1 January 2017</b>	500,000,000	1,010,493,000	50,000,000	144,994,760	1,705,487,760	
<b>Change in equity for period</b>						
Total comprehensive expense for the period	-	-	-	(15,298,412)	(15,298,412)	
<b>Closing balance at 31 March 2017</b>	<u>500,000,000</u>	<u>1,010,493,000</u>	<u>50,000,000</u>	<u>129,696,348</u>	<u>1,690,189,348</u>	
<b>Opening balance at 1 January 2018</b>	500,000,000	1,010,493,000	55,000,000	131,952,348	1,697,445,348	
<b>Change in equity for period</b>						
Increase in share capital	14 4,500,250	22,501,250	-	-	27,001,500	
Total comprehensive expense for the period	-	-	-	(36,870,639)	(36,870,639)	
<b>Closing balance at 31 March 2018</b>	<u>504,500,250</u>	<u>1,032,994,250</u>	<u>55,000,000</u>	<u>95,081,709</u>	<u>1,687,576,209</u>	

The accompanying notes form part of this interim financial information.



**ALT Telecom Public Company Limited**  
**Statement of Cash Flows**  
**For the three-month period ended 31 March 2018**

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited) 2018	(Unaudited) 2017	(Unaudited) 2018	(Unaudited) 2017
		Baht	Baht	Baht	Baht
<b>Cash flows from operating activities</b>					
Profit (loss) before income tax		(50,132,968)	35,811,013	(44,825,245)	(20,588,837)
Adjustments for:					
Depreciation of building and equipment	10	3,004,857	2,753,306	1,014,147	509,448
Depreciation of fiber optic network	11	17,721,899	5,801,850	18,938,849	5,801,850
Amortisation expenses	10	449,937	291,788	263,933	119,491
Doubtful accounts (reversal)		654,208	1,036,623	-	(10,234)
Gain (loss) on disposal of equipment		(409)	70,988	-	-
Loss from write off of equipment	10	4,767,000	-	-	-
Interest income	18	(6,103,733)	(6,039,807)	(6,659,552)	(9,514,297)
Interest expense		9,685,437	2,639,375	6,021,340	878,414
Loss on diminution in value of inventories (reversal)		(396,813)	897,598	(800,000)	962,637
Employee benefit obligations		1,386,003	1,128,571	483,572	449,245
Share of loss of investments in associate	9	5,322,850	3,010,000	-	-
Share of profit (loss) of investments in joint venture	9	6,181,024	(7,678,162)	-	-
Changes in operating assets and liabilities					
- trade and other receivables		175,040,546	192,498,323	29,454,769	23,909,357
- unbilled contract revenue		(11,373,608)	89,861,736	(70,443,778)	(833,767)
- inventories		(95,611,321)	(25,933,703)	(23,832,158)	(13,487,314)
- other current assets		(11,860,163)	(1,105,949)	(12,948,470)	(4,777,490)
- prepaid rent		(17,128,729)	289,711	(16,119,407)	1,013,197
- other non-current assets		650,739	(3,116,842)	96,150	(548,905)
- trade and other payables		75,688,399	22,337,183	105,158,270	7,384,816
- other current liabilities		11,061,863	6,708,628	197,673	363,895
- other non-current liabilities		166,155	1,641,000	-	-
Cash generated from (used in) operations		119,173,173	322,903,230	(13,999,907)	(8,368,494)
<u>Less</u> Interest paid		(9,189,561)	(2,313,513)	(5,602,591)	(449,973)
Income tax paid		(9,164,851)	(10,948,201)	(1,797,111)	(943,738)
Net cash generated from (used in) operating activities		<u>100,818,761</u>	<u>309,641,516</u>	<u>(21,399,609)</u>	<u>(9,762,205)</u>

The accompanying notes form part of this interim financial information.

**ALT Telecom Public Company Limited**  
**Statement of Cash Flows (Cont'd)**  
**For the three-month period ended 31 March 2018**

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited) 2018 Baht	(Unaudited) 2017 Baht	(Unaudited) 2018 Baht	(Unaudited) 2017 Baht
<b>Cash flows from investing activities</b>					
Proceeds from (purchase of) short-term investment		9,658,658	15,717,109	(2,121,099)	19,175,215
Purchase of building and equipment	10	(3,439,182)	(8,218,529)	(3,180,616)	(357,667)
Purchase of fiber optic network	11	(13,954,089)	(88,624,983)	(5,810,719)	(67,987,413)
Purchase of intangible assets	10	(1,827,206)	(755,965)	(1,804,146)	(42,900)
Increase (decrease) in restricted cash		2,567,802	5,413,190	2,022,000	(12,720,685)
Payment for short-term loans to related parties	20	(22,000,000)	-	(22,000,000)	(339,000,000)
Proceeds from short-term loans to related parties	20	-	-	18,000,000	459,000,000
Proceeds from disposals of equipment		2,990	1,458	-	-
Dividends received from subsidiaries		-	-	-	99,999,100
Interest received		1,872,077	4,044,424	3,745,580	9,514,297
Net cash (used in) generated from investing activities		<u>(27,118,950)</u>	<u>(72,423,296)</u>	<u>(11,149,000)</u>	<u>167,579,947</u>
<b>Cash flows from financing activities</b>					
Repayments of short-term borrowings from financial institution		(32,827,989)	(123,685,702)	(897,000)	(110,000,000)
Repayments of finance lease liabilities		(123,926)	(410,972)	-	-
Repayments of long-term borrowing from financial institution	12	(33,264,380)	(41,451,000)	-	-
Proceeds from shares issuance	14	27,001,500	-	27,001,500	-
Net cash (used in) from financing activities		<u>(39,214,795)</u>	<u>(165,547,674)</u>	<u>26,104,500</u>	<u>(110,000,000)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>34,485,016</b>	<b>71,670,546</b>	<b>(6,444,109)</b>	<b>47,817,742</b>
Opening balance of cash and cash equivalents		128,871,243	161,026,093	75,692,307	80,820,623
<b>Closing balance of cash and cash equivalents</b>		<b><u>163,356,259</u></b>	<b><u>232,696,639</u></b>	<b><u>69,248,198</u></b>	<b><u>128,638,365</u></b>

**Significant non-cash transactions are as follows:**

Asset held under a finance lease agreement		-	1,518,692	-	-
Borrowing cost capitalised to fixed assets		-	2,902,000	-	2,902,000
Payable arising from purchase of investment in a subsidiary	9	-	-	2,499,925	-

The accompanying notes form part of this interim financial information.

## **1 General information**

ALT Telecom Public Company Limited (the "Company") is incorporated and resident in Thailand. The address of the Company's registered office is as follows:

52/1 Moo 5, Bangkruay-Sainoi Rd., Bangsithong, Bangkruay, Nonthaburi.

For reporting purposes, the Company and its subsidiaries are referred to as 'the Group'.

The Group is principally engaged in the business of sales, installation, maintenance and network rental for telecommunication network.

This interim consolidated and separate financial information was authorised for issue by the Board of Directors on 14 May 2018.

These group interim consolidated and separate financial information have been reviewed, not audited.

## **2 Accounting policies**

### **2.1 Basis of preparation**

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting. The primary financial information (statement of financial position, statement of comprehensive income, statement of changes in equity and cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1 Presentation of Financial Statements. The notes to the financial information are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the financial statements for the year ended 31 December 2017.

An English version of the interim consolidated and separate financial information have been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2017.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

2 Accounting policies (Cont'd)

2.2 Revised financial reporting standards

2.2.1 Revised financial reporting standards are effective for annual periods beginning on or after 1 January 2018 which have significant change and are relevant to the Group:

TAS 7 (revised 2017)	Statement of cash flows
TAS 12 (revised 2017)	Income taxes

TAS 7 (revised 2017), the amendments require additional disclosure of changes in liabilities arising from financing activities. This includes changes arising from cash and non-cash.

TAS 12 (revised 2017), the amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. Specifically, the amendments confirm that:

- A temporary difference exists whenever the carrying amount of an asset is less than its tax base at the end of the reporting period.
- An entity can assume that it will recover an amount higher than the carrying amount of an asset to estimate its future taxable profit.
- Where the tax law restricts the source of taxable profits against which particular types of deferred tax assets can be recovered, the recoverability of the deferred tax assets can only be assessed in combination with other deferred tax assets of the same type.
- Tax deductions resulting from the reversal of deferred tax assets are excluded from the estimated future taxable profits.

2.2.2 New financial reporting standard is effective for annual periods beginning on or after 1 January 2019 which is relevant to the Group. The Group has not yet adopted this standard.

TFRS 15	Revenue from contracts with customers
---------	---------------------------------------

TFRS 15 provide the requirements for the recognition of revenue. This standard will supersede the following standards:

TAS 11 (revised 2017)	Construction contracts
TAS 18 (revised 2017)	Revenue
TFRIC 13 (revised 2017)	Customer loyalty programmes
TFRIC 15 (revised 2017)	Agreements for the construction of real estate
TFRIC 18 (revised 2017)	Transfers of assets from customers

The new standard is based on the principle that

- revenue is recognised when control of a good or service transfers to a customer - so the notion of control replaces the existing notion of risks and rewards.
- an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

**2 Accounting policies (Cont'd)**

**2.2 Revised financial reporting standards (Cont'd)**

2.2.2 New financial reporting standard is effective for annual periods beginning on or after 1 January 2019 which is relevant to the Group. The Group has not yet adopted this standard. (Cont'd)

An entity recognises revenue in accordance with that core principle by applying the following steps:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Entities will have a choice to apply this standard retrospectively in accordance with TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, subject to the expedients or retrospectively with the cumulative effect recognised as an adjustment to the opening balance of retained earnings of the annual reporting period that includes the date of initial application with additional disclosures. The Group will first apply this standard for annual reporting periods beginning on or after 1 January 2019. Management is currently assessing the impact from initial application of this standard in detail and has identified the following areas that are likely to be affected:

- extended warranties, which will need to be accounted for as separate performance obligations, which will delay the recognition of a portion of the revenue
- accounting for cost incurred in fulfilling a contract - certain costs which are currently expensed may need to be recognised as an asset under TFRS 15
- rights of return - TFRS 15 requires separate presentation on the balance sheet of the right to recover the goods from the customer and the refund obligations

**3 Estimate**

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

In preparing this interim financial information, 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 2017.

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

**4 Segment information**

The Group has three segments report which are comprised of network equipment distribution business, network equipment installation business and network equipment rental business.

Reporting segments are referred from the Group's internal report which is reviewed by the Chief Operating Decision Maker (CODM). CODM is the Executive Directors who makes decisions about resource allocation and assesses the segment performance, making strategic decision principally based on segment results.

The Chief Operating Decision Maker considers the following reporting segments.

	<b>Consolidated financial information</b>			<b>Total Baht</b>
	<b>Network equipment distribution Baht</b>	<b>Network equipment installation Baht</b>	<b>Network equipment rental Baht</b>	
<b>For the three-month period ended 31 March 2018</b>				
Total revenues	29,399,764	203,748,338	6,470,738	239,618,840
Segment results	8,273,450	53,824,028	(45,039,751)	17,057,727
Other income				8,991,156
Unallocated costs				(54,992,540)
Share of results of investments				(11,503,874)
Finance costs				(9,685,437)
Loss before income tax				(50,132,968)
Income tax expense				8,030,033
Net loss				(42,102,935)

	<b>Consolidated financial information</b>			<b>Total Baht</b>
	<b>Network equipment distribution Baht</b>	<b>Network equipment installation Baht</b>	<b>Network equipment rental Baht</b>	
<b>For the three-month period ended 31 March 2017</b>				
Total revenue	60,923,235	210,985,901	-	271,909,136
Segment results	14,587,935	79,679,997	(20,521,934)	73,745,998
Other income				11,395,190
Unallocated costs				(51,358,962)
Share of result of investments				4,668,162
Finance costs				(2,639,375)
Profit before income tax				35,811,013
Income tax expense				(5,266,994)
Net Profit				30,544,019

The Group has 3 major customers which operate in telecommunication businesses. The revenue generated from these customers is 41.96% of the total revenue from network equipment installation in the consolidated statement of comprehensive income for the three-month period ended 31 March 2018 (2017: 57.57%).

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

**ALT Telecom Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the three-month period ended 31 March 2018**

**5 Cash and cash equivalents**

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>31 March 2018 Baht</b>	<b>31 December 2017 Baht</b>	<b>31 March 2018 Baht</b>	<b>31 December 2017 Baht</b>
Cash on hand	731,273	685,449	536,124	474,851
Deposits held at call with banks	162,624,986	128,185,794	68,712,074	75,217,456
	<b>163,356,259</b>	<b>128,871,243</b>	<b>69,248,198</b>	<b>75,692,307</b>

**6 Trade and other receivables**

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>31 March 2018 Baht</b>	<b>31 December 2017 Baht</b>	<b>31 March 2018 Baht</b>	<b>31 December 2017 Baht</b>
<b>Trade receivables</b>				
Trade receivables - third parties	279,755,073	405,872,726	86,535,590	132,366,917
Trade receivables - related parties (Note 20)	2,662,537	1,858,565	1,367,460	197,629
Post dated cheque	42,457	-	-	-
Total trade receivables	282,460,067	407,731,291	87,903,050	132,564,546
<u>Less</u> Allowance for doubtful accounts	(8,930,046)	(8,275,838)	(891,000)	(891,000)
Trade receivables, net	<b>273,530,021</b>	<b>399,455,453</b>	<b>87,012,050</b>	<b>131,673,546</b>
<b>Other receivables</b>				
Other receivables - third parties	13,542,315	14,992,933	907,033	643,657
Other receivables - related parties (Note 20)	2,239,456	998,713	6,084,381	2,342,302
Advance payment - third parties	2,903,862	413,489	73,180	114,180
Advance payment - related parties (Note 20)	-	56,995	14,947,135	11,579,406
Advance payment for inventory	6,965,253	22,079,895	5,677,382	2,672,466
Accrued interest income - related parties (Note 20)	2,924,962	10,989	2,924,962	10,989
Accrued income - third parties	27,208,535	25,071,520	3,639,543	292,500
Accrued income - related parties (Note 20)	245,430	-	245,430	-
Accrued dividend income (Note 20)	-	-	179,998,380	179,998,380
Prepayments	2,263,108	1,065,020	2,128,727	851,574
Total other receivables	58,292,921	64,689,554	216,626,153	198,505,454
<u>Less</u> Allowance for doubtful accounts	(4,850,000)	(4,850,000)	-	-
Other receivables, net	<b>53,442,921</b>	<b>59,839,554</b>	<b>216,626,153</b>	<b>198,505,454</b>
Total trade and other receivables, net	<b>326,972,942</b>	<b>459,295,007</b>	<b>303,638,203</b>	<b>330,179,000</b>

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

**6 Trade and other receivables (Cont'd)**

Outstanding trade accounts receivable can be analysed as follows:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Trade account receivables				
Current	125,257,239	257,817,419	12,220,719	82,521,074
Overdue less than 3 months	86,028,090	84,185,007	33,736,135	9,834,283
Overdue 3 months but less than 6 months	12,551,655	12,961,082	1,640,044	-
Overdue 6 months but less than 9 months	6,354,696	3,499,580	-	1,064,115
Overdue 9 months but less than 12 months	2,435,466	1,658,706	-	206
Overdue over 12 months	47,170,383	45,750,932	38,938,692	38,947,239
Total trade account receivables	279,797,530	405,872,726	86,535,590	132,366,917
<u>Less</u> Allowance for doubtful accounts	(8,930,046)	(8,275,838)	(891,000)	(891,000)
Trade account receivables, net	270,867,484	397,596,888	85,644,590	131,475,917

Trade account receivable that overdue more than 12 months included a state enterprise receivable arising from the use of fiber optic network and equipment of Baht 37.56 million from total receivable of Baht 236.42 million. On 8 April 2014, the Company received compensation of from insurance claimed amount of Baht 198.86 million and present net-off trade receivable in the financial statements because the insurer is the plaintiff who filed an arbitration claim amounting to Baht 198.86 million against state enterprise. The Group's management did not provide for any allowance for doubtful accounts on the remaining balance because the Group has strong evidence support that counterparty use the Group's assets to generate revenue. Legal advisor give a strong opinion that it is probable that the Group will win the case.

During 2013, the Company has filed an arbitration claim against this receivable to Administrative Court regarding the additional claim of Baht 275.56 million for service income from the use of fiber optic network and equipment under the services agreement and damages other than amount mentioned above (the Company did not record this claim as revenue in the financial statements). According to the Administrative Court's judgment on 30 September 2016, this receivable was judged to pay the Company for compensation with a monthly rate of Baht 13.5 million, calculated since 12 February 2013 until the project is transferred back. However, the case is currently within the arbitration process because this receivable has lodged an appeal against the court.

During 2014, the Company therefore filed an arbitration claim against this receivable to Civil Court to claimed amount of Baht 96.88 million for the remaining balance at Baht 37.56 million included related damages. The case is currently within the Administrative Court's process.

Outstanding trade accounts receivable from related parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Trade account receivables - related parties				
Current	1,754,977	1,737,120	1,367,460	76,184
Overdue less than 3 months	907,560	121,445	-	121,445
Total trade account receivables - related parties	2,662,537	1,858,565	1,367,460	197,629
<u>Less</u> Allowance for doubtful accounts	-	-	-	-
Trade account receivables - related parties, net	2,662,537	1,858,565	1,367,460	197,629

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul



**7 Unbilled contracts revenue and progress billing in excess of work in progress**

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Contract costs to date	3,775,426,154	3,825,208,722	720,974,572	613,707,236
Recognised profits to date	1,496,789,248	1,533,839,257	235,553,056	227,049,474
Contract costs incurred and recognised profits to date	5,272,215,402	5,359,047,979	956,527,628	840,756,710
<u>Less</u> Progress billings	<u>(4,655,238,981)</u>	<u>(4,741,421,816)</u>	<u>(727,525,002)</u>	<u>(681,061,992)</u>
Net	<u>616,976,421</u>	<u>617,626,163</u>	<u>229,002,626</u>	<u>159,694,718</u>

Unbilled contracts revenue and progress billing in excess of work in progress are presented as current asset and current liability in the statement of financial position, respectively. Unbilled contracts revenue represents the excess of contract cost incurred and recognised profits to date over progress billings to date. Progress billing in excess of work in progress represents the excess of progress billings to date over contract costs incurred and recognised profits to date.

The difference between contract costs incurred and recognised profits to date and progress billings can be presented as follows:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Unbilled contracts revenue	666,594,837	655,221,229	230,138,496	159,694,718
Progress billing in excess of work in progress (Note 13)	<u>(49,618,416)</u>	<u>(37,595,066)</u>	<u>(1,135,870)</u>	-
Net	<u>616,976,421</u>	<u>617,626,163</u>	<u>229,002,626</u>	<u>159,694,718</u>

**8 Inventories**

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Raw materials	66,692,679	54,203,764	12,330,362	14,998,302
Work in process	9,321,265	10,155,134	9,260,292	10,101,497
Work in process - construction contract	46,846,564	37,495,609	3,874,746	5,278,049
Goods in Transit	1,554,612	7,176,719	-	-
Supplies	64,782,556	35,523,936	64,558,347	35,523,936
Finished goods	125,618,118	74,649,311	11,314,919	11,604,724
Total inventories	314,815,794	219,204,473	101,338,666	77,506,508
<u>Less</u> Allowance for diminution in value of inventories	<u>(16,514,899)</u>	<u>(16,911,712)</u>	<u>(6,800,000)</u>	<u>(7,600,000)</u>
Inventories, net	<u>298,300,895</u>	<u>202,292,761</u>	<u>94,538,666</u>	<u>69,906,508</u>

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

9 Investments in subsidiaries, associates and joint ventures

Investments in subsidiaries

The movements of investments in subsidiaries can be analysed as follows:

	<b>Separate financial information</b>
	<b>Baht</b>
<b>For the three-month period ended 31 March 2018</b>	
Opening balance	176,561,807
Addition	2,499,925
Closing balance	<u>179,061,732</u>

Addition of investment in subsidiaries

**Thai Thanan Company Limited (formerly "2Oceans Company Limited")**

On 5 September 2017, International Gateway Company Limited which is a subsidiary of the Company paid for investment in 2Oceans Company Limited, amounting to Baht 2,499,925 to acquire 99,997 shares at a par value of Baht 100 per share, representing 99.99% of issued shares. 2Oceans Company Limited incorporated in Thailand and engages in rental and management of telecommunication network infrastructures.

On 26 February 2018, the Board of Directors approved to change the company's name from "2oceans Company Limited" to "Thai Thanan Company Limited" and sell all shares to ALT Telecom Public Company Limited at cost.

On 27 March 2018, Thai Thanan Company Limited registered changes in company's name and shareholders with the Ministry of Commerce.

Investments in associate

The movements of investments in associate can be analysed as follows:

	<b>Consolidated financial information</b>	<b>Separate financial information</b>
	<b>Baht</b>	<b>Baht</b>
<b>For the three-month period ended 31 March 2018</b>		
Opening balance	29,614,862	46,500,000
Share of loss	(5,322,850)	-
Closing balance	<u>24,292,012</u>	<u>46,500,000</u>

Investment in joint venture

The movements of interest in joint ventures can be analysed as follows:

	<b>Consolidated financial information</b>	<b>Separate financial information</b>
	<b>Baht</b>	<b>Baht</b>
<b>For the three-month period ended 31 March 2018</b>		
Opening balance	56,165,738	35,499,900
Share of profit	(6,181,024)	-
Closing balance	<u>49,984,714</u>	<u>35,499,900</u>

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

9 Investments in subsidiaries, associates and joint ventures (Cont'd)

	Separate financial information		
	31 March 2018		
	Country of incorporation	% Ownership interest	% Voting power
<b>Subsidiaries</b>			
Group Tech Solution Co., Ltd.	Thailand	99.99	99.99
I Twenty One Inter Corporation Co., Ltd.	Thailand	99.99	99.99
Innova Telecommunication Co., Ltd.	Thailand	99.75	99.75
International Gateway Co., Ltd.	Thailand	99.99	99.99
Thai Thanan Co., Ltd. (formerly "2oceans Company Limited")	Thailand	99.99	99.99
<b>Associates</b>			
Telecom Solutions Provider Co., Ltd.	Thailand	30.00	30.00
<b>Joint venture</b>			
Information Highway Co., Ltd.	Thailand	71.00	71.00

	Separate financial information		
	31 December 2017		
	Country of incorporation	% Ownership interest	% Voting power
<b>Subsidiaries</b>			
Group Tech Solution Co., Ltd.	Thailand	99.99	99.99
I Twenty One Inter Corporation Co., Ltd.	Thailand	99.99	99.99
Innova Telecommunication Co., Ltd.	Thailand	99.75	99.75
International Gateway Co., Ltd.	Thailand	99.99	99.99
<b>Associates</b>			
Telecom Solutions Provider Co., Ltd.	Thailand	30.00	30.00
<b>Joint venture</b>			
Information Highway Co., Ltd.	Thailand	71.00	71.00

**Investment in joint venture**

Shareholders agreement of Information Highway Company Limited between the Company and external party identified that the Company and external party have joint control over Information Highway Company Limited. The resolution of Board of Directors and shareholders must receive the approval of the representative appointed by the Company and the representative appointed party. If there is a disagreement between representatives of both parties the resolution cannot resolve. Considering the above condition the Group classify investment in Information Highway Company Limited as investment in joint venture.

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

**10 Property, plant, equipment and intangible assets**

	Consolidated financial information		Separate financial information	
	Property, plant and equipment Baht	Intangible assets Baht	Property, plant and equipment Baht	Intangible assets Baht
<b>For the three-month period ended 31 March 2018</b>				
Opening net book amount	95,593,604	12,888,200	54,443,304	8,114,344
Additions	3,439,182	1,827,206	3,180,616	1,804,146
Disposals, net	(2,581)	-	-	-
Write off, net	(4,767,000)	-	-	-
Depreciation/amortisation	(3,004,857)	(449,937)	(1,014,147)	(263,933)
Closing net book amount	<u>91,258,348</u>	<u>14,265,469</u>	<u>56,609,773</u>	<u>9,654,557</u>

As at 31 March 2018, the land and buildings with the net book value of Baht 57.62 million and Baht 38.39 million in the consolidated and company financial information, respectively (31 December 2017: Baht 51.06 million and Baht 37.49 million) have been pledged under the short-term and long-term borrowings from financial institution (Note 12).

**11 Fiber optic network equipment**

	Consolidated financial information Baht	Separate financial information Baht
<b>For the three-month period ended 31 March 2018</b>		
Opening net book amount	947,983,345	1,160,028,027
Additions	13,954,089	5,810,719
Depreciation	(17,721,899)	(18,938,849)
Closing net book amount	<u>944,215,535</u>	<u>1,146,899,897</u>

**12 Borrowings**

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
<b>Current</b>				
Promissory notes / Bill of Exchange	795,336,517	862,158,301	603,870,769	604,366,708
Trust receipt	99,850,260	65,455,404	29,810,728	29,810,728
Current portion of finance lease liability	314,902	309,902	-	-
Current portion of long-term borrowings from financial institutions	67,851,220	101,115,600	-	-
Total current borrowings	<u>963,352,899</u>	<u>1,029,039,207</u>	<u>633,681,497</u>	<u>634,177,436</u>
<b>Non-current</b>				
Finance lease liability	570,092	683,464	-	-
Total non-current borrowings	<u>570,092</u>	<u>683,464</u>	<u>-</u>	<u>-</u>
<b>Total borrowings</b>	<u>963,922,991</u>	<u>1,029,722,671</u>	<u>633,681,497</u>	<u>634,177,436</u>

Promissory notes and long-term borrowings from financial institutions are secured over a part of land and buildings of the Group (Note 10).

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

**ALT Telecom Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the three-month period ended 31 March 2018**

**12 Borrowings (Cont'd)**

The interest rate exposure on the borrowings of the Group and the Company were as follows:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Borrowings				
Fixed rates	202,118,469	165,198,001	39,870,769	40,000,000
Floating rates	761,804,522	864,524,670	593,810,728	594,177,436
Total borrowings	963,922,991	1,029,722,671	633,681,497	634,177,436

The effective interest rates at the statement of financial position date were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
Bank overdraft		-		-
Promissory note / Bill of Exchange	3.9 - 4.16, MKT and MLR - 2.00 - MLR - 3.28	4.15 - 5.00, MKT MLR - 1.25 - MLR - 3.285	4.15, MKT and MLR-2.00 - MLR-3.28	4.15, MKT and MLR - 2.00 - MLR - 3.25
Trust Receipt	4.00 - 4.40 and MKT	4.00 and MKT	MKT	MKT
Finance lease liability	6.30	6.30	-	-
Long-term borrowing	3.80	3.80	-	-

The movement of long-term borrowings is as follows:

	Consolidated financial information Baht	Separate financial information Baht
<b>For the three-month period ended 31 March 2018</b>		
Opening net book balance	101,115,600	-
Repayment	(33,264,400)	-
Closing net book balance	67,851,200	-

Finance lease liability - minimum lease payments:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Not later than one year	365,383	365,383	-	-
Later than one year	606,841	730,767	-	-
	972,224	1,096,150	-	-
Less Future finance charges on finance leases	(87,230)	(102,784)	-	-
Present value of finance lease liability	884,994	993,366	-	-

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

12 Borrowings (Cont'd)

The present value of finance lease liability is as follows:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Not later than 1 year	314,902	309,902	-	-
More than 1 year	570,092	683,464	-	-
	<u>884,994</u>	<u>993,366</u>	<u>-</u>	<u>-</u>

The fair values of borrowings, and lease obligations approximate their carrying amounts.

**Borrowing facilities**

The Group and the Company have the following undrawn committed borrowing facilities:

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
Floating rate - expiring within a year	992,173,106	654,381,749	447,179,272	176,179,272

Borrowing facilities are reviewed annually.

**Reconciliation of liabilities arising from financial activities**

	31 December 2017 Baht	Cash flow Baht	Non-cash changes	31 March 2018 Baht
			Amortisation of prepaid interest expense Baht	
<b>Consolidated financial information</b>				
Bank overdrafts and short-term borrowings from financial institutions	927,613,705	(32,827,989)	401,061	895,186,777
Finance lease liabilities	1,096,150	(123,926)	-	972,224
Long-term borrowings from financial institutions	101,115,600	(33,264,380)	-	67,851,220
<b>Separate financial information</b>				
Bank overdrafts and short-term borrowings from financial institutions	634,177,436	(897,000)	401,061	633,681,497

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Director \_\_\_\_\_  
Preeyapun Bhuwakul

13 Trade and other payables

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
<b>Trade accounts payable</b>				
Trade accounts payable - third parties	147,751,243	140,330,024	23,812,797	17,879,402
Trade accounts payable - related parties (Note 20)	-	-	351,747,706	197,085,791
Total	147,751,243	140,330,024	375,560,503	214,965,193
<b>Other accounts payable</b>				
Other accounts payable - third parties	9,407,771	8,175,471	6,539,175	5,632,165
Other accounts payable - related party (Note 20)	-	-	2,499,925	-
Accrued interest expense	356,980	365,817	146,056	216,465
Accrued expense - third parties	48,103,656	47,747,336	25,243,028	27,341,936
Accrued expense - related party (Note 20)	-	-	27,139,333	166,893,162
Progress billing in excess of work in progress (Note 7)	49,618,416	37,595,066	1,135,870	-
Advance from customers	11,084,592	7,987,227	1,633,782	1,826,680
Accrued construction costs	306,016,399	254,458,554	129,972,346	45,406,632
Total	424,587,814	356,329,471	194,309,515	247,317,040
Total trade and other payables	572,339,057	496,659,495	569,870,018	462,282,233

14 Share capital

	Authorised number of Share	Issued and fully paid-up number of Share	Ordinary shares Baht	Share premium Baht	Total Baht
<b>At 1 January 2017</b>	1,000,000,000	1,000,000,000	500,000,000	1,010,493,000	1,510,493,000
Issue of shares	250,000,000	-	-	-	-
<b>At 31 December 2017</b>	1,250,000,000	1,000,000,000	500,000,000	1,010,493,000	1,510,493,000
Issue of shares	-	9,000,500	4,500,250	22,501,250	27,001,500
<b>At 31 March 2018</b>	1,250,000,000	1,009,000,500	504,500,250	1,032,994,250	1,537,494,500

The total authorised number of ordinary shares is 1,250,000,000 shares (31 December 2017: 1,250,000,000 shares) with a par value of Baht 0.50 per share (31 December 2017: Baht 0.50 per share). The issued and fully paid-up ordinary shares is 1,009,000,500 shares (31 December 2017: 1,000,000,000 shares).

During 2018, 9,000,500 warrants were exercised with exercise ratio 1:1 resulted in 9,000,500 shares being issued (Note 16), with exercise price of Baht 3, totaling proceeds of Baht 27 million. The related weighted average price at the time of exercise was Baht 3.98 per share.

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul

15 Legal reserve

	Consolidated financial information and separate financial information
	Baht
<b>For the three-month period ended 31 March 2018</b>	
At 1 January 2018	55,000,000
Appropriation during the period	-
At 31 March 2018	55,000,000

Under the Public Company Limited Act B.E. 2535, the Company is required to set aside a statutory reserve of at least 5% of its net profit for the year, after deducting accumulated deficit brought forward (if any), until the reserve reaches 10% of its registered share capital. This legal reserve is non-distributable.

16 Warrants

At the Extraordinary General Meeting of Shareholders No. 1/2017 held on 30 November 2017, the shareholders have passed the solution to issue warrants to purchase of ordinary shares, issued in a named certificate and transferable ('ALT-W1') by allocating to existing shareholders in proportion to their shares before the capital increase at proportion of 4 ordinary shares to 1 warrant. Total number of warrants to be allotted not exceeding 250,000,000 warrants and the exercise price is of Baht 3 per share. The exercise right is 1 warrant per 1 ordinary share. The warrant has the period of four years from the date of issuance and offering.

	Issued	As at 31 December 2017	Exercise during the year	As at 31 March 2018
		Outstanding warrant Unit		Outstanding warrant Unit
ALT-W1	19 December 2017	249,988,705	(9,000,500)	240,788,205
		249,988,705	(9,000,500)	240,788,205

During 2018, warrants of 9,000,500 options have been exercised with a value of Baht 27 million (Note 14).

17 Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the period.

For the three-month period ended 31 March	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
<b>Earnings (loss) per share (Baht)</b>				
Profit (loss) attributable to ordinary shareholders of the Company (Baht)	(42,097,742)	30,539,335	(36,870,639)	(15,298,412)
Weighted average number of ordinary shares outstanding (shares)	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Increase in number of ordinary shares from par value adjustment (Shares)	1,500,083	-	1,500,083	-
Total weighted average number of ordinary shares (Shares)	1,001,500,083	1,000,000,000	1,001,500,083	1,000,000,000
<b>Basic earnings (loss) per share (Baht per share)</b>	(0.04)	0.03	(0.04)	(0.02)

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul



**17 Profit (loss) per share (Cont'd)**

The diluted earnings (loss) per share is calculated adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Company's dilutive potential ordinary shares is warrants. The warrants a calculation is made to determine the number of shares that could have been acquired at fair value (determined as the average annual market price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding warrants. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the warrants. The difference is added to the denominator as an issue of ordinary shares for no consideration. No adjustment is made to earnings (numerator).

For the three-month period ended 31 March	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<b>Earnings (loss) per share (Baht)</b>				
Profit (loss) used to determine diluted earnings per share attributable to shareholders of the Company (Baht)	(42,097,742)	30,539,335	(36,870,639)	(15,298,412)
Weighted average number of ordinary shares outstanding (shares)	1,001,500,083	1,000,000,000	1,001,500,083	1,000,000,000
Adjustments for warrants ALT-W1 (Note 16)	59,559,810	-	59,559,810	-
Weighted average number of ordinary shares for diluted earnings per share	1,061,059,893	1,000,000,000	1,061,059,893	1,000,000,000
<b>Diluted earnings (loss) per share (Baht per share)</b>	<b>(0.04)</b>	<b>0.03</b>	<b>(0.04)</b>	<b>(0.02)</b>

**18 Other income**

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
Management fee income - related parties (Note 20)	1,814,238	1,970,175	4,934,724	4,003,647
Rental Income - related parties (Note 20)	288,873	301,113	1,523,196	1,800,432
Other Income - related parties (Note 20)	-	225,889	-	225,889
Interest income - third parties	1,685,377	2,131,588	100,100	45,804
Interest income - related parties (Note 20)	4,418,356	3,908,219	6,559,452	9,468,493
Others	784,312	2,858,206	521,491	149,497
Total	8,991,156	11,395,190	13,638,963	15,693,762

**19 Income taxes**

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used are 16.02% and 17.75% per annum for the consolidated and separate financial information, respectively (2017: 14.71% and 25.70% per annum). The decrease in average annual tax rate used for separate financial information is caused by the expenses that are deductible at a greater amount.

Director \_\_\_\_\_  
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Preeyapun Bhuwakul

**20 Related party transactions**

The major shareholders of the Company is ALT Holding Company Limited, Ms.Preeyaporn Tangpaosak, Ms. Preeyapun Bhuwakul and Mr.Pyut Bhuwakulwong who own 50.45% and 6.90% and 6.90% and 5.92% of the Company's shares, respectively. The remaining 29.83% of the shares are widely held.

The following material transactions were carried out with related parties:

**a) Revenue from sales and services**

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
<b>Sales of goods</b>				
Subsidiaries	-	-	41,568	204,300
Joint ventures	192,000	566,500	192,000	454,500
	<u>192,000</u>	<u>566,500</u>	<u>233,568</u>	<u>658,800</u>
<b>Services</b>				
Subsidiaries	-	-	990,182	-
Joint ventures	2,537,750	2,704,386	2,537,750	128,326
	<u>2,537,750</u>	<u>2,704,386</u>	<u>3,527,932</u>	<u>128,326</u>
<b>Management fee income</b>				
Subsidiaries	-	-	3,120,486	2,033,472
Joint ventures	1,814,238	1,970,175	1,814,238	1,970,175
	<u>1,814,238</u>	<u>1,970,175</u>	<u>4,934,724</u>	<u>4,003,647</u>
<b>Other income - rental income</b>				
Subsidiaries	-	-	1,234,323	1,499,319
Joint venture	288,873	301,113	288,873	301,113
	<u>288,873</u>	<u>301,113</u>	<u>1,523,196</u>	<u>1,800,432</u>
<b>Other income</b>				
Joint venture	-	225,889	-	225,889
	<u>-</u>	<u>225,889</u>	<u>-</u>	<u>225,889</u>
<b>Interest income</b>				
Subsidiaries	-	-	2,141,096	5,560,274
Joint venture	4,418,356	3,908,219	4,418,356	3,908,219
	<u>4,418,356</u>	<u>3,908,219</u>	<u>6,559,452</u>	<u>9,468,493</u>

Director \_\_\_\_\_  
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Director \_\_\_\_\_  
Preeyapun Bhuwakul

20 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

b) Purchases of goods and services

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2018 Baht	2017 Baht	2018 Baht	2017 Baht
<b>Purchases of goods and services</b>				
Subsidiaries	-	-	160,700,101	38,666,195
Joint venture	3,181,690	-	300,000	-
	<u>3,181,690</u>	<u>-</u>	<u>161,000,101</u>	<u>38,666,195</u>

c) Outstanding balances arising from purchases of goods and services

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
<b>Trade account receivable</b> (Note 6)				
Joint venture	2,662,537	1,858,565	1,367,460	197,629
	<u>2,662,537</u>	<u>1,858,565</u>	<u>1,367,460</u>	<u>197,629</u>
<b>Other receivables</b> (Note 6)				
Subsidiaries	-	-	3,844,925	1,343,589
Joint venture	2,239,456	998,713	2,239,456	998,713
	<u>2,239,456</u>	<u>998,713</u>	<u>6,084,381</u>	<u>2,342,302</u>
<b>Advance payment</b> (Note 6)				
Subsidiaries	-	-	14,947,135	11,522,411
Joint venture	-	56,995	-	56,995
	<u>-</u>	<u>56,995</u>	<u>14,947,135</u>	<u>11,579,406</u>
<b>Accrued interest receivables</b> (Note 6)				
Joint venture	2,913,973	-	2,913,973	-
Associate	10,989	10,989	10,989	10,989
	<u>2,924,962</u>	<u>10,989</u>	<u>2,924,962</u>	<u>10,989</u>
<b>Accrued income</b> (Note 6)				
Joint venture	245,430	-	245,430	-
	<u>245,430</u>	<u>-</u>	<u>245,430</u>	<u>-</u>

Director \_\_\_\_\_  
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Director \_\_\_\_\_  
Preeyapun Bhuwakul

20 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

c) Outstanding balances arising from purchases of goods and services (Cont'd)

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
<b>Accrued dividend income</b> (Note 6)				
Subsidiaries	-	-	179,998,380	179,998,380
	<u>-</u>	<u>-</u>	<u>179,998,380</u>	<u>179,998,380</u>
<b>Trade accounts payable</b> (Note 13)				
Subsidiaries	-	-	351,747,706	197,085,791
	<u>-</u>	<u>-</u>	<u>351,747,706</u>	<u>197,085,791</u>
<b>Other accounts payable</b> (Note 13)				
Subsidiaries	-	-	2,499,925	-
	<u>-</u>	<u>-</u>	<u>2,499,925</u>	<u>-</u>
<b>Accrued expense</b> (Note 13)				
Subsidiaries	-	-	27,139,333	166,893,162
	<u>-</u>	<u>-</u>	<u>27,139,333</u>	<u>166,893,162</u>

d) Short-term loans to related parties

	Consolidated financial information		Separate financial information	
	31 March 2018 Baht	31 December 2017 Baht	31 March 2018 Baht	31 December 2017 Baht
<b>Short-term loans to related parties</b>				
Subsidiaries	-	-	163,000,000	181,000,000
Joint venture	372,000,000	350,000,000	372,000,000	350,000,000
	<u>372,000,000</u>	<u>350,000,000</u>	<u>535,000,000</u>	<u>531,000,000</u>

Director \_\_\_\_\_  
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Director \_\_\_\_\_  
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20 Related party transactions (Cont'd)

The following material transactions were carried out with related parties: (Cont'd)

d) Short-term loans to related parties (Cont'd)

The movements of short-term loans to related parties can be analysed as follows:

	<b>Consolidated financial information</b>	<b>Separate financial information</b>
	<b>Baht</b>	<b>Baht</b>
<b>For the three-month period ended 31 March 2018</b>		
Opening balance	350,000,000	531,000,000
Loans advanced during the period	22,000,000	22,000,000
Loans repayments during the period	-	(18,000,000)
Closing balance	<u>372,000,000</u>	<u>535,000,000</u>

Short-term loans to related parties are unsecured and denominated in Thai Baht. The loans carry interest at the rate of 5.00% per annum and due for repayment on demand.

e) Key management compensation

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2018 Baht</b>	<b>2017 Baht</b>	<b>2018 Baht</b>	<b>2017 Baht</b>
<b>For the three-month period ended 31 March</b>				
Short-term employee benefits	4,565,409	4,704,080	1,944,978	2,547,359
Post-employee benefits	426,117	380,150	254,146	236,045
	<u>4,991,526</u>	<u>5,084,230</u>	<u>2,199,124</u>	<u>2,783,404</u>

Director \_\_\_\_\_  
 Pyut Bhuwakulwong

Director \_\_\_\_\_  
 Preeyapun Bhuwakul

**21 Commitments and contingencies**

**a) Bank guarantees**

As at 31 March 2018, there are outstanding bank guarantees amounting to Baht 201.73 million and US Dollar 0.95 million (31 December 2017: Baht 197.63 million and USD 0.25 million).

**b) Operating lease commitments - where a Group is the lessee**

As at 31 March 2018, the future aggregated minimum lease payment under non-cancelable operating lease are as follows:

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>31 March 2018 Baht</b>	<b>31 December 2017 Baht</b>	<b>31 March 2018 Baht</b>	<b>31 December 2017 Baht</b>
Less than 1 year	94,047,763	107,529,619	42,664,115	52,517,449
Later than 1 year but within 5 years	82,478,870	84,397,545	47,474,680	47,101,878
Later than 5 years	237,049,781	236,856,476	237,049,781	236,856,476
	<u>413,576,414</u>	<u>428,783,640</u>	<u>327,188,576</u>	<u>336,475,803</u>

**22 Contingent assets**

On 22 August 2013, the Company has filed a claim against a receivable ("contract party") to Administrative Court regarding that contract party breached the service agreement of the use of fiber optic network and Fiber to the Factory (FTTF) equipment at an industrial estate.

According to the Administrative Court's judgment on 31 March 2017, contract party to pay compensation with a monthly rate of Baht 13.5 million, calculated since 12 February 2013 until the project is transferred back to the Company. However, the case has not been finalised the court order because the contract party has lodged an appeal to the court against the Company.

**23 Event occurring after the reporting date**

At the Annual General Meeting of Shareholders held on 26 April 2018, the shareholders passed the resolution to approve dividends payment from the result of operation in 2017 at Baht 0.04 per share, totaling Baht 40.36 million. The dividends will be distributed to the shareholders in May 2018.

Director \_\_\_\_\_  
Pyut Bhuwakulwong

Director \_\_\_\_\_  
Preeyapun Bhuwakul