

## **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 30 September 2018, and the related consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, and changes in equity, and cash flows for the nine-month periods 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

8 November 2018

**ALT TELECOM PUBLIC COMPANY LIMITED**

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

**30 SEPTEMBER 2018**

**ALT Telecom Public Company Limited**  
**Statement of Financial Position**  
**As at 30 September 2018**

|  | Notes | Consolidated<br>financial information       |  | Separate<br>financial information           |  |
|--|-------|---|--|---|--|
|  |       | (Unaudited)<br>30 September<br>2018<br>Baht | (Audited)<br>31 December<br>2017<br>Baht | (Unaudited)<br>30 September<br>2018<br>Baht | (Audited)<br>31 December<br>2017<br>Baht |
| <b>Assets</b>                            |       |   |  |   |  |
| <b>Current assets</b>                    |       |   |  |   |  |
| Cash and cash equivalents                | 5     | 142,197,018                                 | 128,871,243                              | 49,487,814                                  | 75,692,307                               |
| Short-term investments                   |       | 5,563,622                                   | 15,178,121                               | 5,563,622                                   | 3,398,364                                |
| Trade and other receivables              | 6     | 554,137,243                                 | 459,295,007                              | 174,611,435                                 | 330,179,000                              |
| Current portion of long-term receivables |       | 46,700,478                                  | 149,636,988                              | -   | -  |
| Unbilled contracts revenue               | 7     | 366,176,760                                 | 655,221,229                              | 114,997,924                                 | 159,694,718                              |
| Short-term loans to related parties      | 20    | 404,000,000                                 | 350,000,000                              | 497,000,000                                 | 531,000,000                              |
| Inventories                              | 8     | 264,122,943                                 | 202,292,761                              | 156,916,063                                 | 69,906,508                               |
| Current portion of prepaid rent          |       | 28,070,234                                  | 10,998,533                               | 24,798,272                                  | 7,577,921                                |
| Other current assets                     |       | 128,941,235                                 | 83,928,763                               | 104,305,573                                 | 72,784,476                               |
| <b>Total current assets</b>              |       | <b>1,939,909,533</b>                        | <b>2,055,422,645</b>                     | <b>1,127,680,703</b>                        | <b>1,250,233,294</b>                     |
| <b>Non-current assets</b>                |       |   |  |   |  |
| Restricted cash                          |       | 118,461,727                                 | 133,179,529                              | 37,900,000                                  | 52,122,000                               |
| Long-term receivables                    |       | 30,502,761                                  | -  | -   | -  |
| Prepaid rent                             |       | 48,121,475                                  | 13,750,000                               | 48,121,475                                  | 13,750,000                               |
| Investment in associate                  | 9     | 23,063,711                                  | 29,614,862                               | 51,500,000                                  | 46,500,000                               |
| Investment in subsidiaries               | 9     | -   | -  | 180,311,657                                 | 176,561,807                              |
| Interest in joint venture                | 9     | 34,655,406                                  | 56,165,738                               | 35,499,900                                  | 35,499,900                               |
| Property, plant and equipment            | 10    | 95,319,796                                  | 95,593,604                               | 61,532,653                                  | 54,443,304                               |
| Fiber optic network equipment            | 11    | 1,014,930,213                               | 947,983,345                              | 1,215,459,064                               | 1,160,028,027                            |
| Intangible assets                        | 10    | 17,174,456                                  | 12,888,200                               | 10,636,288                                  | 8,114,344                                |
| Deferred tax assets                      |       | 86,652,342                                  | 76,497,488                               | 46,199,121                                  | 35,838,569                               |
| Other non-current assets                 |       | 19,620,615                                  | 19,543,330                               | 1,908,592                                   | 1,757,742                                |
| <b>Total non-current assets</b>          |       | <b>1,488,502,502</b>                        | <b>1,385,216,096</b>                     | <b>1,689,068,750</b>                        | <b>1,584,615,693</b>                     |
| <b>Total assets</b>                      |       | <b>3,428,412,035</b>                        | <b>3,440,638,741</b>                     | <b>2,816,749,453</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 30 September 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>30 September</b>          | <b>31 December</b>   | <b>30 September</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           | 1,140,397,224                | 927,613,705          | 684,640,197                  | 634,177,436          |
| Trade and other payables                   | 13           | 513,784,638                  | 496,659,495          | 439,740,090                  | 462,282,233          |
| Current portion of finance lease liability | 12           | 350,946                      | 309,902              | -                            | -                    |
| Current portion of long-term borrowings    |              |                              |                      |                              |                      |
| from financial institutions                | 12           | 21,199,066                   | 101,115,600          | 19,134,000                   | -                    |
| Short-term loans from a related parties    | 12, 20       | -                            | -                    | 82,300,000                   | -                    |
| Accrued income tax                         |              | -                            | 17,999,577           | -                            | -                    |
| Other current liabilities                  |              | 57,048,685                   | 48,776,450           | 23,153,902                   | 19,065,923           |
| <b>Total current liabilities</b>           |              | <b>1,732,780,559</b>         | <b>1,592,474,729</b> | <b>1,248,968,189</b>         | <b>1,115,525,592</b> |
| <b>Non-current liabilities</b>             |              |                              |                      |                              |                      |
| Finance lease liability                    | 12           | 306,565                      | 683,464              | -                            | -                    |
| Long-term borrowings                       |              |                              |                      |                              |                      |
| from financial institutions                | 12           | 32,203,163                   | -                    | 32,203,163                   | -                    |
| Employee benefit obligations               |              | 25,014,093                   | 20,960,735           | 10,235,537                   | 8,889,443            |
| Provision for decommissioning              |              | 13,257,679                   | 12,988,604           | 13,257,679                   | 12,988,604           |
| Other liabilities                          |              | 14,002,005                   | 11,745,750           | -                            | -                    |
| <b>Total non-current liabilities</b>       |              | <b>84,783,505</b>            | <b>46,378,553</b>    | <b>55,696,379</b>            | <b>21,878,047</b>    |
| <b>Total liabilities</b>                   |              | <b>1,817,564,064</b>         | <b>1,638,853,282</b> | <b>1,304,664,568</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 30 September 2018**

|   | Note | Consolidated          |                      | Separate              |                      |
|---|------|-----------------------|----------------------|-----------------------|----------------------|
|   |      | financial information |                      | financial information |                      |
|   |      | (Unaudited)           | (Audited)            | (Unaudited)           | (Audited)            |
|   |      | 30 September          | 31 December          | 30 September          | 31 December          |
|   |      | 2018                  | 2017                 | 2018                  | 2017                 |
|   |      | Baht                  | Baht                 | Baht                  | Baht                 |
| <b>Liabilities and equity (Cont'd)</b>  |      |                       |                      |                       |                      |
| <b>Equity</b>   |      |                       |                      |                       |                      |
| Share capital   | 14   |                       |                      |                       |                      |
| Authorised share capital  |      |                       |                      |                       |                      |
| Ordinary share 1,250,000,000 shares<br>of par Baht 0.50 each<br>(31 December 2017: Ordinary share<br>1,250,000,000 shares of paid-up<br>Baht 0.50 each)     |      | 625,000,000           | 625,000,000          | 625,000,000           | 625,000,000          |
| Issued and paid-up share capital  |      |                       |                      |                       |                      |
| Ordinary share 1,016,004,200 shares<br>of paid-up Baht 0.50 each<br>(31 December 2017: Ordinary share<br>1,000,000,000 shares of paid-up<br>Baht 0.50 each) |      | 508,002,100           | 500,000,000          | 508,002,100           | 500,000,000          |
| Share premium   | 14   | 1,050,503,500         | 1,010,493,000        | 1,050,503,500         | 1,010,493,000        |
| Share surplus from business combination<br>under common control   |      | 4,605,502             | 4,605,502            | -                     | -                    |
| Share surplus from share-based payment  |      | 1,836,570             | 1,836,570            | -                     | -                    |
| Change in parent's ownership interest<br>in subsidiaries  |      | 42,694,664            | 42,694,664           | -                     | -                    |
| Retained earnings   |      |                       |                      |                       |                      |
| Appropriated - legal reserve  |      | 55,000,000            | 55,000,000           | 55,000,000            | 55,000,000           |
| Unappropriated  |      | (52,581,733)          | 187,320,111          | (101,420,715)         | 131,952,348          |
| Other components of equity  |      | 625,080               | (339,778)            | -                     | -                    |
| Equity attribute to owners of the parent  |      | 1,610,685,683         | 1,801,610,069        | 1,512,084,885         | 1,697,445,348        |
| Non-controlling interests   |      | 162,288               | 175,390              | -                     | -                    |
| <b>Total equity</b>   |      | <b>1,610,847,971</b>  | <b>1,801,785,459</b> | <b>1,512,084,885</b>  | <b>1,697,445,348</b> |
| <b>Total liabilities and equity</b>   |      | <b>3,428,412,035</b>  | <b>3,440,638,741</b> | <b>2,816,749,453</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 Comprehensive Income (Unaudited)  
For the three-month period ended 30 September 2018

|   | Note | Consolidated<br>financial information |                      | Separate<br>financial information |                      |
|---|------|---------------------------------------|----------------------|-----------------------------------|----------------------|
|   |      | 2018<br>Baht                          | 2017<br>Baht         | 2018<br>Baht                      | 2017<br>Baht         |
| <b>Revenues</b>                                     |      |                                       |                      |                                   |                      |
| Sales   |      | 55,465,327                            | 111,091,600          | 2,750,368                         | 15,501,832           |
| Services income                                     |      | 179,368,033                           | 168,768,982          | 4,927,058                         | 69,426,534           |
| Services income - fiber optic network               |      | 12,165,580                            | 1,940,870            | 12,165,580                        | 1,940,870            |
| <b>Total revenues</b>                               |      | <b>246,998,940</b>                    | <b>281,801,452</b>   | <b>19,843,006</b>                 | <b>86,869,236</b>    |
| <b>Cost</b>   |      |                                       |                      |                                   |                      |
| Cost of sales                                       |      | (47,181,222)                          | (89,110,768)         | (1,450,779)                       | (12,144,133)         |
| Cost of services                                    |      | (128,014,158)                         | (95,970,327)         | (7,805,099)                       | (60,441,508)         |
| Cost of service - fiber optic network               |      | (58,034,873)                          | (40,200,223)         | (66,878,861)                      | (41,700,373)         |
| <b>Total cost</b>                                   |      | <b>(233,230,253)</b>                  | <b>(225,281,318)</b> | <b>(76,134,739)</b>               | <b>(114,286,014)</b> |
| <b>Gross profit (loss)</b>                          |      | <b>13,768,687</b>                     | <b>56,520,134</b>    | <b>(56,291,733)</b>               | <b>(27,416,778)</b>  |
| Other income  |      | 9,117,657                             | 10,593,467           | 13,716,260                        | 13,645,992           |
| Selling expenses                                    |      | (23,379,057)                          | (14,192,351)         | (18,620,185)                      | (6,218,795)          |
| Administrative expenses                             |      | (43,775,057)                          | (50,236,380)         | (34,994,729)                      | (11,058,666)         |
| Gain (loss) from exchange rate                      |      | 877,492                               | 364,864              | (778,484)                         | (627,738)            |
| Share of loss of investments in associate           |      | (3,408,175)                           | (1,261,597)          | -                                 | -                    |
| Share of profit (loss) of interest in joint venture |      | (5,832,660)                           | 1,246,034            | -                                 | -                    |
| Finance costs                                       |      | (11,363,640)                          | (7,579,176)          | (7,931,612)                       | (4,514,146)          |
| <b>Loss before income tax</b>                       |      | <b>(63,994,753)</b>                   | <b>(4,545,005)</b>   | <b>(104,900,483)</b>              | <b>(36,190,131)</b>  |
| Income tax  |      | (4,759,359)                           | (1,363,407)          | 1,040,048                         | 7,227,125            |
| <b>Loss for the period</b>                          |      | <b>(68,754,112)</b>                   | <b>(5,908,412)</b>   | <b>(103,860,435)</b>              | <b>(28,963,006)</b>  |
| Other comprehensive expense                         |      | -                                     | -                    | -                                 | -                    |
| <b>Total comprehensive expense for the period</b>   |      | <b>(68,754,112)</b>                   | <b>(5,908,412)</b>   | <b>(103,860,435)</b>              | <b>(28,963,006)</b>  |
| <b>Loss attributable to:</b>                        |      |                                       |                      |                                   |                      |
| Owners of the parent                                |      | (68,745,893)                          | (5,902,237)          | (103,860,435)                     | (28,963,006)         |
| Non-controlling interests                           |      | (8,219)                               | (6,175)              | -                                 | -                    |
|   |      | <b>(68,754,112)</b>                   | <b>(5,908,412)</b>   | <b>(103,860,435)</b>              | <b>(28,963,006)</b>  |
| <b>Total comprehensive expense attributable to:</b> |      |                                       |                      |                                   |                      |
| Owners of the parent                                |      | (68,745,893)                          | (5,902,237)          | (103,860,435)                     | (28,963,006)         |
| Non-controlling interests                           |      | (8,219)                               | (6,175)              | -                                 | -                    |
|   |      | <b>(68,754,112)</b>                   | <b>(5,908,412)</b>   | <b>(103,860,435)</b>              | <b>(28,963,006)</b>  |
| <b>Loss per share</b>                               |      |                                       |                      |                                   |                      |
| Basic loss per share                                | 16   | (0.07)                                | (0.01)               | (0.10)                            | (0.03)               |

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 (Unaudited)**  
**For the nine-month period ended 30 September 2018**

|  | Notes | Consolidated          |                      | Separate              |                      |
|--|-------|-----------------------|----------------------|-----------------------|----------------------|
|  |       | financial information |                      | financial information |                      |
|  |       | 2018                  | 2017                 | 2018                  | 2017                 |
|  |       | Baht                  | Baht                 | Baht                  | Baht                 |
| <b>Revenues</b>  |       |                       |                      |                       |                      |
| Sales  |       | 141,618,969           | 241,274,851          | 6,932,072             | 46,994,278           |
| Services income  |       | 501,575,842           | 589,419,361          | 158,008,593           | 105,964,762          |
| Services income - fiber optic network                        |       | 29,365,630            | 1,940,870            | 29,365,630            | 1,940,870            |
| <b>Total revenues</b>  |       | <b>672,560,441</b>    | <b>832,635,082</b>   | <b>194,306,295</b>    | <b>154,899,910</b>   |
| <b>Cost</b>  |       |                       |                      |                       |                      |
| Cost of sales  |       | (117,750,536)         | (194,610,899)        | (3,683,823)           | (46,506,623)         |
| Cost of services   |       | (372,794,791)         | (330,364,122)        | (141,841,567)         | (90,802,055)         |
| Cost of service - fiber optic network                        |       | (165,110,605)         | (81,970,320)         | (175,339,934)         | (83,470,470)         |
| <b>Total cost</b>  |       | <b>(655,655,932)</b>  | <b>(606,945,341)</b> | <b>(320,865,324)</b>  | <b>(220,779,148)</b> |
| <b>Gross profit (loss)</b>                                   |       | <b>16,904,509</b>     | <b>225,689,741</b>   | <b>(126,559,029)</b>  | <b>(65,879,238)</b>  |
| Other income   | 17    | 27,438,342            | 29,096,820           | 40,091,144            | 43,210,971           |
| Selling expenses   |       | (60,433,605)          | (43,559,284)         | (33,449,177)          | (18,677,260)         |
| Administrative expenses                                      |       | (123,052,269)         | (125,656,834)        | (62,915,483)          | (39,232,999)         |
| Gain (loss) from exchange rate                               |       | (99,063)              | 1,580,994            | (449,107)             | (2,821,406)          |
| Share of loss of investments in associate                    | 9     | (12,516,009)          | (5,062,897)          | -                     | -                    |
| Share of profit (loss) of interest in joint venture          | 9     | (21,510,332)          | 20,003,033           | -                     | -                    |
| Finance costs  |       | (30,653,795)          | (14,644,978)         | (20,136,942)          | (7,721,194)          |
| <b>Profit (loss) before income tax</b>                       |       | <b>(203,922,222)</b>  | <b>87,446,595</b>    | <b>(203,418,594)</b>  | <b>(91,121,126)</b>  |
| Income tax   | 18    | 4,322,221             | (16,791,141)         | 10,360,551            | 17,623,613           |
| <b>Profit (loss) for the period</b>                          |       | <b>(199,600,001)</b>  | <b>70,655,454</b>    | <b>(193,058,043)</b>  | <b>(73,497,513)</b>  |
| Other comprehensive income                                   |       | 964,858               | -                    | -                     | -                    |
| <b>Total comprehensive income (expense) for the period</b>   |       | <b>(198,635,143)</b>  | <b>70,655,454</b>    | <b>(193,058,043)</b>  | <b>(73,497,513)</b>  |
| <b>Profit (loss) attributable to:</b>                        |       |                       |                      |                       |                      |
| Owners of the parent   |       | (199,586,824)         | 70,649,796           | (193,058,043)         | (73,497,513)         |
| Non-controlling interests                                    |       | (13,177)              | 5,658                | -                     | -                    |
|  |       | <b>(199,600,001)</b>  | <b>70,655,454</b>    | <b>(193,058,043)</b>  | <b>(73,497,513)</b>  |
| <b>Total comprehensive income (expense) attributable to:</b> |       |                       |                      |                       |                      |
| Owners of the parent   |       | (198,621,966)         | 70,649,796           | (193,058,043)         | (73,497,513)         |
| Non-controlling interests                                    |       | (13,177)              | 5,658                | -                     | -                    |
|  |       | <b>(198,635,143)</b>  | <b>70,655,454</b>    | <b>(193,058,043)</b>  | <b>(73,497,513)</b>  |
| <b>Earnings (loss) per share</b>                             |       |                       |                      |                       |                      |
| Basic earnings (loss) per share                              | 16    | (0.20)                | 0.07                 | (0.19)                | (0.07)               |

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

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

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited  
Statement of Changes in Equity  
For the nine-month period ended 30 September 2018

| Consolidated financial information (Unaudited) |       |  |                       |  |  |   |                                      |                        |  |                                    |                                   |                      |
|--|-------|--|-----------------------|--|--|---|--------------------------------------|------------------------|--|------------------------------------|-----------------------------------|----------------------|
| Attributable to owners of the parent           |       |  |                       |  |  |   |                                      |                        |  |                                    |                                   |                      |
|  | Notes | Issued and paid-up share capital<br>Baht | Share premium<br>Baht | Share surplus from business combination under common control<br>Baht | Share surplus from share-based payment<br>Baht | Change in parent's ownership interest in subsidiaries<br>Baht | Retained earnings                    |                        | Other components of equity<br>Share of other comprehensive income from investment in associate<br>Baht | Total owners of the parent<br>Baht | Non-controlling interests<br>Baht | Total equity<br>Baht |
|  |       |  |                       |  |  |   | Appropriated - legal reserve<br>Baht | Unappropriated<br>Baht |  |                                    |                                   |                      |
| <b>Opening balance at 1 January 2017</b>       |       | 500,000,000                              | 1,010,493,000         | 4,605,502  | 1,836,570                                      | 42,694,664  | 50,000,000                           | 235,463,671            | 959,212  | 1,846,052,619                      | 164,435                           | 1,846,217,054        |
| Investment in subsidiary                       |       | -  | -                     | -  | -  | -   | -                                    | -                      | -  | -                                  | 150                               | 150                  |
| Dividends payment                              | 19    | -  | -                     | -  | -  | -   | -                                    | (100,000,000)          | -  | (100,000,000)                      | -                                 | (100,000,000)        |
| Total comprehensive income for the period      |       | -  | -                     | -  | -  | -   | -                                    | 70,649,796             | -  | 70,649,796                         | 5,658                             | 70,655,454           |
| <b>Closing balance at 30 September 2017</b>    |       | <u>500,000,000</u>                       | <u>1,010,493,000</u>  | <u>4,605,502</u>   | <u>1,836,570</u>                               | <u>42,694,664</u>   | <u>50,000,000</u>                    | <u>206,113,467</u>     | <u>959,212</u>   | <u>1,816,702,415</u>               | <u>170,243</u>                    | <u>1,816,872,658</u> |
| <b>Opening balance at 1 January 2018</b>       |       | 500,000,000                              | 1,010,493,000         | 4,605,502  | 1,836,570                                      | 42,694,664  | 55,000,000                           | 187,320,111            | (339,778)  | 1,801,610,069                      | 175,390                           | 1,801,785,459        |
| Proceeds from shares issued                    | 14    | 8,002,100                                | 40,010,500            | -  | -  | -   | -                                    | -                      | -  | 48,012,600                         | 75                                | 48,012,675           |
| Dividends payment                              | 19    | -  | -                     | -  | -  | -   | -                                    | (40,315,020)           | -  | (40,315,020)                       | -                                 | (40,315,020)         |
| Total comprehensive income for the period      |       | -  | -                     | -  | -  | -   | -                                    | (199,586,824)          | 964,858  | (198,621,966)                      | (13,177)                          | (198,635,143)        |
| <b>Closing balance at 30 September 2018</b>    |       | <u>508,002,100</u>                       | <u>1,050,503,500</u>  | <u>4,605,502</u>   | <u>1,836,570</u>                               | <u>42,694,664</u>   | <u>55,000,000</u>                    | <u>(52,581,733)</u>    | <u>625,080</u>   | <u>1,610,685,683</u>               | <u>162,288</u>                    | <u>1,610,847,971</u> |

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

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

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited  
Statement of Changes in Equity (Unaudited)  
For the nine-month period ended 30 September 2018

|   | Notes | Separate financial information (unaudited) |                      |                                   |                      | Total equity Baht    |
|---|-------|--|----------------------|-----------------------------------|----------------------|----------------------|
|   |       | Issued and paid-up share capital Baht      | Share premium Baht   | Retained earnings (deficit)       |                      |                      |
|   |       |  |                      | Appropriated - legal reserve Baht | Unappropriated 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        |
| Dividends payment                           | 19    | -  | -                    | -                                 | (100,000,000)        | (100,000,000)        |
| Total comprehensive expense for the period  |       | -  | -                    | -                                 | (73,497,513)         | (73,497,513)         |
| <b>Closing balance at 30 September 2017</b> |       | <u>500,000,000</u>                         | <u>1,010,493,000</u> | <u>50,000,000</u>                 | <u>(28,502,753)</u>  | <u>1,531,990,247</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        |
| Proceeds from shares issued                 | 14    | 8,002,100                                  | 40,010,500           | -                                 | -                    | 48,012,600           |
| Dividends payment                           | 19    | -  | -                    | -                                 | (40,315,020)         | (40,315,020)         |
| Total comprehensive expense for the period  |       | -  | -                    | -                                 | (193,058,043)        | (193,058,043)        |
| <b>Closing balance at 30 September 2018</b> |       | <u>508,002,100</u>                         | <u>1,050,503,500</u> | <u>55,000,000</u>                 | <u>(101,420,715)</u> | <u>1,512,084,885</u> |

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

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

The accompanying condensed notes are an integral part of these interim financial information.

**ALT Telecom Public Company Limited**  
**Statement of Cash Flows (Unaudited)**  
**For the nine-month period ended 30 September 2018**

|  | Notes | Consolidated<br>financial information |               | Separate<br>financial information |               |
|--|-------|---------------------------------------|---------------|-----------------------------------|---------------|
|  |       | 2018<br>Baht                          | 2017<br>Baht  | 2018<br>Baht                      | 2017<br>Baht  |
| <b>Cash flows from operating activities</b>            |       |                                       |               |                                   |               |
| Profit (loss) before income tax                        |       | (203,922,222)                         | 87,446,595    | (203,418,594)                     | (91,121,126)  |
| Adjustments for:                                       |       |                                       |               |                                   |               |
| Depreciation of building and equipment                 | 10    | 9,379,687                             | 8,533,814     | 3,451,803                         | 1,720,304     |
| Depreciation of fiber optic network                    | 11    | 53,063,277                            | 22,990,563    | 58,893,027                        | 24,490,713    |
| Amortisation expenses                                  | 10    | 1,480,215                             | 971,428       | 852,166                           | 423,145       |
| Written off intangible assets                          |       | -                                     | 2,816,330     | -                                 | -             |
| Reversal of doubtful accounts                          |       | (4,667,248)                           | (820,150)     | -                                 | (177,908)     |
| Loss (gain) on disposal of equipment                   |       | (13,215)                              | 78,872        | (2,973)                           | -             |
| Interest income  |       | (18,044,679)                          | (18,891,054)  | (18,990,954)                      | (23,926,856)  |
| Interest expense                                       |       | 30,653,795                            | 14,644,978    | 20,136,942                        | 7,721,194     |
| Loss on diminution in value of inventories             |       | 3,920,062                             | 2,154,651     | (2,740,000)                       | 1,737,637     |
| Employee benefit obligations                           |       | 4,053,358                             | 3,379,711     | 1,346,094                         | 1,347,733     |
| Share of loss of investments in associate              | 9     | 12,516,009                            | 5,062,897     | -                                 | -             |
| Share of profit of interest in joint venture           | 9     | 21,510,332                            | (20,003,033)  | -                                 | -             |
| Changes in operating assets and liabilities            |       |                                       |               |                                   |               |
| - trade and other receivables                          |       | (5,149,731)                           | 179,671,267   | (11,839,309)                      | 15,779,423    |
| - unbilled contract revenue                            |       | 289,044,469                           | 214,585,581   | 44,696,794                        | 104,651,919   |
| - inventories  |       | (65,750,244)                          | 105,241,508   | (84,269,555)                      | (33,363,508)  |
| - other current assets                                 |       | (21,499,339)                          | (25,509,058)  | (23,762,589)                      | (27,439,438)  |
| - prepaid rent   |       | (51,443,176)                          | (16,129,575)  | (51,591,826)                      | (15,733,812)  |
| - other non-current assets                             |       | (77,285)                              | (2,802,726)   | (150,850)                         | 1,763,051     |
| - trade and other payables                             |       | 21,247,076                            | (63,509,211)  | (22,683,702)                      | 277,568,590   |
| - other current liabilities                            |       | 8,272,235                             | 11,680,161    | 4,087,979                         | 676,700       |
| - other non-current liabilities                        |       | 2,256,255                             | 2,271,750     | -                                 | -             |
| Cash generated from (used in) operations               |       | 86,829,631                            | 513,865,299   | (285,985,547)                     | 246,117,761   |
| <u>Less</u> Interest paid                              |       | (29,165,828)                          | (14,820,744)  | (19,196,016)                      | (8,353,656)   |
| Income tax paid  |       | (47,345,342)                          | (74,057,388)  | (7,758,508)                       | (6,873,848)   |
| Net cash generated from (used in) operating activities |       | 10,318,461                            | 424,987,167   | (312,940,071)                     | 230,890,257   |
| <b>Cash flows from investing activities</b>            |       |                                       |               |                                   |               |
| Purchase of (proceeds from) short-term investment      |       | 9,614,499                             | 13,730,456    | (2,165,258)                       | 20,938,177    |
| Purchase of property, plant and equipment              | 10    | (13,875,490)                          | (21,553,471)  | (10,541,154)                      | (8,070,051)   |
| Purchase of fiber optic network                        | 11    | (120,010,145)                         | (447,705,835) | (114,324,064)                     | (467,120,853) |
| Purchase of intangible assets                          | 10    | (5,766,471)                           | (6,315,665)   | (3,374,110)                       | (5,582,950)   |
| Increase in restricted cash                            |       | 14,717,802                            | (2,945,575)   | 14,222,000                        | (27,720,685)  |
| Payment for investment in subsidiaries                 | 9     | -                                     | -             | (3,749,850)                       | (2,499,925)   |
| Payment for investment in associates                   | 9     | (5,000,000)                           | (24,000,000)  | (5,000,000)                       | (24,000,000)  |
| Payment for short-term loans to related parties        | 20    | (54,000,000)                          | (292,000,000) | (101,300,000)                     | (631,000,000) |
| Proceeds from short-term loans to related parties      | 20    | -                                     | 267,000,000   | 135,300,000                       | 876,000,000   |
| Proceeds from disposals of equipment                   |       | 15,826                                | 2,748         | 2,975                             | -             |
| Dividends received from subsidiaries                   |       | -                                     | -             | 179,998,380                       | 99,999,100    |
| Interest received                                      |       | 5,453,172                             | 13,176,912    | 6,399,447                         | 23,926,857    |
| Net cash (used in) generated from investing activities |       | (168,850,807)                         | (500,610,430) | 95,468,366                        | (145,130,330) |

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

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

The accompanying notes form part of this interim financial information.

**ALT Telecom Public Company Limited**  
**Statement of Cash Flows (Unaudited) (Cont'd)**  
**For the nine-month period ended 30 September 2018**

|   | Notes | Consolidated<br>financial information |               | Separate<br>financial information |               |
|---|-------|---------------------------------------|---------------|-----------------------------------|---------------|
|   |       | 2018<br>Baht                          | 2017<br>Baht  | 2018<br>Baht                      | 2017<br>Baht  |
| <b>Cash flows from financing activities</b>                 |       |                                       |               |                                   |               |
| Proceeds from short-term borrowings                         |       |                                       |               |                                   |               |
| from financial institution                                  | 12    | 183,300,571                           | 206,500,800   | 20,979,813                        | 19,547,000    |
| Proceeds from overdraft and short-term borrowings           |       |                                       |               |                                   |               |
| from financial institution                                  | 12    | 28,952,656                            | -             | 28,952,656                        | -             |
| Repayments of finance lease liabilities                     | 12    | (379,390)                             | (450,900)     | -                                 | -             |
| Proceeds from short-term borrowing                          |       |                                       |               |                                   |               |
| from related parties  | 20    | -                                     | -             | 82,300,000                        | -             |
| Proceeds from long-term borrowing                           |       |                                       |               |                                   |               |
| from financial institution                                  | 12    | 53,640,000                            | -             | 53,640,000                        | -             |
| Repayments of long-term borrowing                           |       |                                       |               |                                   |               |
| from financial institution                                  | 12    | (101,353,371)                         | (41,451,000)  | (2,302,837)                       | -             |
| Proceeds from shares issuance                               | 14    | 48,012,600                            | -             | 48,012,600                        | -             |
| Proceeds from shares issuance of subsidiaries               |       |                                       |               |                                   |               |
| from non-controlling interests                              |       | 75                                    | 150           | -                                 | -             |
| Dividends paid to shareholders                              | 19    | (40,315,020)                          | (100,000,000) | (40,315,020)                      | (100,000,000) |
| Net cash generated from (used in) financing activities      |       | 171,858,121                           | 64,599,050    | 191,267,212                       | (80,453,000)  |
| <b>Net increase (decrease) in cash and cash equivalents</b> |       | 13,325,775                            | (11,024,213)  | (26,204,493)                      | 5,306,927     |
| 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>         |       | 142,197,018                           | 150,001,880   | 49,487,814                        | 86,127,550    |

**Significant non-cash transactions**

|   |   |           |   |             |
|---|---|-----------|---|-------------|
| Asset held under a finance lease agreement            | - | 1,518,692 | - | -           |
| Borrowing cost capitalised to fixed assets            | - | 7,297,000 | - | 7,297,000   |
| Payable arising from purchases of fiber optic network | - | -         | - | 163,344,737 |

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

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

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 financial information was authorised for issue by the Board of Directors on 8 November 2018.

This interim financial information has 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 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.

The revised Thai Accounting Standards have no material impact to the Group except for disclosure.

2.2.2 New financial reporting standards which have been announced but not yet effective.

**2.2.2.1 TFRS 15 Revenue from contracts with customers is effective for annual periods beginning on or after 1 January 2019. 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 standards which have been announced but not yet effective. (Cont'd)

**2.2.2.1 TFRS 15 Revenue from contracts with customers is effective for annual periods** beginning on or after 1 January 2019. 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 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; and
- 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.

**2.2.2.2 The group of financial reporting standards relating to financial instruments are effective for annual periods beginning on or after 1 January 2020. The Group has not yet adopted those standards.**

The Group of financial instruments reporting standards consist of the following standards:

|          |   |
|----------|---|
| TAS 32   | Financial instruments: Presentation                         |
| TFRS 7   | Financial Instruments: Disclosures                          |
| TFRS 9   | Financial Instruments                                       |
| TFRIC 16 | Hedges of a Net Investment in a Foreign Operation           |
| TFRIC 19 | Extinguishing Financial Liabilities with Equity Instruments |

The above new standards will supersede the following standards:

|         |  |
|---------|--|
| TAS 101 | Bad and Doubtful Debts   |
| TAS 103 | Disclosures in the Financial Statements of Bank and Similar Financial Institutions |
| TAS 104 | Accounting for Troubled Debt Restructuring   |
| TAS 105 | Accounting for Investment in Debts and Equity securities                           |
| TAS 106 | Accounting for Investment Companies  |
| TAS 107 | Financial Instruments: Disclosure and Presentation                                 |

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 standards which have been announced but not yet effective. (Cont'd)

**2.2.2.2 The group of financial reporting standards relating to financial instruments are effective for annual periods beginning on or after 1 January 2020. The Group has not yet adopted those standards. (Cont'd)**

TAS 32 Financial Instruments: Presentation, provides the requirements for the presentation financial instruments as liabilities or equity and for offsetting financial assets and financial liabilities. It applies to the classification of financial instruments, from the perspective of the issuer, into financial assets, financial liabilities and equity instruments; the classification of related interest, dividends, losses and gains; and the circumstances in which financial assets and financial liabilities should be offset.

TFRS 7 Financial Instruments: Disclosures, provides the requirements for the disclosure that are intended to enable users to evaluate the significance of financial instruments for an entity's financial position and performance, and to understand the nature and extent of risks arising from those financial instruments to which the entity is exposed during the period and at the end of the reporting period, and how the entity manages those risks.

TFRS 9 Financial Instruments, establishes principles for the classification, measurement and derecognition of financial assets and financial liabilities, impairment requirement and hedge accounting as follow:

- Classification and measurement:
  - The classification and measurement of debt instrument financial assets has three classification categories, which are amortised cost, fair value through profit or loss and fair value through other comprehensive income. Classification of debt assets will be driven by the entity's business model for managing the financial assets and contractual cash flows characteristics of the financial assets.
  - Equity instrument financial assets shall be measured at fair value through profit or loss. An entity can make an irrevocable election to recognise the fair value change in other comprehensive income without subsequent recycling to profit or loss.
  - Financial liabilities are classified and measured at amortised cost. An entity can choose to measure a liability at fair value through profit or loss when the conditions are met.
  - Derivatives are classified and measured at fair value through profit or loss.
- The impairment requirements relating to the accounting for an entity's expected credit losses on its financial assets measured at amortised cost, investments in debt instruments measured at fair value through other comprehensive income, lease receivables, loan commitments and financial guarantee contracts. It is no longer necessary for a credit event to have occurred before credit losses are recognised. The entity always accounts for expected credit losses which involves a three stage approach. The stage dictates how the entity measures impairment losses and applies the effective interest rate method. Except for trade receivables and contractual assets which apply in TFRS 15 and are no significant financial components and lease receivables, they are permitted to measure by simplified approach for credit impaired consideration.
- The objective of hedge accounting is to represent, in the financial statements, the effect of an entity's risk management activities that use financial instruments to manage exposures arising from particular risks that could affect profit or loss (or other comprehensive income, in the case of investments in equity instruments for which an entity has elected to present changes in fair value in other comprehensive income). This approach aims to convey the context of hedging instruments for which hedge accounting is applied in order to allow insight into their purpose and effect.

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 standards which have been announced but not yet effective. (Cont'd)

2.2.2.2 The group of financial reporting standards relating to financial instruments are effective for annual periods beginning on or after 1 January 2020. The Group has not yet adopted those standards. (Cont'd)

TFRIC 16 Hedges of a Net Investment in a Foreign Operation, clarifies the accounting treatment in respect of net investment hedging, provides guidance on identifying the foreign currency risks that qualify as a hedged risk. Clarifying that hedging instruments that are hedges of a net investment in a foreign operation may be held anywhere in the group not only by the parent. This includes the guidance on how an entity should determine the amount to be reclassified from equity to profit or loss for both the hedging instrument and the hedged item.

TFRIC 19 Extinguishing financial liabilities with equity instruments, provides the requirements for accounting treatment when the entity issues equity instruments to a creditor to extinguish all or part of a financial liability. The equity instruments issued shall be measured at fair value. The entity shall remove a financial liability (or part of a financial liability) from its statement of financial position when it is extinguished in accordance with TFRS 9. The difference between the carrying amount of the financial liability (or part of a financial liability) extinguished and the fair value of equity instruments issued shall be recognised in profit or loss.

The Group's management is currently assessing the impact of initial adoption of these standards.

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>Network equipment<br/>distribution<br/>Baht</b> | <b>Network equipment<br/>installation<br/>Baht</b> | <b>Network<br/>equipment rental<br/>Baht</b> | <b>Total<br/>Baht</b> |
| <b>For the nine-month period<br/>ended 30 September 2018</b> |  |  |  |                       |
| Total revenues   | 141,618,969  | 501,575,842  | 29,365,630                                   | 672,560,441           |
| Segment results  | 23,868,433   | 128,781,051  | (135,744,975)                                | 16,904,509            |
| Other income   |  |  |  | 27,438,342            |
| Unallocated costs  |  |  |  | (183,584,937)         |
| Share of results of investments                              |  |  |  | (34,026,341)          |
| Finance costs  |  |  |  | (30,653,795)          |
| Loss before income tax                                       |  |  |  | (203,922,222)         |
| Income tax   |  |  |  | 4,322,221             |
| Net profit   |  |  |  | (199,600,001)         |

|  | <b>Consolidated financial information</b>          |  |  |                       |
|--|--|--|--|-----------------------|
|  | <b>Network equipment<br/>distribution<br/>Baht</b> | <b>Network equipment<br/>installation<br/>Baht</b> | <b>Network<br/>equipment rental<br/>Baht</b> | <b>Total<br/>Baht</b> |
| <b>For the nine-month period<br/>ended 30 September 2017</b> |  |  |  |                       |
| Total revenues   | 241,274,851  | 589,419,361  | 1,940,870                                    | 832,635,082           |
| Segment results  | 46,663,952   | 259,055,239  | (80,029,450)                                 | 225,689,741           |
| Other income   |  |  |  | 29,096,820            |
| Unallocated costs  |  |  |  | (167,635,124)         |
| Share of results of investments                              |  |  |  | 14,940,136            |
| Finance costs  |  |  |  | (14,644,978)          |
| Profit before income tax                                     |  |  |  | 87,446,595            |
| Income tax   |  |  |  | (16,791,141)          |
| Net profit   |  |  |  | 70,655,454            |

The Group has 3 major customers which operate in telecommunication businesses. The revenue generated from these customers is 61.57% of the total revenue from network equipment installation in the consolidated statement of comprehensive income for the nine-month period ended 30 September 2018 (2017: 62.75%).

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

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

**ALT Telecom Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2018**

**5 Cash and cash equivalents**

|                                  | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|----------------------------------|---|--------------------------------------|---|--------------------------------------|
|                                  | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| Cash on hand                     | 525,202                                       | 685,449                              | 358,732                                   | 474,851                              |
| Deposits held at call with banks | 141,671,816                                   | 128,185,794                          | 49,129,082                                | 75,217,456                           |
|                                  | <u>142,197,018</u>                            | <u>128,871,243</u>                   | <u>49,487,814</u>                         | <u>75,692,307</u>                    |

**6 Trade and other receivables**

|  | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|--|---|--------------------------------------|---|--------------------------------------|
|  | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| <b>Trade receivables</b>                               |   |                                      |   |                                      |
| Trade receivables - third parties                      | 470,589,577                                   | 405,872,726                          | 132,209,164                               | 132,366,917                          |
| Trade receivables - related parties (Note 20)          | 16,696,089                                    | 1,858,565                            | 4,317,561                                 | 197,629                              |
| Total trade receivables                                | 487,285,666                                   | 407,731,291                          | 136,526,725                               | 132,564,546                          |
| <u>Less</u> Allowance for doubtful accounts            | <u>(3,608,590)</u>                            | <u>(8,275,838)</u>                   | <u>(891,000)</u>                          | <u>(891,000)</u>                     |
| Trade receivables, net                                 | <u>483,677,076</u>                            | <u>399,455,453</u>                   | <u>135,635,725</u>                        | <u>131,673,546</u>                   |
| <b>Other receivables</b>                               |   |                                      |   |                                      |
| Other receivables - third parties                      | 18,799,708                                    | 14,992,933                           | 389,328                                   | 643,657                              |
| Other receivables - related parties (Note 20)          | 4,532,412                                     | 998,713                              | 8,323,837                                 | 2,342,302                            |
| Advance payment - third parties                        | 728,668                                       | 413,489                              | 53,250                                    | 114,180                              |
| Advance payment - related parties (Note 20)            | -   | 56,995                               | 10,700                                    | 11,579,406                           |
| Advance payment for inventory                          | 10,677,043                                    | 22,079,895                           | 7,066,835                                 | 2,672,466                            |
| Accrued interest income - related parties<br>(Note 20) | 12,602,496                                    | 10,989                               | 12,602,496                                | 10,989                               |
| Accrued income - third parties                         | 22,895,956                                    | 25,071,520                           | 5,814,794                                 | 292,500                              |
| Accrued income - related parties (Note 20)             | 904,500                                       | -                                    | 904,500                                   | -                                    |
| Accrued dividend income (Note 20)                      | -   | -                                    | -   | 179,998,380                          |
| Prepayments  | 4,169,384                                     | 1,065,020                            | 3,809,970                                 | 851,574                              |
| Total other receivables                                | 75,310,167                                    | 64,689,554                           | 38,975,710                                | 198,505,454                          |
| <u>Less</u> Allowance for doubtful accounts            | <u>(4,850,000)</u>                            | <u>(4,850,000)</u>                   | <u>-</u>                                  | <u>-</u>                             |
| Other receivables, net                                 | <u>70,460,167</u>                             | <u>59,839,554</u>                    | <u>38,975,710</u>                         | <u>198,505,454</u>                   |
| Total trade and other receivables, net                 | <u>554,137,243</u>                            | <u>459,295,007</u>                   | <u>174,611,435</u>                        | <u>330,179,000</u>                   |

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

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

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

Outstanding trade accounts receivable can be analysed as follows:

|   | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|---|---|--------------------------------------|---|--------------------------------------|
|   | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| Trade account receivables                   |   |                                      |   |                                      |
| Current                                     | 159,473,523                                   | 257,817,419                          | 8,347,538                                 | 82,521,074                           |
| Overdue less than 3 months                  | 243,023,078                                   | 84,185,007                           | 78,468,776                                | 9,834,283                            |
| Overdue 3 months but<br>less than 6 months  | 8,927,290                                     | 12,961,082                           | -   | -                                    |
| Overdue 6 months but<br>less than 9 months  | 8,209,872                                     | 3,499,580                            | 6,447,280                                 | 1,064,115                            |
| Overdue 9 months but<br>less than 12 months | 1,403,690                                     | 1,658,706                            | -   | 206                                  |
| Overdue over 12 months                      | 49,552,124                                    | 45,750,932                           | 38,945,570                                | 38,947,239                           |
| Total trade account receivables             | 470,589,577                                   | 405,872,726                          | 132,209,164                               | 132,366,917                          |
| <u>Less</u> Allowance for doubtful accounts | (3,608,590)                                   | (8,275,838)                          | (891,000)                                 | (891,000)                            |
| Trade account receivables, net              | 466,980,987                                   | 397,596,888                          | 131,318,164                               | 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:

|  | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|--|---|--------------------------------------|---|--------------------------------------|
|  | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| Trade account receivables - related parties          |   |                                      |   |                                      |
| Current  | 2,846,347                                     | 1,737,120                            | 137,193                                   | 76,184                               |
| Overdue less than 3 months                           | 10,165,168                                    | 121,445                              | 3,514,533                                 | 121,445                              |
| Overdue 3 months but less than 6 months              | 3,074,674                                     | -                                    | 665,835                                   | -                                    |
| Overdue 6 months but less than 9 months              | 609,900                                       | -                                    | -   | -                                    |
| Total trade account receivables<br>- related parties | 16,696,089                                    | 1,858,565                            | 4,317,561                                 | 197,629                              |
| <u>Less</u> Allowance for doubtful accounts          | -   | -                                    | -   | -                                    |
| Trade account receivables - related parties, net     | 16,696,089                                    | 1,858,565                            | 4,317,561                                 | 197,629                              |

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

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

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

|   | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|---|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|   | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| Contract costs to date                                    | 3,821,802,548                         | 3,825,208,722               | 713,015,994                       | 613,707,236                 |
| Recognised profits to date                                | 1,450,585,437                         | 1,533,839,257               | 209,106,200                       | 227,049,474                 |
| Contract costs incurred and<br>recognised profits to date | 5,272,387,985                         | 5,359,047,979               | 922,122,194                       | 840,756,710                 |
| <u>Less</u> Progress billings                             | <u>(4,984,047,782)</u>                | <u>(4,741,421,816)</u>      | <u>(873,922,223)</u>              | <u>(681,061,992)</u>        |
| Net   | <u>288,340,203</u>                    | <u>617,626,163</u>          | <u>48,199,971</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<br>financial information |                             | Separate<br>financial information |                             |
|---|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|   | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| Unbilled contracts revenue                                  | 366,176,760                           | 655,221,229                 | 114,997,924                       | 159,694,718                 |
| Progress billing in excess of<br>work in progress (Note 13) | <u>(77,836,557)</u>                   | <u>(37,595,066)</u>         | <u>(66,797,953)</u>               | <u>-</u>                    |
| Net   | <u>288,340,203</u>                    | <u>617,626,163</u>          | <u>48,199,971</u>                 | <u>159,694,718</u>          |

**8 Inventories**

|   | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|---|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|   | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| Raw materials   | 85,946,334                            | 54,203,764                  | 39,221,727                        | 14,998,302                  |
| Work in process   | 565,398                               | 10,155,134                  | 504,425                           | 10,101,497                  |
| Work in process<br>- construction contract                      | 47,846,276                            | 37,495,609                  | 25,830,912                        | 5,278,049                   |
| Goods in transit  | 8,182,290                             | 7,176,719                   | -                                 | -                           |
| Supplies  | 80,243,161                            | 35,523,936                  | 80,062,067                        | 35,523,936                  |
| Finished goods  | 62,171,258                            | 74,649,311                  | 16,156,932                        | 11,604,724                  |
| Total inventories   | 284,954,717                           | 219,204,473                 | 161,776,063                       | 77,506,508                  |
| <u>Less</u> Allowance for diminution in<br>value of inventories | <u>(20,831,774)</u>                   | <u>(16,911,712)</u>         | <u>(4,860,000)</u>                | <u>(7,600,000)</u>          |
| Inventories, net  | <u>264,122,943</u>                    | <u>202,292,761</u>          | <u>156,916,063</u>                | <u>69,906,508</u>           |

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

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

9 Investments in subsidiaries, associates and joint ventures

The detail of subsidiaries, associate and joint venture are as follows:

|   | Separate financial information |                          |                      |                |
|---|--------------------------------|--------------------------|----------------------|----------------|
|   | 30 September 2018              |                          |                      |                |
|   | Cost Baht                      | Country of incorporation | % Ownership interest | % Voting power |
| <b>Subsidiaries</b>   |                                |                          |                      |                |
| Group Tech Solution Co., Ltd.                                 | 100,998,800                    | Thailand                 | 99.99                | 99.99          |
| I Twenty One Inter Corporation Co., Ltd.                      | 31,317,228                     | Thailand                 | 99.99                | 99.99          |
| Innova Telecommunication Co., Ltd.                            | 41,745,854                     | Thailand                 | 99.75                | 99.75          |
| International Gateway Co., Ltd.                               | 2,499,925                      | Thailand                 | 99.99                | 99.99          |
| Thai Thanan Co., Ltd.<br>(formerly "2Oceans Company Limited") | 2,499,925                      | Thailand                 | 99.99                | 99.99          |
| Win and Win Telecom Co., Ltd.                                 | 1,249,925                      | Thailand                 | 99.99                | 99.99          |

|                                      |            |          |       |       |
|--------------------------------------|------------|----------|-------|-------|
| <b>Associate</b>                     |            |          |       |       |
| Telecom Solutions Provider Co., Ltd. | 46,500,000 | Thailand | 30.00 | 30.00 |

|                               |            |          |       |       |
|-------------------------------|------------|----------|-------|-------|
| <b>Joint venture</b>          |            |          |       |       |
| Information Highway Co., Ltd. | 35,499,900 | Thailand | 71.00 | 71.00 |

|  | Separate financial information |                          |                      |                |
|--|--------------------------------|--------------------------|----------------------|----------------|
|  | 30 September 2017              |                          |                      |                |
|  | Cost Baht                      | Country of incorporation | % Ownership interest | % Voting power |
| <b>Subsidiaries</b>  |                                |                          |                      |                |
| Group Tech Solution Co., Ltd.  | 100,998,800                    | Thailand                 | 99.99                | 99.99          |
| I Twenty One Inter Corporation Co., Ltd.   | 31,317,228                     | Thailand                 | 99.99                | 99.99          |
| Innova Telecommunication Co., Ltd.   | 41,745,854                     | Thailand                 | 99.75                | 99.75          |
| International Gateway Co., Ltd.  | 2,499,925                      | Thailand                 | 99.99                | 99.99          |
| Thai Thanan Co., Ltd.<br>(formerly "2Oceans Company Limited"<br>hold by International gateway Co., Ltd.) | -                              | Thailand                 | 99.99                | 99.99          |

|                                      |            |          |       |       |
|--------------------------------------|------------|----------|-------|-------|
| <b>Associate</b>                     |            |          |       |       |
| Telecom Solutions Provider Co., Ltd. | 46,500,000 | Thailand | 30.00 | 30.00 |

|                               |            |          |       |       |
|-------------------------------|------------|----------|-------|-------|
| <b>Joint venture</b>          |            |          |       |       |
| Information Highway Co., Ltd. | 35,499,900 | Thailand | 71.00 | 71.00 |

**Interest in joint venture**

Shareholders agreement of Information Highway Company Limited between the Company and joint venturer 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 interest in joint venture.

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

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

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

**Investments in subsidiaries**

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

|  | <b>Separate<br/>financial<br/>information</b> |
|--|---|
|  | <b>Baht</b>                                   |
| <b>For the nine-month period ended 30 September 2018</b> |   |
| Opening balance  | 176,561,807                                   |
| Addition   | 3,749,850                                     |
| Closing balance  | <u>180,311,657</u>                            |

**Addition of investment in subsidiaries**

**Thai Thanan Company Limited (formerly known as “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.

**Win and Win Telecom Company Limited**

On 5 September 2018, the Company paid for investment in Win and Win Telecom Company Limited amounting to Baht 1,249,925 to acquire 49,997 shares at a par value of Baht 100 per share, representing 99.99% of issued shares. Win and Win Telecom Company Limited incorporated in Thailand and engages in telecommunication operation.

**Investments in associate**

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

|  | <b>Consolidated<br/>financial<br/>information</b> | <b>Separate<br/>financial<br/>information</b> |
|--|---|---|
|  | <b>Baht</b>                                       | <b>Baht</b>                                   |
| <b>For the nine-month period ended 30 September 2018</b> |   |   |
| Opening balance  | 29,614,862  | 46,500,000                                    |
| Addition   | 5,000,000   | 5,000,000                                     |
| Share of loss  | (12,516,009)                                      | -   |
| Currency translation differences                         | 964,858   | -   |
| Closing balance  | <u>23,063,711</u>                                 | <u>51,500,000</u>                             |

**Addition of investment in an associate**

On 21 September 2018, the Company paid down payment for investment in Spotwerkz (Thailand) Company Limited, amounting to Baht 5,000,000 to acquire 250,000 shares with a par value of Baht 10 per share, at a value of Baht 10 per share, representing 25.00% of issued shares. Spotwerkz (Thailand) Company Limited incorporated in Thailand and engages in business of providing marketing data derived from WI-FI network and selling of IT and related equipment. On 10 October 2018, Spotwerkz (Thailand) Company Limited registered changes in shareholders with the Ministry of Commerce. Therefore, the Group currently classified this down payment as a investment in associate.

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

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

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

Interest in joint venture

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

|  | Consolidated<br>financial<br>information | Separate<br>financial<br>information |
|--|--|--------------------------------------|
|  | Baht                                     | Baht                                 |
| <b>For the nine-month period ended 30 September 2018</b> |  |                                      |
| Opening balance  | 56,165,738                               | 35,499,900                           |
| Share of loss  | (21,510,332)                             | -                                    |
| Closing balance  | <u>34,655,406</u>                        | <u>35,499,900</u>                    |

10 Property, plant, equipment and intangible assets

|  | Consolidated<br>financial information       |                              | Separate<br>financial information           |                              |
|--|---|------------------------------|---|------------------------------|
|  | Property,<br>plant and<br>equipment<br>Baht | Intangible<br>assets<br>Baht | Property,<br>plant and<br>equipment<br>Baht | Intangible<br>assets<br>Baht |
| <b>For the nine-month period ended<br/>30 September 2018</b> |   |                              |   |                              |
| Opening net book amount                                      | 95,593,604                                  | 12,888,200                   | 54,443,304                                  | 8,114,344                    |
| Additions  | 13,875,490                                  | 5,766,471                    | 10,541,154                                  | 3,374,110                    |
| Disposals, net   | (2,611)                                     | -                            | (2)   | -                            |
| Transfer in/ out, net  | (4,767,000)                                 | -                            | -   | -                            |
| Depreciation/amortisation                                    | <u>(9,379,687)</u>                          | <u>(1,480,215)</u>           | <u>(3,451,803)</u>                          | <u>(852,166)</u>             |
| Closing net book amount                                      | <u>95,319,796</u>                           | <u>17,174,456</u>            | <u>61,532,653</u>                           | <u>10,636,288</u>            |

As at 30 September 2018, the land and buildings with the net book value of Baht 63.41 million and Baht 45.57 million in the consolidated and separate 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 institutions (Note 12).

11 Fiber optic network equipment

|  | Consolidated<br>financial<br>information | Separate<br>financial<br>information |
|--|--|--------------------------------------|
|  | Baht                                     | Baht                                 |
| <b>For the nine-month period ended 30 September 2018</b> |  |                                      |
| Opening net book amount                                  | 947,983,345                              | 1,160,028,027                        |
| Additions  | 120,010,145                              | 114,324,064                          |
| Depreciation   | (53,063,277)                             | (58,893,027)                         |
| Closing net book amount                                  | <u>1,014,930,213</u>                     | <u>1,215,459,064</u>                 |

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

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

**ALT Telecom Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2018**

**12 Borrowings**

|   | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|---|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|   | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| <b>Current</b>  |                                       |                             |                                   |                             |
| Bank overdrafts   | 28,952,656                            | -                           | 28,952,656                        | -                           |
| Promissory notes / Bill of Exchange                                 | 1,002,582,324                         | 862,158,301                 | 649,400,000                       | 604,366,708                 |
| Trust receipt   | 108,862,244                           | 65,455,404                  | 6,287,541                         | 29,810,728                  |
| Current portion of finance lease liability                          | 350,946                               | 309,902                     | -                                 | -                           |
| Current portion of long-term borrowings from financial institutions | 21,199,066                            | 101,115,600                 | 19,134,000                        | -                           |
| Short-term loans from related parties (Note 20)                     | -                                     | -                           | 82,300,000                        | -                           |
| <b>Total current borrowings</b>                                     | <b>1,161,947,236</b>                  | <b>1,029,039,207</b>        | <b>786,074,197</b>                | <b>634,177,436</b>          |
| <b>Non-current</b>  |                                       |                             |                                   |                             |
| Finance lease liability   | 306,565                               | 683,464                     | -                                 | -                           |
| Long-term borrowings from financial institutions                    | 32,203,163                            | -                           | 32,203,163                        | -                           |
| <b>Total non-current borrowings</b>                                 | <b>32,509,728</b>                     | <b>683,464</b>              | <b>32,203,163</b>                 | <b>-</b>                    |
| <b>Total borrowings</b>   | <b>1,194,456,964</b>                  | <b>1,029,722,671</b>        | <b>818,277,360</b>                | <b>634,177,436</b>          |

Promissory notes / Bill of Exchange are secured over a part of land and buildings of the Group (Note 10).

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

|                         | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|-------------------------|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|                         | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| <b>Borrowings</b>       |                                       |                             |                                   |                             |
| Fixed rates             | 898,701,145                           | 165,198,001                 | 665,521,541                       | 464,177,436                 |
| Floating rates          | 295,755,819                           | 864,524,670                 | 152,755,819                       | 170,000,000                 |
| <b>Total borrowings</b> | <b>1,194,456,964</b>                  | <b>1,029,722,671</b>        | <b>818,277,360</b>                | <b>634,177,436</b>          |

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

|                                    | Consolidated financial statements   |                                      | Separate financial statements       |                                      |
|------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|--------------------------------------|
|                                    | 30 September<br>2018                | 31 December<br>2017                  | 30 September<br>2018                | 31 December<br>2017                  |
| Bank overdrafts                    | MOR                                 | -                                    | MOR                                 | -                                    |
| Promissory note / Bill of Exchange | 3.20 - 5.00 and MLR-1.25 - MLR-4.25 | 3.40 - 5.00 and MLR-1.25 - MLR-3.275 | 3.20 - 3.95 and MLR-3.50 - MLR-4.25 | 3.40 - 4.15 and MLR-1.25 - MLR-3.275 |
| Trust receipt                      | 3.20 - 4.00                         | 3.77 - 4.00                          | 3.40                                | 3.77                                 |
| Finance lease liability            | 6.30                                | 6.30                                 | -                                   | -                                    |
| Long-term borrowings               | 4.75 and MLR-1.5                    | 3.80                                 | 4.75 and MLR-1.5                    | -                                    |

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

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

12 Borrowings (Cont'd)

The movement of long-term borrowings (excluding finance lease liability) can be analysed as follows:

|  | <b>Consolidated<br/>financial<br/>information</b> | <b>Separate<br/>financial<br/>information</b> |
|--|---|---|
|  | <b>Baht</b>                                       | <b>Baht</b>                                   |
| <b>For the nine-month period ended 30 September 2018</b> |   |   |
| Opening net book balance                                 | 101,115,600                                       | -   |
| Borrowings during the period                             | 53,640,000  | 53,640,000                                    |
| Repayment  | (101,353,371)                                     | (2,302,837)                                   |
| Closing net book balance                                 | <u>53,402,229</u>                                 | <u>51,337,163</u>                             |

Finance lease liability - minimum lease payments:

|  | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|--|---|--------------------------------------|---|--------------------------------------|
|  | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| Not later than one year                                | 390,960                                       | 365,383                              | -   | -                                    |
| Later than one year                                    | 325,800                                       | 730,767                              | -   | -                                    |
|  | 716,760                                       | 1,096,150                            | -   | -                                    |
| <u>Less</u> Future finance charges<br>on finance lease | (59,249)                                      | (102,784)                            | -   | -                                    |
| Present value of finance lease liability               | <u>657,511</u>                                | <u>993,366</u>                       | -   | -                                    |

The present value of finance lease liability is as follows:

|                       | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|-----------------------|---|--------------------------------------|---|--------------------------------------|
|                       | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| Not later than 1 year | 350,946                                       | 309,902                              | -   | -                                    |
| More than 1 year      | 306,565                                       | 683,464                              | -   | -                                    |
|                       | 657,511                                       | 993,366                              | -   | -                                    |

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

**Borrowing facilities**

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

|   | <b>Consolidated<br/>financial information</b> |                                      | <b>Separate<br/>financial information</b> |                                      |
|---|---|--------------------------------------|---|--------------------------------------|
|   | <b>30 September<br/>2018<br/>Baht</b>         | <b>31 December<br/>2017<br/>Baht</b> | <b>30 September<br/>2018<br/>Baht</b>     | <b>31 December<br/>2017<br/>Baht</b> |
| Floating rate<br>- expiring within a year | 1,195,482,490                                 | 654,381,749                          | 717,709,803                               | 176,179,272                          |

Borrowing facilities are reviewed annually.

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

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

12 Borrowings (Cont'd)

Reconciliation of liabilities arising from financial activities

|   | 31 December<br>2017<br>Baht | Cash flow<br>Baht | Non-cash changes<br>Amortisation<br>of prepaid<br>interest expense<br>Baht | 30 September<br>2018<br>Baht |
|---|-----------------------------|-------------------|--|------------------------------|
| <b>Consolidated financial information</b>         |                             |                   |  |                              |
| Bank overdrafts                                   | -                           | 28,952,656        | -  | 28,952,656                   |
| Short-term borrowings from financial institutions | 927,613,705                 | 183,300,571       | 530,292  | 1,111,444,568                |
| Finance lease liability                           | 1,096,150                   | (379,390)         | -  | 716,760                      |
| Long-term borrowings from financial institutions  | 101,115,600                 | (47,713,371)      | -  | 53,402,229                   |
| <b>Separate financial information</b>             |                             |                   |  |                              |
| Bank overdrafts                                   | -                           | 28,952,656        | -  | 28,952,656                   |
| Short-term borrowings from financial institutions | 634,177,436                 | 20,979,813        | 530,292  | 655,687,541                  |
| Long-term borrowings from financial institutions  | -                           | 51,337,163        | -  | 51,337,163                   |
| Short-term borrowings from related parties        | -                           | 82,300,000        | -  | 82,300,000                   |

13 Trade and other payables

|  | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|--|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|  | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| <b>Trade accounts payable</b>                              |                                       |                             |                                   |                             |
| Trade accounts payable - third parties                     | 137,422,480                           | 140,330,024                 | 41,992,742                        | 17,879,402                  |
| Trade accounts payable<br>- related parties (Note 20)      | 1,022,185                             | -                           | 170,610,271                       | 197,085,791                 |
| Total  | 138,444,665                           | 140,330,024                 | 212,603,013                       | 214,965,193                 |
| <b>Other accounts payable</b>                              |                                       |                             |                                   |                             |
| Other accounts payable - third parties                     | 11,871,215                            | 8,175,471                   | 6,552,263                         | 5,632,165                   |
| Accrued interest expense                                   | 1,010,883                             | 365,817                     | 358,024                           | 216,465                     |
| Accrued expense - third parties                            | 42,534,065                            | 47,747,336                  | 28,369,749                        | 27,341,936                  |
| Accrued expense - related party (Note 20)                  | -                                     | -                           | 56,002,726                        | 166,893,162                 |
| Progress billing in excess of<br>work in progress (Note 7) | 77,836,557                            | 37,595,066                  | 66,797,953                        | -                           |
| Advance from customers                                     | 10,689,023                            | 7,987,227                   | 141,742                           | 1,826,680                   |
| Accrued construction costs                                 | 231,398,230                           | 254,458,554                 | 68,914,620                        | 45,406,632                  |
| Total  | 375,339,973                           | 356,329,471                 | 227,137,077                       | 247,317,040                 |
| Total trade and other payables                             | 513,784,638                           | 496,659,495                 | 439,740,090                       | 462,282,233                 |

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

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

14 Share capital

|                             | Authorised<br>number of<br>Share | Issued and<br>fully paid-up<br>number of<br>Share | Ordinary<br>shares<br>Baht | Share<br>premium<br>Baht | Total<br>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             | -                                | 16,004,200  | 8,002,100                  | 40,010,500               | 48,012,600    |
| <b>At 30 September 2018</b> | 1,250,000,000                    | 1,016,004,200                                     | 508,002,100                | 1,050,503,500            | 1,558,505,600 |

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 1,016,004,200 shares (31 December 2017: 1,000,000,000 shares).

During 2018, 16,004,200 warrants were exercised with exercise ratio 1:1 resulted in 16,004,200 shares being issued (Note 15), with exercise price of Baht 3.

15 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 three years from the date of issuance and offering.

|        | Issued           | Ended            | As at<br>31 December<br>2017   | Exercise<br>during the<br>year | As at<br>30 September<br>2018  |
|--------|------------------|------------------|--------------------------------|--------------------------------|--------------------------------|
|        |                  |                  | Outstanding<br>warrant<br>Unit |                                | Outstanding<br>warrant<br>Unit |
| ALT-W1 | 19 December 2017 | 18 December 2020 | 249,988,705                    | 16,004,200                     | 233,984,505                    |
|        |                  |                  | 249,988,705                    | 16,004,200                     | 233,984,505                    |

During 2018, warrants of 16,004,200 options have been exercised with a value of Baht 48.01 million (Note 14).

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

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

16 Earnings (loss) per share

|  | Consolidated<br>financial information |               | Separate<br>financial information |               |
|--|---------------------------------------|---------------|-----------------------------------|---------------|
|  | 2018                                  | 2017          | 2018                              | 2017          |
| For the three-month period ended<br>30 September                             |                                       |               |                                   |               |
| <b>Loss (Baht)</b>   |                                       |               |                                   |               |
| Loss attributable to ordinary<br>shareholders of the Company (Baht)          | (68,745,893)                          | (5,902,237)   | (103,860,435)                     | (28,963,006)  |
| Weighted average number of<br>ordinary shares outstanding (Shares)           | 1,009,000,500                         | 1,000,000,000 | 1,009,000,500                     | 1,000,000,000 |
| Increase in number of ordinary shares<br>during the period (Shares)          | 1,294,162                             | -             | 1,294,162                         | -             |
| Total weighted average number<br>of ordinary shares (Shares)                 | 1,010,294,662                         | 1,000,000,000 | 1,010,294,662                     | 1,000,000,000 |
| Basic loss per share<br>(Baht per share)                                     | (0.07)                                | (0.01)        | (0.10)                            | (0.03)        |
|  |                                       |               |                                   |               |
| For the nine-month period ended<br>30 September                              |                                       |               |                                   |               |
| <b>Earnings (loss) (Baht)</b>  |                                       |               |                                   |               |
| Profit (loss) attributable to ordinary<br>shareholders of the Company (Baht) | (199,586,824)                         | 70,649,796    | (193,058,043)                     | (73,497,513)  |
| Weighted average number of<br>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<br>during the period (Shares)          | 7,029,901                             | -             | 7,029,901                         | -             |
| Total weighted average number<br>of ordinary shares (Shares)                 | 1,007,029,901                         | 1,000,000,000 | 1,007,029,901                     | 1,000,000,000 |
| Basic earnings (loss) per share<br>(Baht per share)                          | (0.20)                                | 0.07          | (0.19)                            | (0.07)        |

Basic earning (loss) per share is calculated by dividing the net loss attributable to shareholders of the parent by the weighted average number of ordinary shares held by the shareholders during the period.

Diluted earning (loss) per share is calculated by adjusting the weighted average number of ordinary shares used in calculation of basic loss per share to assumed conversion of all dilutive potential ordinary shares. During the period, the Company has dilutive potential ordinary shares arising from issuance of warrants to purchase ordinary shares. The calculation is made to determine the number of shares that could have been acquired at fair value as determined from the average market price of the Company's shares for the period based on the monetary value of the exercise 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 warrants are dilutive when they would result in the issue of ordinary shares for less than the average market price of ordinary shares during the period.

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

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

**ALT Telecom Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the nine-month period ended 30 September 2018**

**16 Earnings (loss) per share (Cont'd)**

| For the three-month period ended<br>30 September  | Consolidated<br>financial information |               | Separate<br>financial information |               |
|---|---------------------------------------|---------------|-----------------------------------|---------------|
|   | 2018                                  | 2017          | 2018                              | 2017          |
| <b>Loss (Baht)</b>  |                                       |               |                                   |               |
| Profit (loss) used to determine diluted earnings per share attributable to shareholders of the Company (Baht) | (68,745,893)                          | (5,902,237)   | (103,860,435)                     | (28,963,006)  |
| Weighted average number of ordinary shares outstanding (shares)   | 1,010,294,662                         | 1,000,000,000 | 1,010,294,662                     | 1,000,000,000 |
| Adjustments for warrants ALT-W1 (Note 15)   | 17,292,760                            | -             | 17,292,760                        | -             |
| Weighted average number of ordinary shares for diluted earnings per share                                     | 1,027,587,422                         | 1,000,000,000 | 1,027,587,422                     | 1,000,000,000 |
| <b>Diluted earnings (loss) per share (Baht per share)</b>   | <b>(0.07)</b>                         | <b>(0.01)</b> | <b>(0.10)</b>                     | <b>(0.03)</b> |
|   |                                       |               |                                   |               |
| For the nine-month period ended<br>30 September   | Consolidated<br>financial information |               | Separate<br>financial information |               |
|   | 2018                                  | 2017          | 2018                              | 2017          |
| <b>Earnings (loss) (Baht)</b>   |                                       |               |                                   |               |
| Profit (loss) used to determine diluted earnings per share attributable to shareholders of the Company (Baht) | (199,586,824)                         | 70,649,796    | (193,058,043)                     | (73,497,513)  |
| Weighted average number of ordinary shares outstanding (shares)   | 1,007,029,901                         | 1,000,000,000 | 1,007,029,901                     | 1,000,000,000 |
| Adjustments for warrants ALT-W1 (Note 15)   | 40,291,997                            | -             | 40,291,997                        | -             |
| Weighted average number of ordinary shares for diluted earnings per share                                     | 1,047,321,898                         | 1,000,000,000 | 1,047,321,898                     | 1,000,000,000 |
| <b>Diluted earnings (loss) per share (Baht per share)</b>   | <b>(0.20)</b>                         | <b>0.07</b>   | <b>(0.19)</b>                     | <b>(0.07)</b> |

The Company's loss per share is not dilutive for the three-month and nine-month period then ended 30 September 2018 as the calculated number of equivalent shares contribute to a decrease in loss per share.

The warrants were expired on 18 December 2020.

**17 Other income**

| For the nine-month period ended 30 September           | Consolidated<br>financial information |                   | Separate<br>financial information |                   |
|--|---------------------------------------|-------------------|-----------------------------------|-------------------|
|  | 2018<br>Baht                          | 2017<br>Baht      | 2018<br>Baht                      | 2017<br>Baht      |
| Management fee income - related parties (Note 20)      | 5,442,714                             | 6,631,524         | 14,804,172                        | 13,135,955        |
| Rental and services income - related parties (Note 20) | 866,619                               | 903,339           | 4,569,588                         | 5,401,296         |
| Others income - related parties (Note 20)              | 52,500                                | 278,389           | 100,000                           | 225,889           |
| Interest income  | 3,948,789                             | 6,360,094         | 289,434                           | 105,898           |
| Interest income - related parties (Note 20)            | 14,095,890                            | 12,530,959        | 18,701,520                        | 23,820,959        |
| Others   | 3,031,830                             | 2,392,515         | 1,626,430                         | 520,974           |
| <b>Total</b>   | <b>27,438,342</b>                     | <b>29,096,820</b> | <b>40,091,144</b>                 | <b>43,210,971</b> |

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

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

**18 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 2.12% and 5.09% per annum for the consolidated and separate financial information, respectively (2017: 19.20% and 19.34% per annum). The decrease in average annual tax rate used for the consolidated and separate financial information is caused by an increase in the expenses that are deductible at a greater amount.

**19 Dividends**

**2018**

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 40.32 million. The dividends were distributed to the shareholders in May 2018.

**2017**

At the Annual General Meeting of Shareholders held on 26 April 2017, the shareholders passed the resolution to approve dividends payment from the result of operation in 2016 at Baht 0.10 per share, totaling Baht 100.00 million. The dividends were distributed to the shareholders in May 2017.

**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 nine-month period<br>ended 30 September | Consolidated<br>financial information |                   | Separate<br>financial information |                   |
|---|---------------------------------------|-------------------|-----------------------------------|-------------------|
|   | 2018<br>Baht                          | 2017<br>Baht      | 2018<br>Baht                      | 2017<br>Baht      |
| <b>Sales of goods</b>                           |                                       |                   |                                   |                   |
| Subsidiaries                                    | -                                     | -                 | 95,985                            | 1,886,152         |
| Joint venture                                   | 832,636                               | 14,214,474        | 832,636                           | 10,507,474        |
|   | <u>832,636</u>                        | <u>14,214,474</u> | <u>928,621</u>                    | <u>12,393,626</u> |
| <b>Services</b>                                 |                                       |                   |                                   |                   |
| Subsidiaries                                    | -                                     | -                 | 919,411                           | 1,246,694         |
| Joint venture                                   | 18,068,110                            | 11,353,241        | 3,958,650                         | 1,207,857         |
|   | <u>18,068,110</u>                     | <u>11,353,241</u> | <u>4,878,061</u>                  | <u>2,454,551</u>  |
| <b>Management fee income (Note 17)</b>          |                                       |                   |                                   |                   |
| Subsidiaries                                    | -                                     | -                 | 9,361,458                         | 6,504,431         |
| Joint venture                                   | 5,442,714                             | 6,631,524         | 5,442,714                         | 6,631,524         |
|   | <u>5,442,714</u>                      | <u>6,631,524</u>  | <u>14,804,172</u>                 | <u>13,135,955</u> |

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

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

20 Related party transactions (Cont'd)

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

a) Revenue from sales and services (Cont'd)

| For the nine-month period<br>ended 30 September | Consolidated<br>financial information |                   | Separate<br>financial information |                   |
|---|---------------------------------------|-------------------|-----------------------------------|-------------------|
|   | 2018<br>Baht                          | 2017<br>Baht      | 2018<br>Baht                      | 2017<br>Baht      |
| <b>Rental and services income</b> (Note 17)     |                                       |                   |                                   |                   |
| Subsidiaries                                    | -                                     | -                 | 3,702,969                         | 4,497,957         |
| Joint venture                                   | 866,619                               | 903,339           | 866,619                           | 903,339           |
|   | <u>866,619</u>                        | <u>903,339</u>    | <u>4,569,588</u>                  | <u>5,401,296</u>  |
| <b>Other income</b> (Note 17)                   |                                       |                   |                                   |                   |
| Subsidiaries                                    | -                                     | -                 | 100,000                           | -                 |
| Joint venture                                   | 52,500                                | 278,389           | -                                 | 225,889           |
|   | <u>52,500</u>                         | <u>278,389</u>    | <u>100,000</u>                    | <u>225,889</u>    |
| <b>Interest income</b> (Note 17)                |                                       |                   |                                   |                   |
| Subsidiaries                                    | -                                     | -                 | 4,605,630                         | 11,290,000        |
| Joint venture                                   | 14,095,890                            | 12,530,959        | 14,095,890                        | 12,530,959        |
|   | <u>14,095,890</u>                     | <u>12,530,959</u> | <u>18,701,520</u>                 | <u>23,820,959</u> |

b) Purchases of goods and services

| For the nine-month period<br>ended 30 September | Consolidated<br>financial information |              | Separate<br>financial information |                    |
|---|---------------------------------------|--------------|-----------------------------------|--------------------|
|   | 2018<br>Baht                          | 2017<br>Baht | 2017<br>Baht                      | 2016<br>Baht       |
| <b>Cost of sales and services</b>               |                                       |              |                                   |                    |
| Subsidiaries                                    | -                                     | -            | 266,712,122                       | 250,702,551        |
| Joint venture                                   | 6,616,067                             | -            | 1,748,028                         | -                  |
|   | <u>6,616,067</u>                      | <u>-</u>     | <u>268,460,150</u>                | <u>250,702,551</u> |
| <b>Interest expenses</b>                        |                                       |              |                                   |                    |
| Subsidiaries                                    | -                                     | -            | 889,110                           | -                  |
|   | <u>-</u>                              | <u>-</u>     | <u>889,110</u>                    | <u>-</u>           |

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

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

|   | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|---|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|   | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| <b>Trade account receivables</b><br>(Note 6)    |                                       |                             |                                   |                             |
| Subsidiaries                                    | -                                     | -                           | 3,632,080                         | -                           |
| Joint venture                                   | 16,696,089                            | 1,858,565                   | 685,481                           | 197,629                     |
|   | <u>16,696,089</u>                     | <u>1,858,565</u>            | <u>4,317,561</u>                  | <u>197,629</u>              |
| <b>Other receivables</b> (Note 6)               |                                       |                             |                                   |                             |
| Subsidiaries                                    | -                                     | -                           | 3,844,925                         | 1,343,589                   |
| Joint venture                                   | 4,532,412                             | 998,713                     | 4,478,912                         | 998,713                     |
|   | <u>4,532,412</u>                      | <u>998,713</u>              | <u>8,323,837</u>                  | <u>2,342,302</u>            |
| <b>Advance payment</b> (Note 6)                 |                                       |                             |                                   |                             |
| Subsidiaries                                    | -                                     | -                           | 10,700                            | 11,522,411                  |
| Joint venture                                   | -                                     | 56,995                      | -                                 | 56,995                      |
|   | <u>-</u>                              | <u>56,995</u>               | <u>10,700</u>                     | <u>11,579,406</u>           |
| <b>Accrued interest receivables</b><br>(Note 6) |                                       |                             |                                   |                             |
| Joint venture                                   | 12,591,507                            | -                           | 12,591,507                        | -                           |
| Associate                                       | 10,989                                | 10,989                      | 10,989                            | 10,989                      |
|   | <u>12,602,496</u>                     | <u>10,989</u>               | <u>12,602,496</u>                 | <u>10,989</u>               |
| <b>Accrued income</b> (Note 6)                  |                                       |                             |                                   |                             |
| Joint venture                                   | 904,500                               | -                           | 904,500                           | -                           |
|   | <u>904,500</u>                        | <u>-</u>                    | <u>904,500</u>                    | <u>-</u>                    |
| <b>Accrued dividend income</b> (Note 6)         |                                       |                             |                                   |                             |
| Subsidiaries                                    | -                                     | -                           | -                                 | 179,998,380                 |
|   | <u>-</u>                              | <u>-</u>                    | <u>-</u>                          | <u>179,998,380</u>          |
| <b>Trade accounts payable</b> (Note 13)         |                                       |                             |                                   |                             |
| Subsidiaries                                    | -                                     | -                           | 170,170,433                       | 197,085,791                 |
| Joint venture                                   | 1,022,185                             | -                           | 439,838                           | -                           |
|   | <u>1,022,185</u>                      | <u>-</u>                    | <u>170,610,271</u>                | <u>197,085,791</u>          |
| <b>Accrued expense</b> (Note 13)                |                                       |                             |                                   |                             |
| Subsidiaries                                    | -                                     | -                           | 56,002,726                        | 166,893,162                 |
|   | <u>-</u>                              | <u>-</u>                    | <u>56,002,726</u>                 | <u>166,893,162</u>          |

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

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

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

|               | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|---------------|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|               | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| Subsidiaries  | -                                     | -                           | 93,000,000                        | 181,000,000                 |
| Joint venture | 404,000,000                           | 350,000,000                 | 404,000,000                       | 350,000,000                 |
|               | <u>404,000,000</u>                    | <u>350,000,000</u>          | <u>497,000,000</u>                | <u>531,000,000</u>          |

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

|  | Consolidated<br>financial<br>information<br>Baht | Separate<br>financial<br>information<br>Baht |
|--|--|--|
| <b>For the nine-month period ended 30 September 2018</b> |  |  |
| Opening balance  | 350,000,000                                      | 531,000,000                                  |
| Loans addition   | 54,000,000                                       | 101,300,000                                  |
| Loans repayments   | -  | (135,300,000)                                |
| Closing balance  | <u>404,000,000</u>                               | <u>497,000,000</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) Short-term loans from related parties

|              | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|--------------|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|              | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| Subsidiaries | -                                     | -                           | 82,300,000                        | -                           |
|              | <u>-</u>                              | <u>-</u>                    | <u>82,300,000</u>                 | <u>-</u>                    |

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

|  | Consolidated<br>financial<br>information<br>Baht | Separate<br>financial<br>information<br>Baht |
|--|--|--|
| <b>For the nine-month period ended 30 September 2018</b> |  |  |
| Opening balance  | -  | -  |
| Loans addition during the period                         | -  | 82,300,000                                   |
| Closing balance  | <u>-</u>   | <u>82,300,000</u>                            |

Short-term loans from 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.

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

**20 Related party transactions (Cont'd)**

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

**f) Key management compensation**

| For the nine-month period<br>ended 30 September | Consolidated financial<br>information |                   | Separate financial<br>information |                   |
|---|---------------------------------------|-------------------|-----------------------------------|-------------------|
|   | 2018<br>Baht                          | 2017<br>Baht      | 2018<br>Baht                      | 2017<br>Baht      |
| Short-term employee benefits                    | 23,774,180                            | 21,194,696        | 8,529,454                         | 11,049,374        |
| Post-employee benefits                          | 1,173,739                             | 1,124,244         | 657,823                           | 691,933           |
|   | <u>24,947,919</u>                     | <u>22,318,940</u> | <u>9,187,277</u>                  | <u>11,741,307</u> |

**21 Commitments and contingencies**

**a) Bank guarantees**

As at 30 September 2018, there are outstanding bank guarantees from providing construction services amounting to Baht 229.58 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 30 September 2018, the future aggregated minimum lease payment under non-cancelable operating lease are as follows:

|   | Consolidated<br>financial information |                             | Separate<br>financial information |                             |
|---|---------------------------------------|-----------------------------|-----------------------------------|-----------------------------|
|   | 30 September<br>2018<br>Baht          | 31 December<br>2017<br>Baht | 30 September<br>2018<br>Baht      | 31 December<br>2017<br>Baht |
| Less than 1 year                        | 75,814,734                            | 107,529,619                 | 21,479,849                        | 52,517,449                  |
| Later than 1 year but<br>within 5 years | 98,275,485                            | 84,397,545                  | 52,183,965                        | 47,101,878                  |
| Later than 5 years                      | <u>233,443,448</u>                    | <u>236,856,476</u>          | <u>233,443,448</u>                | <u>236,856,476</u>          |
|   | <u>407,533,667</u>                    | <u>428,783,640</u>          | <u>307,107,262</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.

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