

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 accompanying consolidated and company statements of financial position as at 30 June 2016, and the related consolidated and company statements of comprehensive income for the three-month and six-month periods then ended, and the related statements of changes in shareholders' equity, and cash flows for the six-month period then ended, and condensed notes to interim financial information of ALT Telecom Company Limited and its subsidiaries, and of ALT Telecom Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim 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 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 interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Pisit Thangtanagul
Certified Public Accountant (Thailand) No. 4095
PricewaterhouseCoopers ABAS Ltd.

Bangkok
10 August 2016

ALT TELECOM PUBLIC COMPANY LIMITED

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

30 JUNE 2016

ALT Telecom Public Company Limited
Statement of Financial Position
As at 30 June 2016

		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Notes	30 June	31 December	30 June	31 December
		2016	2015	2016	2015
		Baht	Baht	Baht	Baht
Assets					
Current assets					
Cash and cash equivalents	5	1,341,884,104	67,847,620	1,243,453,670	3,728,740
Short-term investments		5,766,735	2,803,550	1,482,458	1,353,006
Trade and other receivables	6	631,985,082	501,937,368	135,019,449	133,396,361
Unbilled contract revenue	7	740,200,516	823,821,461	313,976,823	298,615,425
Short-term loans to related parties	19	256,700,000	145,700,000	295,000,000	40,000,000
Inventories	8	408,590,192	446,777,162	95,456,388	135,544,701
Current portion of prepaid rent		3,629,114	6,535,141	32,250	2,675,662
Other current assets		35,953,105	16,958,779	25,431,909	9,078,863
Total current assets		3,424,708,848	2,012,381,081	2,109,852,947	624,392,758
Non-current assets					
Restricted cash		126,105,124	78,981,851	24,401,315	24,401,315
Investment in associate	9	9,713,979	11,406,498	13,500,000	13,500,000
Investment in subsidiaries	9	-	-	104,062,482	94,463,080
Interest in joint venture	9	15,451,546	2,195,505	35,499,900	35,499,900
Property, plant and equipment	10	70,102,730	72,083,961	40,678,038	41,368,031
Fiber optic network equipment	11	430,154,082	285,262,970	413,875,114	247,361,789
Intangible assets	10	10,353,000	9,955,573	2,923,296	2,821,946
Deferred tax assets		29,111,486	8,124,187	12,845,132	4,400,884
Other non-current assets		11,646,448	11,593,777	1,072,594	2,644,558
Total non-current assets		702,638,395	479,604,322	648,857,871	466,461,503
Total assets		4,127,347,243	2,491,985,403	2,758,710,818	1,090,854,261

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 Financial Position (Cont'd)
As at 30 June 2016

		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Notes	30 June	31 December	30 June	31 December
		2016	2015	2016	2015
		Baht	Baht	Baht	Baht
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term borrowings from financial institutions	12	1,248,913,633	715,073,355	774,470,566	347,046,891
Trade and other payables	13	968,126,761	1,065,752,150	203,218,454	192,933,468
Current portion of finance lease liability	12	-	46,739	-	-
Debenture	12	100,000,000	-	100,000,000	-
Short-term borrowings from third parties	12	32,159,508	32,500,000	32,159,508	32,500,000
Short-term borrowings from related parties	12, 19	-	7,000,000	-	88,000,000
Accrued income tax		17,912,302	31,025,824	-	-
Other current liabilities		27,473,950	24,995,433	18,091,140	17,249,677
Total current liabilities		2,394,586,154	1,876,393,501	1,127,939,668	677,730,036
Non-current liabilities					
Employee benefit obligations		13,993,563	11,155,909	5,522,560	4,716,344
Provision for decommissioning		12,463,932	-	12,463,932	-
Other liabilities		5,523,000	3,898,337	-	-
Total non-current liabilities		31,980,495	15,054,246	17,986,492	4,716,344
Total liabilities		2,426,566,649	1,891,447,747	1,145,926,160	682,446,380

Director _____
Pyut Bhuwakulwong

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Preeyapun Bhuwakul

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ALT Telecom Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 June 2016

	Notes	Consolidated		Company	
		(Unaudited) 30 June 2016 Baht	(Audited) 31 December 2015 Baht	(Unaudited) 30 June 2016 Baht	(Audited) 31 December 2015 Baht
Liabilities and shareholders' equity (Cont'd)					
Share capital	14				
Authorised share capital					
Ordinary share 1,000,000,000 shares of par Baht 0.50 each		<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>	<u>500,000,000</u>
Issued and paid-up share capital					
Ordinary share 1,000,000,000 shares of paid-up Baht 0.50 each (31 December 2015 : Ordinary share 750,000,000 shares of paid-up Baht 0.50 each)		500,000,000	375,000,000	500,000,000	375,000,000
Share premium	14	1,010,493,000	-	1,010,493,000	-
Share surplus from business combination under common control		4,605,502	4,605,502	-	-
Share surplus from share-based payment		1,836,570	1,836,570	-	-
Retained earnings					
Appropriated - legal reserve	15	39,800,000	28,600,000	39,800,000	28,600,000
Unappropriated		100,562,197	137,806,897	62,491,658	4,807,881
Other components of equity		<u>43,323,270</u>	<u>42,940,185</u>	<u>-</u>	<u>-</u>
Equity attribute to owners of the parent		<u>1,700,620,539</u>	<u>590,789,154</u>	<u>1,612,784,658</u>	<u>408,407,881</u>
Non-controlling interests		<u>160,055</u>	<u>9,748,502</u>	<u>-</u>	<u>-</u>
Total shareholders' equity		<u>1,700,780,594</u>	<u>600,537,656</u>	<u>1,612,784,658</u>	<u>408,407,881</u>
Total liabilities and shareholders' equity		<u>4,127,347,243</u>	<u>2,491,985,403</u>	<u>2,758,710,818</u>	<u>1,090,854,261</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 Comprehensive Income (Unaudited)
For the three-month period ended 30 June 2016

	Notes	Consolidated		Company	
		2016 Baht	2015 Baht	2016 Baht	2015 Baht
Revenues					
Sales		214,762,396	222,058,826	41,441,639	60,611,026
Services income		225,820,918	397,173,239	57,957,726	66,394,856
Services income - fiber optic network		-	-	-	-
Total revenues		440,583,314	619,232,065	99,399,365	127,005,882
Cost					
Cost of sales		(171,914,262)	(182,603,957)	(28,586,403)	(37,776,007)
Cost of services		(127,428,508)	(270,917,712)	(44,273,741)	(47,188,947)
Cost of service - fiber optic network		(7,710,615)	(5,667,088)	(7,710,615)	(5,667,088)
Total cost		(307,053,385)	(459,188,757)	(80,570,759)	(90,632,042)
Gross profit		133,529,929	160,043,308	18,828,606	36,373,840
Other income	17	6,393,822	3,185,877	7,837,590	237,626,873
Selling expenses		(27,319,764)	(18,860,271)	(12,478,347)	(8,075,020)
Administrative expenses		(39,264,727)	(55,715,458)	(10,364,433)	(10,712,227)
(Loss) gain from exchange rate		(11,152)	(93,220)	219,588	1,585,874
Share of loss of investments in associate		(818,900)	-	-	-
Share of profit of investments in joint venture		3,259,342	-	-	-
Finance costs		(11,055,420)	(8,443,469)	(5,150,021)	(6,205,792)
Profit before income tax expense		64,713,130	80,116,767	(1,107,017)	250,593,548
Income tax (expense) revenue	18	5,410,980	(14,729,074)	8,043,449	(3,510,450)
Profit for the period		70,124,110	65,387,693	6,936,432	247,083,098
Other comprehensive income:					
Item that will be reclassified subsequently to profit or loss					
Currency translation differences		-	139,394	-	-
Total comprehensive income for the period		70,124,110	65,527,087	6,936,432	247,083,098
Profit for the period attributable to:					
Shareholders of the parent		70,119,612	65,387,690	6,936,432	247,083,098
Non-controlling interests		4,498	3	-	-
		70,124,110	65,387,693	6,936,432	247,083,098
Total comprehensive income attributable to:					
Shareholders of the parent		70,119,612	65,625,032	6,936,432	247,083,098
Non-controlling interests		4,498	(97,945)	-	-
		70,124,110	65,527,087	6,936,432	247,083,098
Earnings per share					
Basic earning per share		0.09	0.14	0.01	0.52

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

ALT Telecom Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2016

	Notes	Consolidated		Company	
		2016 Baht	2015 Baht	2016 Baht	2015 Baht
Revenues					
Sales		443,932,894	495,121,636	111,371,303	162,557,938
Services income		571,994,551	1,011,321,396	138,280,386	117,343,539
Services income - fiber optic network		-	-	-	-
Total revenues		1,015,927,445	1,506,443,032	249,651,689	279,901,477
Cost					
Cost of sales		(364,145,619)	(423,353,801)	(89,387,804)	(119,111,635)
Cost of services		(369,182,182)	(749,655,434)	(108,812,337)	(84,162,371)
Cost of service - fiber optic network		(15,500,674)	(11,271,901)	(15,500,674)	(11,271,901)
Total cost		(748,828,475)	(1,184,281,136)	(213,700,815)	(214,545,907)
Gross profit		267,098,970	322,161,896	35,950,874	65,355,570
Other income	17	12,013,687	8,001,764	239,029,262	246,336,023
Selling expenses		(48,424,458)	(41,444,406)	(20,265,159)	(15,654,287)
Administrative expenses		(77,347,924)	(85,554,333)	(21,587,197)	(19,381,038)
Gain (loss) from exchange rate		4,436,624	(4,436,635)	44,285	2,473,612
Share of loss of investments in associate	9	(1,692,519)	-	-	-
Share of profit of investments in joint venture	9	13,256,041	-	-	-
Finance costs		(22,334,511)	(14,371,099)	(12,232,536)	(13,000,147)
Profit before income tax expense		147,005,910	184,357,187	220,939,529	266,129,733
Income tax (expense) revenue	18	(12,154,320)	(29,507,448)	8,444,248	(6,635,982)
Profit for the period		134,851,590	154,849,739	229,383,777	259,493,751
Other comprehensive income:					
Item that will be reclassified subsequently to profit or loss					
Currency translation differences		-	90,652	-	-
Total comprehensive income for the period		134,851,590	154,940,391	229,383,777	259,493,751
Profit for the period attributable to:					
Shareholders of the parent		134,455,300	154,759,087	229,383,777	259,493,751
Non-controlling interests		396,290	90,652	-	-
		134,851,590	154,849,739	229,383,777	259,493,751
Total comprehensive income attributable to:					
Shareholders of the parent		134,455,300	154,947,687	229,383,777	259,493,751
Non-controlling interests		396,290	(7,296)	-	-
		134,851,590	154,940,391	229,383,777	259,493,751
Earnings per share					
Basic earning per share		0.18	0.39	0.30	0.66

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

ALT Telecom Public Company Limited
Statement of Changes in Shareholders' Equity (Unaudited)
For the six-month period ended 30 June 2016

	Consolidated											
	Attributable to owners of the parent											
	Issued and paid-up share capital Baht	Share surplus from business combination			Retained earnings		Other components of equity					
		Share premium Baht	under common control Baht	Share surplus from share-based payment Baht	Appropriated Legal reserve Baht	Unappropriated Baht	parent's ownership interest in subsidiaries Baht	Change in comprehensive expense from translation of financial statements Baht	Total other component of equity Baht	Total owners of the parent Baht	Non-controlling interests Baht	Total shareholders' equity Baht
Opening balance at 1 January 2015	155,000,000	-	-	-	15,500,000	210,808,316	44,347,216	-	44,347,216	425,655,532	6,917,361	432,572,893
Change in equity for period												
Issue of shares (Note 14)	220,000,000	-	-	-	-	-	-	-	-	220,000,000	-	220,000,000
Disposal of investment in subsidiary	-	-	-	-	-	(1,093,498)	(1,083,332)	-	(1,083,332)	(2,176,830)	21,768,230	19,591,400
Dividends payment (Note 16)	-	-	-	-	-	(266,577,500)	-	-	-	(266,577,500)	-	(266,577,500)
Recognise share-based payment	-	-	-	1,836,570	-	-	-	-	-	1,836,570	-	1,836,570
Disposal of investment in subsidiary	-	-	4,605,502	-	-	-	-	-	-	4,605,502	(249,947)	4,355,555
Issue of shares by subsidiary	-	-	-	-	-	-	-	-	-	-	3,599,900	3,599,900
Dividends payment by subsidiary	-	-	-	-	-	-	-	-	-	-	(3,895,152)	(3,895,152)
Total comprehensive income	-	-	-	-	-	154,857,035	-	90,652	90,652	154,947,687	(7,296)	154,940,391
Closing balance at 30 June 2015	<u>375,000,000</u>	<u>-</u>	<u>4,605,502</u>	<u>1,836,570</u>	<u>15,500,000</u>	<u>97,994,353</u>	<u>43,263,884</u>	<u>90,652</u>	<u>43,354,536</u>	<u>538,290,961</u>	<u>28,133,096</u>	<u>566,424,057</u>
Opening balance at 1 January 2016	375,000,000	-	4,605,502	1,836,570	28,600,000	137,806,897	42,940,185	-	42,940,185	590,789,154	9,748,502	600,537,656
Change in equity for period												
Issue of shares (Note 14)	125,000,000	1,010,493,000	-	-	-	-	-	-	-	1,135,493,000	-	1,135,493,000
Dividends payment by subsidiary	-	-	-	-	-	-	-	-	-	-	(2,250)	(2,250)
Investment in subsidiary	-	-	-	-	-	-	383,085	-	383,085	383,085	(9,982,487)	(9,599,402)
Legal reserve (Note 15)	-	-	-	-	11,200,000	(11,200,000)	-	-	-	-	-	-
Dividends payment (Note 16)	-	-	-	-	-	(160,500,000)	-	-	-	(160,500,000)	-	(160,500,000)
Total comprehensive income	-	-	-	-	-	134,455,300	-	-	-	134,455,300	396,290	134,851,590
Closing balance at 30 June 2016	<u>500,000,000</u>	<u>1,010,493,000</u>	<u>4,605,502</u>	<u>1,836,570</u>	<u>39,800,000</u>	<u>100,562,197</u>	<u>43,323,270</u>	<u>-</u>	<u>43,323,270</u>	<u>1,700,620,539</u>	<u>160,055</u>	<u>1,700,780,594</u>

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

ALT Telecom Public Company Limited
Statement of Changes in Shareholders' Equity (Unaudited)
For the six-month period ended 30 June 2016

	Company				Total shareholders' equity Baht
	Issued and paid-up share capital Baht	Share premium Baht	Retained earnings		
			Appropriated	Unappropriated	
			Legal reserve Baht		
Opening balance at 1 January 2015	155,000,000	-	15,500,000	28,378,603	198,878,603
Change in equity for period					
Issue of shares (Note 14)	220,000,000	-	-	-	220,000,000
Dividends payment (Note 16)	-	-	-	(266,577,500)	(266,577,500)
Total comprehensive income	-	-	-	259,493,751	259,493,751
Closing balance at 30 June 2015	<u>375,000,000</u>	<u>-</u>	<u>15,500,000</u>	<u>21,294,854</u>	<u>411,794,854</u>
Opening balance at 1 January 2016	375,000,000	-	28,600,000	4,807,881	408,407,881
Change in equity for period					
Issue of shares (Note 14)	125,000,000	1,010,493,000	-	-	1,135,493,000
Legal reserve (Note 15)	-	-	11,200,000	(11,200,000)	-
Dividends payment (Note 16)	-	-	-	(160,500,000)	(160,500,000)
Total comprehensive income	-	-	-	229,383,777	229,383,777
Closing balance at 30 June 2016	<u>500,000,000</u>	<u>1,010,493,000</u>	<u>39,800,000</u>	<u>62,491,658</u>	<u>1,612,784,658</u>

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 six-month period ended 30 June 2016

	Notes	Consolidated		Company	
		2016 Baht	2015 Baht	2016 Baht	2015 Baht
Cash flows from operating activities					
Profit before income tax expenses		147,005,910	184,357,187	220,939,529	266,129,733
Adjustments for:					
Depreciation of building and equipment	10	5,711,749	6,651,725	950,943	787,518
Depreciation of fiber optic network	11	11,392,710	11,271,901	11,392,710	11,271,901
Amortisation of intangible assets	10	517,985	592,396	216,550	202,103
Amortisation of prepaid rents		24,937,728	3,118,196	2,643,412	-
Doubtful accounts (Reversal)		1,585,790	1,216,668	(50,344)	72,730
Gain on disposal of equipment		(253)	(1,230)	-	(1,230)
Gain on disposal of investment in subsidiary		-	-	-	(4,327,259)
Interest income	17	(6,427,764)	(1,821,415)	(3,394,727)	(218,605)
Interest expense		22,334,511	14,371,099	12,232,536	13,000,147
Dividends Income	17	-	-	(224,997,750)	(233,110,848)
(Reversal of) loss on diminution in value of inventories		1,832,374	(8,089,576)	(416,113)	(11,358,717)
Share of loss of investments in associate	9	1,692,519	-	-	-
Share of profit of investments in joint venture	9	(13,256,041)	-	-	-
Share-based payment		-	1,836,570	-	-
Employee benefit obligations		2,837,654	1,798,710	806,216	698,603
Changes in operating assets and liabilities					
- trade and other receivables		(127,521,528)	(69,867,365)	121,154	(28,311,854)
- unbilled contract revenue		83,620,945	(304,467,087)	(15,361,398)	(66,569,376)
- inventories		36,354,596	202,114,613	40,504,426	18,148,729
- other current assets		(15,374,262)	455,414	(12,732,982)	(1,695,880)
- prepaid rent		(22,031,701)	(7,397,446)	-	-
- other non-current assets		(52,671)	(1,318,012)	1,571,964	(30,000)
- trade and other payables		(97,680,311)	81,360,369	10,932,885	95,390,242
- other current liabilities		2,478,517	(4,870,074)	841,463	(3,298,016)
- other non-current liabilities		1,624,663	1,565,515	-	-
- employee benefit obligations		-	(1,131,758)	-	(540,610)
Cash generated from operations		61,583,120	111,746,400	46,200,474	56,239,311
<u>Less</u> Interest paid		(27,988,044)	(14,609,471)	(19,344,976)	(21,071,655)
Income tax paid		(49,875,205)	(17,757,219)	(3,620,064)	(5,084,826)
Net cash (used in) generated from operating activities		(16,280,129)	79,379,710	23,235,434	30,082,830
Cash flows from investing activities					
Payment for short-term investment		(2,833,734)	(169,128)	-	(169,128)
Payment for investments in subsidiary	9	-	-	(9,599,402)	(46,400,100)
Purchase of property, plant and equipment	10	(3,733,113)	(4,795,639)	(260,950)	(1,105,349)
Purchase of fiber optic network		(140,874,747)	-	(162,496,960)	-
Purchase of intangible assets	10	(915,412)	(1,305,460)	(317,900)	(397,830)
Increase in restricted cash		(47,123,273)	(4,664,285)	-	-
Payment for short-term loans to related parties	19	(135,000,000)	(44,400,000)	(280,000,000)	(38,000,000)
Proceeds from short-term loans to related parties	19	24,000,000	24,893,427	25,000,000	7,500,000
Proceeds from disposals of property, plant and equipment		2,848	664,870	-	1,869
Dividends received from subsidiaries	9	-	-	224,997,750	233,110,848
Proceeds from disposals of investment, net		-	9,482,330	-	13,520,382
Interest received		2,186,337	2,191,965	1,571,377	206,546
Net cash (used in) from investing activities		(304,291,094)	(18,101,920)	(201,106,085)	168,267,238

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

ALT Telecom Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the six-month period ended 30 June 2016

	Notes	Consolidated		Company	
		2016 Baht	2015 Baht	2016 Baht	2015 Baht
Cash flows from financing activities					
Proceeds from short-term borrowing from related parties	19	11,000,000	11,532,000	4,000,000	63,000,000
Repayments of short-term borrowing from related parties	19	(18,000,000)	-	(92,000,000)	(277,310,000)
Proceeds from short-term borrowings from financial institution		536,921,468	166,924,075	431,260,951	141,195,513
Repayments to bank overdraft		(658,370)	(16,824,786)	(658,370)	(19,885,176)
Proceeds from debenture	12	100,000,000	-	100,000,000	-
Repayments of finance lease liabilities		(46,739)	(260,979)	-	-
Repayments of long-term borrowing from financial institution		-	(504,000)	-	-
Proceeds from shares issuance by subsidiaries		-	3,599,900	-	-
Proceeds from shares issuance	14	1,135,493,000	220,000,000	1,135,493,000	220,000,000
Payments for investment purchased from non-controlling interest	9	(9,599,402)	-	-	-
Dividends paid to non-controlling interest		(2,250)	(3,895,152)	-	-
Dividends paid to shareholders	16	(160,500,000)	(266,577,500)	(160,500,000)	(266,577,500)
Net cash from (used in) financing activities		<u>1,594,607,707</u>	<u>113,993,558</u>	<u>1,417,595,581</u>	<u>(139,577,163)</u>
Net increase in cash and cash equivalents		<u>1,274,036,484</u>	<u>175,271,348</u>	<u>1,239,724,930</u>	<u>58,772,905</u>
Opening balance of cash and cash equivalents		<u>67,847,620</u>	<u>94,384,532</u>	<u>3,728,740</u>	<u>5,424,742</u>
Closing balance of cash and cash equivalents		<u><u>1,341,884,104</u></u>	<u><u>269,655,880</u></u>	<u><u>1,243,453,670</u></u>	<u><u>64,197,647</u></u>

Significant non-cash transactions are as follows:

Provision for decommissioning cost of fiber optic network	(12,365,075)	-	(12,365,075)	-
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The accompanying condensed notes are an integral part of these interim financial information.

1 General information

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

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

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

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

This interim consolidated and company financial information was authorised for issue by the Board of Directors on 10 August 2016.

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

2 Accounting policies

2.1 Basis of preparation

This interim consolidated and company financial information are prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e., statement of financial position, statements of comprehensive income, changes in shareholders’ equity and cash flows) are prepared in the full format as required by the Notifications of the office of the Securities and Exchange Commission. The notes to the interim financial information are prepared in a condensed format according to Thai Accounting Standard no. 34, “Interim Financial Reporting” and additional notes are presented as required by Notifications of the office of 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 2015.

On 4 July 2016, the Stock Exchange of Thailand (SET) approved the listing of the ordinary shares of the Company to be trade from 4 July 2016. This interim financial information was prepared for the first time in accordance with the financial reporting requirements of the Securities and Exchange Commission.

The Group initially prepared and published statements of comprehensive income for the three-month and six-month periods ended 30 June 2015, changes in shareholders’ equity, and cash flows for the and six-month period ended 30 June 2015 for comparative purposes. Those financial information have been reviewed by the Company’s auditor.

During 2015, par value of the Company’s ordinary shares was changed from Baht 100 to Baht 0.50 per share (Note 14). For comparative purposes, the weighted average number of shares for the three-month and six-month periods ended 30 June 2015 is adjusted to reflect the share split as if the event had occurred at the beginning of that year.

An English version of the interim consolidated and company 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 2015.

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 _____ Director _____
Pyut Bhuwakulwong Preeyapun Bhuwakul

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2016. These standards are relevant to the group.

a) Financial reporting standards, which have a significant impact to the group:

TAS 36 (revised 2015)	Impairment of assets
TFRS 8 (revised 2015)	Operating segments
TFRS 13 (revised 2015)	Fair value measurement

TAS 36 (revised 2015), 'Impairment of assets' is amended to provide additional disclosure requirement when the recoverable amount of the assets is measured at fair value less costs of disposal. The disclosures include 1) the level of fair value hierarchy, 2) when fair value measurement categorised within level 2 and level 3, disclosures is required for valuation technique and key assumption.

TFRS 8 (revised 2015), 'Operating segments' requires disclosure of the judgements made by management in aggregating operating segments. It is also amended to require a reconciliation of segment assets to the entity's assets when segment assets are reported to chief operating decision maker.

TFRS 13 (revised 2015), 'Fair value measurement' is amended to clarify that the portfolio exception in TFRS 13 applies to all contracts (including non-financial contracts) within the scope of TAS 39 (when announced) or TFRS 9 (when announced).

b) Financial reporting standards with minor changes and do not have impact to the group are as follows:

TAS 1 (revised 2015)	Presentation of financial statements
TAS 2 (revised 2015)	Inventories
TAS 7 (revised 2015)	Statement of cash flows
TAS 8 (revised 2015)	Accounting policies, changes in accounting estimates and errors
TAS 10 (revised 2015)	Events after the reporting period
TAS 11 (revised 2015)	Construction contracts
TAS 12 (revised 2015)	Income taxes
TAS 16 (revised 2015)	Property, plant and equipment
TAS 17 (revised 2015)	Leases
TAS 18 (revised 2015)	Revenue
TAS 19 (revised 2015)	Employee benefits
TAS 21 (revised 2015)	The effects of changes in foreign exchange rates
TAS 23 (revised 2015)	Borrowing costs
TAS 24 (revised 2015)	Related party disclosures
TAS 26 (revised 2015)	Accounting and reporting by retirement benefit plans
TAS 27 (revised 2015)	Separate financial statements
TAS 28 (revised 2015)	Investments in associates and joint ventures
TAS 33 (revised 2015)	Earnings per share
TAS 34 (revised 2015)	Interim financial reporting
TAS 37 (revised 2015)	Provisions, contingent liabilities and contingent assets

Director

Pyut Bhuwakulwong

Director

Preeyapun Bhuwakul

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations (Cont'd)

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2016. These standards are relevant to the group. (Cont'd)

b) Financial reporting standards with minor changes and do not have impact to the group are as follows: (Cont'd)

TAS 38 (revised 2015)	Intangible assets
TFRS 2 (revised 2015)	Share-based payment
TFRS 3 (revised 2015)	Business combinations
TFRS 5 (revised 2015)	Non-current assets held for sale and discontinued operations
TFRS 10 (revised 2015)	Consolidated financial statements
TFRS 11 (revised 2015)	Joint arrangements
TSIC 15 (revised 2015)	Operating leases - Incentives
TSIC 25 (revised 2015)	Income taxes - changes in the tax status of an entity or its shareholders
TSIC 27 (revised 2015)	Evaluating the substance of transactions involving the legal form of a lease
TSIC 29 (revised 2015)	Service concession arrangements: Disclosures
TSIC 31 (revised 2015)	Revenue - barter transactions involving advertising services
TSIC 32 (revised 2015)	Intangible assets - Web site costs
TFRIC 1 (revised 2015)	Changes in existing decommissioning, restoration and similar liabilities
TFRIC 4 (revised 2015)	Determining whether an arrangement contains a lease
TFRIC 5 (revised 2015)	Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds
TFRIC 10 (revised 2015)	Interim financial reporting and impairment
TFRIC 12 (revised 2015)	Service concession arrangements
TFRIC 13 (revised 2015)	Customer loyalty programmes
TFRIC 14 (revised 2015)	TAS 19 - The limit on a defined benefit asset, minimum funding requirements and their interaction
TFRIC 15 (revised 2015)	Agreements for the construction of real estate
TFRIC 17 (revised 2015)	Distributions of non-cash assets to owners
TFRIC 18 (revised 2015)	Transfers of assets from customers

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 consolidated financial statements for the year ended 31 December 2015.

Director _____ Director _____
Pyut Bhuwakulwong Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

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.

The Chief Operating Decision Maker considers the following reporting segments.

	Consolidated			Total Baht
	Telecommunication Network equipment distribution Baht	Telecommunication Network equipment installation Baht	Telecommunication Network equipment rental Baht	
For the three-month period ended 30 June 2016				
Total revenues	214,762,396	225,820,918	-	440,583,314
Segment results	42,848,134	98,392,410	(7,710,615)	133,529,929
Other income				6,393,822
Unallocated costs				(66,595,643)
Share of profit of investments				2,440,442
Finance costs				(11,055,420)
Profit before income tax				64,713,130
Income tax (expense) revenue				5,410,980
Net profit				70,124,110

	Consolidated			Total Baht
	Telecommunication Network equipment distribution Baht	Telecommunication Network equipment installation Baht	Telecommunication Network equipment rental Baht	
For the three-month period ended 30 June 2015				
Total revenues	222,058,826	397,173,239	-	619,232,065
Segment results	39,454,869	126,255,527	(5,677,088)	160,043,308
Other income				3,185,877
Unallocated costs				(74,668,949)
Finance costs				(8,443,469)
Profit before income tax expense				80,116,767
Income tax expense				(14,729,074)
Net profit				65,387,693

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

4 Segment information (Cont'd)

The Chief Operating Decision Maker considers the following reporting segments. (Cont'd)

	Consolidated			Total Baht
	Telecommunication Network equipment distribution Baht	Telecommunication Network equipment installation Baht	Telecommunication Network equipment rental Baht	
For the six-month period ended 30 June 2016				
Total revenues	443,932,894	571,994,551	-	1,015,927,445
Segment results	79,787,275	202,812,369	(15,500,674)	267,098,970
Other income				12,013,687
Unallocated costs				(121,335,758)
Share of profit of investments				11,563,522
Finance costs				(22,334,511)
Profit before income tax				147,055,910
Income tax expense				(12,154,320)
Net profit				134,851,590

	Consolidated			Total Baht
	Telecommunication Network equipment distribution Baht	Telecommunication Network equipment installation Baht	Telecommunication Network equipment rental Baht	
For the six-month period ended 30 June 2015				
Total revenues	495,121,636	1,011,321,396	-	1,506,443,032
Segment results	71,767,835	261,665,962	(11,271,901)	322,161,896
Other income				8,001,764
Unallocated costs				(131,435,374)
Finance costs				(14,371,099)
Profit before income tax expense				184,357,187
Income tax expense				(29,507,448)
Net profit				154,849,739

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

5 Cash and cash equivalents

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Cash on hand	1,311,020	769,773	1,116,362	497,105
Deposits held at call with banks	1,340,573,084	67,077,847	1,242,337,308	3,231,635
	<u>1,341,884,104</u>	<u>67,847,620</u>	<u>1,243,453,670</u>	<u>3,728,740</u>

6 Trade and other receivables

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Trade receivables				
Trade receivables - third parties	575,077,445	449,166,557	99,904,328	117,661,133
Trade receivables - related parties (Note 19)	221,865	1,131,684	-	101,215
Post dated cheque	424,875	2,142,981	-	-
Total trade receivables	575,724,185	452,441,222	99,904,328	117,762,348
<u>Less</u> Allowance for doubtful accounts	<u>(4,981,360)</u>	<u>(3,395,570)</u>	<u>(893,893)</u>	<u>(944,237)</u>
Trade receivables	<u>570,742,825</u>	<u>449,045,652</u>	<u>99,010,435</u>	<u>116,818,111</u>
Other receivables				
Other receivables - third parties	16,402,711	14,551,718	3,361,987	1,176,607
Other receivables - related parties (Note 19)	2,200,753	957,698	3,230,542	2,022,424
Advance payment - third parties	1,282,675	1,823,966	65,000	1,793,945
Advance payment for inventory	26,534,546	24,239,496	25,399,878	9,276,993
Accrued interest income	8,984,137	4,872,161	2,939,951	1,246,053
Accrued rental income	9,559,875	10,157,779	-	-
Prepayments	1,127,560	1,138,898	1,011,656	1,062,228
Total other receivables	66,092,257	57,741,716	36,009,014	16,578,250
<u>Less</u> Allowance for doubtful accounts	<u>(4,850,000)</u>	<u>(4,850,000)</u>	<u>-</u>	<u>-</u>
Other receivables	<u>61,242,257</u>	<u>52,891,716</u>	<u>36,009,014</u>	<u>16,578,250</u>
Trade and other receivables, net	<u>631,985,082</u>	<u>501,937,368</u>	<u>135,019,449</u>	<u>133,396,361</u>

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

6 Trade and other receivables (Cont'd)

Outstanding trade accounts receivable can be analysed as follows:

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Trade account receivables				
Current	436,481,250	322,610,007	28,800,527	70,109,028
Overdue less than 3 months	78,191,588	57,358,950	32,649,478	5,331,505
Overdue 3 months but less than 6 months	10,217,080	3,297,103	-	996,872
Overdue 6 months but less than 12 months	10,368,129	26,976,964	-	793,061
Overdue over 12 months	40,244,273	41,066,514	38,454,323	40,430,667
Total trade account receivables	575,502,320	451,309,538	99,904,328	117,661,133
<u>Less</u> Allowance for doubtful accounts	(4,981,360)	(3,395,570)	(893,893)	(944,237)
Trade account receivables, net	<u>570,520,960</u>	<u>447,913,968</u>	<u>99,010,435</u>	<u>116,716,896</u>

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). The case is currently within the arbitration process.

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.

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

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Trade account receivables				
- related parties				
Current	221,865	1,131,684	-	101,215
Total trade account receivables				
- related parties	221,865	1,131,684	-	101,215
<u>Less</u> Allowance for doubtful accounts	-	-	-	-
Trade account receivables				
- related parties, net	<u>221,865</u>	<u>1,131,684</u>	<u>-</u>	<u>101,215</u>

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

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

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Contract costs to date	2,618,981,420	2,293,876,930	474,287,160	381,980,246
Recognised profits to date	910,000,651	764,686,803	142,275,383	127,906,674
Contract costs incurred and recognised profits to date	3,528,982,071	3,058,563,733	616,562,543	509,886,920
<u>Less</u> Progress billings	<u>(2,920,419,738)</u>	<u>(2,338,046,221)</u>	<u>(306,899,775)</u>	<u>(215,885,160)</u>
Net	<u>608,562,333</u>	<u>720,517,512</u>	<u>309,662,768</u>	<u>294,001,760</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		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Unbilled contracts revenue	740,200,516	823,821,461	313,976,823	298,615,425
Progress billing in excess of work in progress (Note 13)	<u>(131,638,183)</u>	<u>(103,303,949)</u>	<u>(4,314,055)</u>	<u>(4,613,665)</u>
Net	<u>608,562,333</u>	<u>720,517,512</u>	<u>309,662,768</u>	<u>294,001,760</u>

8 Inventories

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Raw materials	147,535,968	256,827,363	6,646,164	15,585,484
Work in process	26,636,367	71,758,301	24,356,108	64,605,350
Work in process - construction contract	59,479,443	9,245,172	8,064,779	4,600,046
Goods in Transit	5,986,287	-	-	-
Finished goods	187,160,997	125,322,822	62,617,102	57,397,699
Total	426,799,062	463,153,658	101,684,153	142,188,579
<u>Less</u> Allowance for decrease in value of inventories	<u>(18,208,870)</u>	<u>(16,376,496)</u>	<u>(6,227,765)</u>	<u>(6,643,878)</u>
Inventory, net	<u>408,590,192</u>	<u>446,777,162</u>	<u>95,456,388</u>	<u>135,544,701</u>

Director

Pyut Bhuwakulwong

Director

Preeyapun Bhuwakul

9 Investments in subsidiaries and associates and interests in joint ventures

Investments in subsidiaries

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

	<u>Company</u> <u>Baht</u>
For the six-month period ended 30 June 2016	
Opening balance	94,463,080
Addition	9,599,402
Closing balance	<u>104,062,482</u>

Dividend paid by a subsidiary

During the six-month period ended 30 June 2016, the Company received dividend income from a subsidiary amounting to Baht 224,997,750, which was recognised in “Other income” in the Company income statement (Note 17).

Addition of investment in subsidiaries

Innova Telecommunication Company Limited (“INN”)

On 4 March 2016, the Company invest in 39,999 shares of INN totalling Baht 5.85 million. As a result, the shareholding interest income increase from 89.75% to 99.75%. The difference between the considerations paid amount of non-controlling interest of Baht 0.15 million was recognised as “Changes in parent’s ownership interest in subsidiaries” in the consolidated shareholders’ equity.

I Twenty-one Inter Corporation Company Limited (“I Twenty-one”)

On 4 March 2016, the Company invest in 29,359 shares of I Twenty-one totalling Baht 3.75 million. As a result, the shareholding interest income increase from 90.21% to 99.99%. The difference between the considerations paid amount of non-controlling interest of Baht 0.23 million was recognised as “Changes in parent’s ownership interest in subsidiaries” in the consolidated shareholders’ equity.

Investments in associate

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

	<u>Consolidated</u> <u>Baht</u>	<u>Company</u> <u>Baht</u>
For the six-month period ended 30 June 2016		
Opening balance	11,406,498	13,500,000
Share of loss	(1,692,519)	-
Closing balance	<u>9,713,979</u>	<u>13,500,000</u>

Interests in joint venture

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

	<u>Consolidated</u> <u>Baht</u>	<u>Company</u> <u>Baht</u>
For the six-month period ended 30 June 2016		
Opening balance	2,195,505	35,499,900
Share of profit	13,256,041	-
Closing balance	<u>15,451,546</u>	<u>35,499,900</u>

Director _____ Director _____
Pyut Bhuwakulwong Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

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

	Company		
	30 June 2016		
	Country of incorporation	% Ownership interest	Voting power
Subsidiaries			
Group Tech Solution Co., Ltd.	Thailand	99.99	99.99
I Twenty One Inter Corporation Co., Ltd.	Thailand	99.99	99.99
Innova Telecommunication Co., Ltd.	Thailand	99.75	99.75
Associates			
Telecom Solutions Provider Co., Ltd.	Thailand	30.00	30.00
Myanmar Information Highway Co., Ltd. (associate under Telecom Solution Provider Co., Ltd.)	Republic of the Union of Myanmar	21.00	21.00
Joint venture			
Information Highway Co., Ltd.	Thailand	71.00	71.00

	Company		
	31 December 2015		
	Country of incorporation	% Ownership interest	Voting power
Subsidiaries			
Group Tech Solution Co., Ltd.	Thailand	99.99	99.99
I Twenty One Inter Corporation Co., Ltd.	Thailand	90.21	90.21
Innova Telecommunication Co., Ltd.	Thailand	89.75	89.75
Associates			
Telecom Solutions Provider Co., Ltd.	Thailand	30.00	30.00
Myanmar Information Highway Co., Ltd. (associate under Telecom Solution Provider Co., Ltd.)	Republic of the Union of Myanmar	21.00	21.00
Joint venture			
Information Highway Co., Ltd.	Thailand	71.00	71.00

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

Director _____ Director _____
Pyut Bhuwakulwong Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

10 Property, plant, equipment and intangible assets

	Consolidated		Company	
	Property plant and equipment Baht	Intangible assets Baht	Property Plant Equipment Baht	Intangible assets Baht
For the six-month period ended 30 June 2016				
Opening net book amount	72,083,961	9,955,573	41,368,031	2,821,946
Additions	3,733,113	915,412	260,950	317,900
Disposals, net	(2,595)	-	-	-
Depreciation/amortisation	(5,711,749)	(517,985)	(950,943)	(216,550)
Closing net book amount	<u>70,102,730</u>	<u>10,353,000</u>	<u>40,678,038</u>	<u>2,923,296</u>

As at 30 June 2016, the land and buildings with the net book value of Baht 51.02 million and Baht 37.58 million in the consolidated and company financial information, respectively (31 December 2015: Baht 53.20 million and Baht 38.25 million) have been pledged under the short-term and long-term borrowings from financial institution (Note 12).

11 Fiber optic network

	Consolidated Baht	Company Baht
For the six-month period ended 30 June 2016		
Opening net book amount	285,262,970	247,361,789
Additions	156,283,822	177,906,035
Depreciation	(11,392,710)	(11,392,710)
Closing net book amount	<u>430,154,082</u>	<u>413,875,114</u>

12 Borrowings

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Current				
Bank overdrafts	38,784,943	39,443,313	38,784,943	39,443,313
Promissory notes	1,163,476,372	667,517,556	735,685,623	307,603,578
Factoring payable	-	8,112,486	-	-
Trust receipt payable	46,652,318	-	-	-
Current portion of finance lease liability	-	46,739	-	-
Debenture	100,000,000	-	100,000,000	-
Short-term borrowing from third parties	32,159,508	32,500,000	32,159,508	32,500,000
Short-term borrowing from related parties (Note 19)	-	7,000,000	-	88,000,000
Total current borrowings	<u>1,381,073,141</u>	<u>754,620,094</u>	<u>906,630,074</u>	<u>467,546,891</u>

During the six-months period ended 30 June 2016, the Group borrowed a short-term borrowing from promissory notes, Trust receipt payable and debenture to spend in the operations of the Group. The Group made a repayment for those short-term borrowings of Baht 487.36 million in July 2559.

Director Pyut Bhuwakulwong Director Preeyapun Bhuwakul

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12 Borrowings (Cont'd)

Borrowing facilities

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

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Floating rate - expiring within a year	235,661,445	79,247,882	108,665,057	556,687

Borrowing facilities are reviewed annually.

13 Trade and other payables

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Trade accounts payable				
Trade accounts payable - third parties	406,449,371	361,546,465	35,942,452	56,777,694
Trade accounts payable - related parties (Note 19)	-	5,000	-	5,000
Total	406,449,371	361,551,465	35,942,452	56,782,694
Other accounts payable				
Other accounts payable - third parties	26,856,186	8,735,322	20,599,383	3,640,857
Accrued interest expense	354,415	299,493	198,863	846,762
Accrued expense	69,516,308	33,075,406	43,320,168	13,053,414
Progress billing in excess of work in progress (Note 7)	131,638,183	103,303,949	4,314,055	4,613,665
Advance from customers	47,614,255	154,967,555	43,508,699	31,248,465
Accrued construction costs	285,698,043	403,818,960	55,334,834	82,747,611
Total	561,677,390	704,200,685	167,276,002	136,150,774
Total trade and other payables	968,126,761	1,065,752,150	203,218,454	192,933,468

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
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14 Share capital

	Authorised number of Share	Issued and fully paid-up	
		Number of Share	Ordinary shares Baht
At 1 January 2015	1,550,000	1,550,000	155,000,000
Issue of shares	3,450,000	2,200,000	220,000,000
Change in par value of Baht 100 per share to Baht 0.5 per share	995,000,000	746,250,000	-
At 31 December 2015	1,000,000,000	750,000,000	375,000,000
Issue of shares	-	250,000,000	125,000,000
At 30 June 2016	<u>1,000,000,000</u>	<u>1,000,000,000</u>	<u>500,000,000</u>

The total authorised number of ordinary shares is 1,000,000,000 shares (31 December 2015: 1,000,000,000 shares) with a par value of Baht 0.50 per share (31 December 2015: Baht 0.50 per share). The issued and fully paid-up ordinary shares is 1,000,000,000 shares (31 December 2015: 750,000,000 shares).

At the Annual General Meeting of shareholders held on 30 April 2015, resolution was passed to approve the increase in the registered shares by 2,200,000 shares from registered shares 1,550,000 shares at the par value of Baht 100 per share to 3,750,000 shares at the par value of Baht 100 per share. The increased shares capital was fully paid during May 2015. As a result, the issued and fully paid-up ordinary shares is Baht 375 million. The Company registered the increased share capital with the Ministry of Commerce on 28 May 2015.

At the Extraordinary General Meeting held on 10 November 2015, resolution was passed to approve the increase in the registered shares by 1,250,000 shares from registered shares 3,750,000 shares at the par value of Baht 100 per share to 5,000,000 shares at the par value of Baht 100 per share. The shareholders also passed a resolution to approve the change in the par value of the Company's ordinary shares from Baht 100 to Baht 0.5 per share. As a result, the number of registered shares increased from 5,000,000 to 1,000,000,000 shares. The Company registered the increased share capital with the Ministry of Commerce on 16 November 2015.

During 24 to 28 June 2016, the Company initial public offered its ordinary shares of 250,000,000 shares, with the par value of Baht 0.50 per share. The offering price of these shares was Baht 4.70 per share totally to Baht 1,175 million. The Company recorded expenses in respect of shares distribution amount of Baht 39.51 million as a deduction to the share premium. As a result, the number of registered shares and paid-up shares increased from 750,000,000 shares to 1,000,000,000 shares. The Company registered the increased share capital with the Ministry of Commerce on 29 June 2016.

15 Legal reserve

For the six-month period ended 30 June 2016	Consolidated and Company
	Baht
At 1 January 2016	28,600,000
Appropriation during the period	11,200,000
At 30 June 2016	<u>39,800,000</u>

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

Director Pyut Bhuwakulwong Director Preeyapun Bhuwakul

16 Dividends

2016

At the Board of Directors Meeting held on 30 March 2016, the directors passed the resolution to approved interim dividends payment at Baht 0.214 per share, totalling Baht 160.50 million. The dividends were distributed to the shareholders in April 2016.

2015

At the Annual General Shareholders Meeting held on 30 April 2015, the shareholders passed the resolution to approved dividends payment at Baht 17.135 per share, totalling Baht 26.56 million. The dividends were distributed to the shareholders on 12 May 2015.

At the Board of Directors Meeting held on 13 May 2015, the directors passed the resolution to approved interim dividends payment at Baht 154.85 per share, totalling Baht 240.02 million. The dividends were distributed to the shareholders during May 2015.

17 Other income

	Consolidated		Company	
	2016 Baht	2015 Baht	2016 Baht	2015 Baht
For the three-month period ended 30 June				
Dividend income	-	-	-	233,110,848
Interest income	3,700,189	709,309	2,527,934	99,606
Others	2,693,633	2,476,568	5,309,656	4,416,419
Total	6,393,822	3,185,877	7,837,590	237,626,873
For the six-month period ended 30 June				
Dividend income (Note 9)	-	-	224,997,750	233,110,848
Interest income	6,427,764	1,821,415	3,394,727	218,605
Others	5,585,923	6,180,349	10,636,785	13,006,570
Total	12,013,687	8,001,764	239,029,262	246,336,023

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 8.27% and 3.82% per annum for the consolidated and company financial information, respectively. (2015: 16.01% and 2.49% per annum).

Director _____ Director _____
Pyut Bhuwakulwong Preeyapun Bhuwakul

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19 Related party transactions

The major shareholder of the Company is ALT Holding Company Limited, that own 50% of the Company's shares. The remaining 50% of the shares are widely held. The significant investments in subsidiaries, associates and joint ventures are set out in Note 9.

The following material transactions were carried out with related parties:

a) Revenue from sales and services

For the three-month period ended 30 June	Consolidated		Company	
	2016 Baht	2015 Baht	2016 Baht	2015 Baht
Sales of goods				
Subsidiaries	-	-	229,500	7,204,701
Joint ventures	3,066,050	42,259,050	3,066,050	39,491,050
	<u>3,066,050</u>	<u>42,259,050</u>	<u>3,295,550</u>	<u>46,695,750</u>
Services				
Joint ventures	2,679,152	53,431,283	56,000	52,315,811
	<u>2,679,152</u>	<u>53,431,283</u>	<u>56,000</u>	<u>52,315,811</u>
Management fee income				
Subsidiaries	-	-	1,711,974	1,084,701
Joint ventures	1,893,651	1,698,192	1,893,651	1,715,502
	<u>1,893,651</u>	<u>1,698,192</u>	<u>3,605,625</u>	<u>2,800,203</u>
Other income - rental income				
Subsidiaries	-	-	1,255,437	1,040,361
Joint venture	260,643	69,246	260,643	69,246
	<u>260,643</u>	<u>69,246</u>	<u>1,516,080</u>	<u>1,109,607</u>
Other income				
Subsidiaries	-	-	3,750	116,087
Joint venture	221,826	83,474	158,987	3,325
	<u>221,826</u>	<u>83,474</u>	<u>162,737</u>	<u>119,412</u>
Interest income				
Subsidiaries	-	-	1,174,657	-
Joint venture	3,580,573	518,178	1,286,623	10,685
	<u>3,580,573</u>	<u>518,178</u>	<u>2,461,280</u>	<u>10,685</u>
Dividend income				
Subsidiaries	-	-	-	233,110,848
	<u>-</u>	<u>-</u>	<u>-</u>	<u>233,110,848</u>

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2016

19 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 six-month period ended 30 June	Consolidated		Company	
	2016 Baht	2015 Baht	2016 Baht	2015 Baht
Sales of goods				
Subsidiaries	-	-	468,400	8,551,500
Joint ventures	11,353,708	52,758,250	11,353,708	42,540,250
	<u>11,353,708</u>	<u>52,758,250</u>	<u>11,822,108</u>	<u>51,091,750</u>
Services				
Joint ventures	12,840,937	62,145,693	8,315,785	60,880,221
	<u>12,840,937</u>	<u>62,145,693</u>	<u>8,315,785</u>	<u>60,880,221</u>
Management fee income				
Subsidiaries	-	-	3,423,948	2,307,744
Joint ventures	3,787,302	3,574,824	3,787,302	3,574,824
	<u>3,787,302</u>	<u>3,574,824</u>	<u>7,211,250</u>	<u>5,882,568</u>
Other income - rental income				
Subsidiaries	-	-	2,510,874	2,080,722
Joint venture	521,286	138,492	521,286	138,492
	<u>521,286</u>	<u>138,492</u>	<u>3,032,160</u>	<u>2,219,214</u>
Other income				
Subsidiaries	-	-	97,156	185,739
Joint venture	270,151	83,474	207,312	3,325
	<u>270,151</u>	<u>83,474</u>	<u>304,468</u>	<u>189,064</u>
Interest income				
Subsidiaries	-	-	1,174,657	-
Joint venture	6,191,810	1,150,258	2,088,171	31,212
	<u>6,191,810</u>	<u>1,150,258</u>	<u>3,262,828</u>	<u>31,212</u>
Dividend income				
Subsidiaries	-	-	224,997,750	233,110,848
	<u>-</u>	<u>-</u>	<u>224,997,750</u>	<u>233,110,848</u>

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

19 Related party transactions (Cont'd)

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

b) Purchases of goods and services

For the three-month period ended 30 June	Consolidated		Company	
	2016 Baht	2015 Baht	2016 Baht	2015 Baht
Purchases of goods and services				
Subsidiaries	-	-	-	398,706
	-	-	-	398,706
Finance costs				
Parent	26,849	-	14,384	-
Subsidiaries	-	-	-	2,014,508
Joint ventures	-	317,162	-	-
	26,849	317,162	14,384	2,014,508
For the six-month period ended 30 June	Consolidated		Company	
	2016 Baht	2015 Baht	2016 Baht	2015 Baht
Purchases of goods and services				
Subsidiaries	-	-	157,429,370	503,836
	-	-	157,429,370	503,836
Finance costs				
Parent	102,890	-	90,425	-
Subsidiaries	-	-	1,023,438	5,742,575
Joint ventures	-	317,162	-	317,162
	102,890	317,162	1,113,863	6,059,737

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

19 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		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Trade account receivables				
Subsidiaries	-	-	-	101,215
Joint ventures	221,865	1,131,684	-	-
	<u>221,865</u>	<u>1,131,684</u>	<u>-</u>	<u>101,215</u>
Other account receivables				
Subsidiaries	-	-	1,034,339	1,064,726
Joint venture	2,200,753	957,698	2,196,203	957,698
	<u>2,200,753</u>	<u>957,698</u>	<u>3,230,542</u>	<u>2,022,424</u>
Accrued interest income				
Subsidiaries	-	-	982,877	-
Joint venture	8,931,453	4,816,811	1,904,390	1,193,151
Related parties	10,989	10,989	10,989	10,989
	<u>8,942,442</u>	<u>4,827,800</u>	<u>2,898,256</u>	<u>1,204,140</u>
Trade account payables				
Related parties	-	5,000	-	5,000
	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Accrued interest expenses				
Parent	-	81,027	-	81,027
Subsidiaries	-	-	-	645,013
	<u>-</u>	<u>81,027</u>	<u>-</u>	<u>726,040</u>
Other non-current liabilities				
Joint venture	1,275,000	825,000	-	-
	<u>1,275,000</u>	<u>825,000</u>	<u>-</u>	<u>-</u>

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

19 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		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Short-term loans to related parties				
Subsidiaries	-	-	185,000,000	-
Joint venture	247,700,000	145,700,000	101,000,000	40,000,000
Related parties	9,000,000	-	9,000,000	-
	<u>256,700,000</u>	<u>145,700,000</u>	<u>295,000,000</u>	<u>40,000,000</u>

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

	Consolidated Baht	Company Baht
For the six-month period ended 30 June 2016		
Opening balance	145,700,000	40,000,000
Loan advanced during the period	135,000,000	280,000,000
Loans repayments during the period	(24,000,000)	(25,000,000)
Closing balance	<u>256,700,000</u>	<u>295,000,000</u>

Short-term loans to related parties are carrying interest rate between 5.00% to 6.50% per annum and due for repayment on demand.

Director Pyut Bhuwakulwong Director Preeyapun Bhuwakul

19 Related party transactions (Cont'd)

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

e) Short-term loans from related parties

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Short-term loans from related parties				
Parent	-	7,000,000	-	7,000,000
Subsidiaries	-	-	-	81,000,000
	-	7,000,000	-	88,000,000

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

	Consolidated Baht	Company Baht
For the six-month period ended 30 June 2016		
Opening balance	7,000,000	88,000,000
Loan borrowed during the period	11,000,000	4,000,000
Loan repaid during the period	(18,000,000)	(92,000,000)
Closing balance	-	-

Short-term loans from related parties are carrying interest rate between 6.25 % to 6.50 % per annum and due for repayment on demand.

f) Key management compensation

	Consolidated		Company	
	2016 Baht	2015 Baht	2016 Baht	2015 Baht
For the three-month period ended 30 June				
Short-term employee benefits	8,252,072	8,378,332	2,991,280	1,460,147
Post-employee benefits	327,773	294,715	201,610	177,534
	8,579,845	8,673,047	3,192,890	1,637,681
For the six-month period ended 30 June				
Short-term employee benefits	11,253,667	10,358,894	4,587,752	1,965,647
Post-employee benefits	655,541	589,425	403,218	355,066
	11,909,208	10,948,319	4,990,970	2,320,713

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

20 Commitments and contingencies

a) Bank guarantees

As at 30 June 2016, there are outstanding bank guarantees amounting to Baht 40.70 million and US Dollar 0.85 million (31 December 2015: Baht 72.01 million and US Dollar 0.47 million).

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

As at 30 June 2016, the future aggregated minimum lease payment under non-cancelable operating lease are as follows:

	Consolidated		Company	
	30 June 2016 Baht	31 December 2015 Baht	30 June 2016 Baht	31 December 2015 Baht
Less than 1 year	52,033,435	44,177,650	8,345,374	8,356,646
Later than 1 year but within 5 years	73,356,236	68,662,778	32,986,632	33,073,332
Later than 5 years	197,518,886	201,576,879	197,518,886	201,576,879
	<u>322,908,557</u>	<u>314,417,307</u>	<u>238,850,892</u>	<u>243,006,857</u>

Director _____
 Pyut Bhuwakulwong

Director _____
 Preeyapun Bhuwakul