

ALT TELECOM PUBLIC COMPANY LIMITED

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

30 JUNE 2020

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 June 2020, the related consolidated and separate statements of comprehensive income for the three-month and six-month periods then ended, changes in equity, and cash flows for the six-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

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

Emphasis of matter

I draw attention to note 3.2 of the interim financial information, which describes the accounting policies in relation to adopting the temporary exemptions announced by the Federation of Accounting Professions to relieve the impact from COVID-19 for the reporting periods ending between 1 January 2020 and 31 December 2020. My conclusion is not modified in respect to this matter.

PricewaterhouseCoopers ABAS Ltd.

Pisit Thangtanagul

Certified Public Accountant (Thailand) No. 4095

Bangkok

11 August 2020

ALT Telecom Public Company Limited

Statement of Financial Position

As at 30 June 2020

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 June	31 December	30 June	31 December
		2020	2019	2020	2019
		Baht	Baht	Baht	Baht
Assets					
Current assets					
Cash and cash equivalents		116,523,751	35,375,657	68,782,613	15,193,700
Short-term investments		-	840,974	-	840,974
Trade and other receivables	7	937,530,864	246,977,955	730,704,056	222,359,414
Current portion of long-term receivables		9,239,204	23,466,498	1,384,535	1,351,250
Contract assets		106,558,448	135,860,710	24,986,425	41,734,724
Short-term loans to related parties	20	4,000,000	150,000,000	83,000,000	188,500,000
Financial assets measured at amortised cost		922,273	-	922,273	-
Inventories		494,813,659	364,453,536	346,550,266	276,417,132
Non-current assets held-for-sale	11	-	-	6,353,679	-
Current portion of prepaid rent		-	24,330,097	-	18,684,716
Other current assets		86,030,380	113,240,239	24,820,578	57,791,952
Total current assets		1,755,618,579	1,094,545,666	1,287,504,425	822,873,862
Non-current assets					
Restricted cash		76,116,234	64,825,171	27,925,244	27,925,171
Long-term receivables		4,038,229	4,616,774	4,038,229	4,616,774
Prepaid rent		-	60,373,158	-	60,373,158
Investment in subsidiaries	8	-	-	900,311,507	800,311,507
Investment in associate	8	24,474,413	38,586,346	39,935,345	39,935,345
Interest in joint venture	8	55,319,376	41,974,942	37,214,815	37,214,815
Long-term loans to related parties	20	184,846,735	196,580,000	184,846,735	196,580,000
Property, plant and equipment	9	84,851,672	91,449,880	54,253,117	56,843,370
Right-of-use assets	10	244,676,580	-	81,137,390	-
Fiber optic network equipment	11	588,508,545	1,086,507,276	228,640,864	732,830,027
Intangible assets	9	8,021,050	8,809,993	2,382,384	2,674,673
Deferred tax assets		101,303,102	115,547,241	26,833,329	49,965,972
Other non-current assets		102,870,221	71,261,729	31,700,681	32,918,579
Total non-current assets		1,475,026,157	1,780,532,510	1,619,219,640	2,042,189,391
Total assets		3,230,644,736	2,875,078,176	2,906,724,065	2,865,063,253

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 June 2020

	Notes	Consolidated		Separate	
		financial information		financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 June	31 December	30 June	31 December
		2020	2019	2020	2019
		Baht	Baht	Baht	Baht
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term borrowings from financial institutions	12	744,548,358	881,004,761	476,403,604	513,044,109
Trade and other payables		552,361,208	381,166,228	561,096,387	576,329,001
Current portion of finance lease liabilities		-	313,205	-	-
Current portion of lease liabilities	14	57,936,595	-	644,208	-
Current portion of long-term borrowings from financial institutions	13	27,095,565	27,468,000	27,095,565	27,468,000
Short-term loans from related parties	20	-	1,000,000	7,000,000	69,100,000
Accrued income tax		-	225,156	-	-
Other current liabilities		68,102,648	55,961,599	23,765,031	20,879,610
Total current liabilities		1,450,044,374	1,347,138,949	1,096,004,795	1,206,820,720
Non-current liabilities					
Long-term borrowings from financial institutions	13	23,387,000	36,430,110	23,387,000	36,430,110
Employee benefit obligations		34,523,241	29,882,715	11,483,041	9,930,584
Lease liabilities	14	107,958,152	-	6,947,681	-
Provision for decommissioning	11	8,050,579	31,522,025	4,998,353	28,528,330
Other liabilities		31,854,855	15,348,882	-	-
Total non-current liabilities		205,773,827	113,183,732	46,816,075	74,889,024
Total liabilities		1,655,818,201	1,460,322,681	1,142,820,870	1,281,709,744

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 June 2020

	Note	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Liabilities and equity (Cont'd)					
Equity					
Share capital	15				
Authorised share capital					
Ordinary share 1,250,000,000 shares of par Baht 0.50 each (31 December 2019: Ordinary share 1,250,000,000 shares of par Baht 0.50 each)		625,000,000	625,000,000	625,000,000	625,000,000
Issued and paid-up share capital					
Ordinary share 1,019,004,200 shares of paid-up Baht 0.50 each (31 December 2019: Ordinary share 1,019,004,200 shares of paid-up Baht 0.50 each)		509,502,100	509,502,100	509,502,100	509,502,100
Share premium		1,058,003,500	1,058,003,500	1,058,003,500	1,058,003,500
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	-	-
Chang in parent's ownership interest in subsidiaries		42,694,664	42,694,664	-	-
Retained earnings					
Appropriated - legal reserve		62,500,000	55,000,000	62,500,000	55,000,000
Unappropriated		(104,873,215)	(257,416,719)	133,897,595	(39,152,091)
Other components of equity		386,067	386,067	-	-
Equity attribute to owners of the parent		1,574,655,188	1,414,611,684	1,763,903,195	1,583,353,509
Non-controlling interests		171,347	143,811	-	-
Total equity		1,574,826,535	1,414,755,495	1,763,903,195	1,583,353,509
Total liabilities and equity		3,230,644,736	2,875,078,176	2,906,724,065	2,865,063,253

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 30 June 2020

	Notes	Consolidated		Separate	
		financial information		financial information	
		(Unaudited) 2020 Baht	(Unaudited) 2019 Baht	(Unaudited) 2020 Baht	(Unaudited) 2019 Baht
Revenues					
Sales		41,412,525	68,411,257	29,410,668	3,809,541
Services income		307,645,641	70,022,457	121,000,144	18,252,601
Services income - fiber optic network		52,879,962	47,873,153	18,304,010	21,959,518
Total revenues		401,938,128	186,306,867	168,714,822	44,021,660
Cost					
Cost of sales		(35,202,922)	(54,844,101)	(27,706,090)	(3,734,188)
Cost of services		(303,236,634)	(29,403,945)	(171,488,713)	(8,504,583)
Cost of service - fiber optic network		(83,183,910)	(80,402,787)	(34,813,801)	(56,063,373)
Total cost		(421,623,466)	(164,650,833)	(234,008,604)	(68,302,144)
Gross (loss) profit		(19,685,338)	21,656,034	(65,293,782)	(24,280,484)
Other income	18	47,563,539	8,695,444	80,231,655	14,529,600
Selling expenses		(18,665,300)	(16,277,322)	(9,037,420)	(5,319,862)
Administrative expenses		(10,202,124)	(31,124,177)	(4,313,805)	(15,186,432)
Loss from exchange rate		(245,624)	(55,812)	(541,113)	(317,333)
Share of loss of investments in associate		(655,757)	(4,403,000)	-	-
Share of gain (loss) of interest in joint ventures		14,518,631	(955,656)	-	-
Finance costs		(8,948,703)	(8,910,416)	(5,143,358)	(8,171,703)
Profit (loss) before income tax		3,679,324	(31,374,905)	(4,097,823)	(38,746,214)
Income tax		41,601,792	(5,801,691)	27,025,529	1,641,966
Profit (loss) for the period		45,281,116	(37,176,596)	22,927,706	(37,104,248)
Other comprehensive income		-	-	-	-
Total comprehensive income (expense) for the period		45,281,116	(37,176,596)	22,927,706	(37,104,248)
Profit (loss) attributable to:					
Owners of the parent		45,244,301	(37,172,769)	22,927,706	(37,104,248)
Non-controlling interests		36,815	(3,827)	-	-
		45,281,116	(37,176,596)	22,927,706	(37,104,248)
Total comprehensive income (expense) attributable to:					
Owners of the parent		45,244,301	(37,172,769)	22,927,706	(37,104,248)
Non-controlling interests		36,815	(3,827)	-	-
		45,281,116	(37,176,596)	22,927,706	(37,104,248)
Earnings (loss) per share	17				
Basic earnings (loss) per share		0.04	(0.04)	0.02	(0.04)
Diluted earnings (loss) per share		-	-	-	-

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited
Statement of Comprehensive Income
For the six-month period ended 30 June 2020

	Notes	Consolidated		Separate	
		financial information		financial information	
		(Unaudited) 2020 Baht	(Unaudited) 2019 Baht	(Unaudited) 2020 Baht	(Unaudited) 2019 Baht
Revenues					
Sales		53,473,461	77,988,578	30,467,068	4,212,741
Services income		409,766,984	160,950,368	142,312,836	19,911,595
Services income - fiber optic network		96,844,472	82,323,763	29,962,866	33,505,446
Total revenues		560,084,917	321,262,709	202,742,770	57,629,782
Cost					
Cost of sales		(43,357,139)	(62,744,559)	(28,558,759)	(6,415,666)
Cost of services	22	(448,829,963)	(96,343,990)	(263,637,604)	(11,183,807)
Cost of service - fiber optic network		(128,193,463)	(141,808,567)	(58,761,243)	(89,950,794)
Total cost		(620,380,565)	(300,897,116)	(350,957,606)	(107,550,267)
Gross (loss) profit		(60,295,648)	20,365,593	(148,214,836)	(49,920,485)
Other income	18	422,905,927	17,224,168	459,555,322	29,028,463
Selling expenses		(34,182,367)	(30,717,796)	(16,993,411)	(12,325,349)
Administrative expenses		(57,090,949)	(65,368,545)	(34,674,166)	(28,127,829)
Gain (loss) from exchange rate		2,397,160	383,333	307,738	(620,938)
Share of loss of investments in associate	8	(14,111,933)	(11,103,000)	-	-
Share of profit (loss) of interest in joint ventures	8	13,344,434	(4,418,458)	-	-
Finance costs		(20,265,355)	(20,769,861)	(12,434,938)	(18,077,314)
Profit (loss) before income tax		252,701,269	(94,404,566)	247,545,709	(80,043,452)
Income tax	19	(18,771,762)	(4,078,131)	(23,132,643)	3,846,646
Profit (loss) for the period		233,929,507	(98,482,697)	224,413,066	(76,196,806)
Other comprehensive income		-	-	-	-
Total comprehensive income (expense) for the period		233,929,507	(98,482,697)	224,413,066	(76,196,806)
Profit (loss) attributable to:					
Owners of the parent		233,901,971	(98,468,810)	224,413,066	(76,196,806)
Non-controlling interests		27,536	(13,887)	-	-
		233,929,507	(98,482,697)	224,413,066	(76,196,806)
Total comprehensive income (expense) attributable to:					
Owners of the parent		233,901,971	(98,468,810)	224,413,066	(76,196,806)
Non-controlling interests		27,536	(13,887)	-	-
		233,929,507	(98,482,697)	224,413,066	(76,196,806)
Earnings (loss) per share					
Basic earnings (loss) per share	17	0.23	(0.10)	0.22	(0.07)
Diluted earnings (loss) per share		-	-	-	-

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited
Statement of Changes in Equity
For the six-month period ended 30 June 2020

Consolidated financial information (Unaudited)												
Attributable to owners of the parent												
	Notes	Issued and paid-up share capital Baht	Share premium Baht	Share surplus from business combination under common control Baht	Share surplus from share-based payment Baht	Change in parent's ownership interest in subsidiaries Baht	Retained earnings		Other components of equity Share of other comprehensive income from investment in associate Baht	Total owners of the parent Baht	Non-controlling interests Baht	Total equity Baht
							Appropriated - Legal reserve Baht	Unappropriated Baht				
Opening balance at 1 January 2019		508,002,100	1,050,503,500	4,605,502	1,836,570	42,694,664	55,000,000	(139,270,699)	452,126	1,523,823,763	161,837	1,523,985,600
Change in equity for period												
Increase in share capital	15	1,500,000	7,500,000	-	-	-	-	-	-	9,000,000	-	9,000,000
Total comprehensive expense for the period		-	-	-	-	-	-	(98,468,810)	-	(98,468,810)	(13,887)	(98,482,697)
Closing balance at 30 June 2019		<u>509,502,100</u>	<u>1,058,003,500</u>	<u>4,605,502</u>	<u>1,836,570</u>	<u>42,694,664</u>	<u>55,000,000</u>	<u>(237,739,509)</u>	<u>452,126</u>	<u>1,434,354,953</u>	<u>147,950</u>	<u>1,434,502,903</u>
Balance at 31 December 2019												
- previously reported		509,502,100	1,058,003,500	4,605,502	1,836,570	42,694,664	55,000,000	(257,416,719)	386,067	1,414,611,684	143,811	1,414,755,495
Retrospective adjustments from changes in accounting policy	4	-	-	-	-	-	-	(73,858,467)	-	(73,858,467)	-	(73,858,467)
Opening balance at 1 January 2020												
- restated		509,502,100	1,058,003,500	4,605,502	1,836,570	42,694,664	55,000,000	(331,275,186)	386,067	1,340,753,217	143,811	1,340,897,028
Change in equity for period												
Appropriation of legal reserve		-	-	-	-	-	7,500,000	(7,500,000)	-	-	-	-
Total comprehensive income for the period		-	-	-	-	-	-	233,901,971	-	233,901,971	27,536	233,929,507
Closing balance at 30 June 2020		<u>509,502,100</u>	<u>1,058,003,500</u>	<u>4,605,502</u>	<u>1,836,570</u>	<u>42,694,664</u>	<u>62,500,000</u>	<u>(104,873,215)</u>	<u>386,067</u>	<u>1,574,655,188</u>	<u>171,347</u>	<u>1,574,826,535</u>

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited
Statement of Changes in Equity (Cont'd)
For the six-month period ended 30 June 2020

	Separate financial information (Unaudited)					
	Notes	Issued and paid-up share capital Baht	Share premium Baht	Retained earnings		Total equity Baht
				Appropriated - legal reserve Baht	Unappropriated Baht	
Opening balance at 1 January 2019		508,002,100	1,050,503,500	55,000,000	(127,022,846)	1,486,482,754
Change in equity for period						
Increase in share capital	15	1,500,000	7,500,000	-	-	9,000,000
Total comprehensive expense for the period		-	-	-	(76,196,806)	(76,196,806)
Closing balance at 30 June 2019		<u>509,502,100</u>	<u>1,058,003,500</u>	<u>55,000,000</u>	<u>(203,219,652)</u>	<u>1,419,285,948</u>
Balance at 31 December 2019 - previously reported		509,502,100	1,058,003,500	55,000,000	(39,152,091)	1,583,353,509
Retrospective adjustments from changes in accounting policy	4	-	-	-	(43,863,380)	(43,863,380)
Opening balance at 1 January 2020 - restated		509,502,100	1,058,003,500	55,000,000	(83,015,471)	1,539,490,129
Change in equity for period						
Appropriation of legal reserve		-	-	7,500,000	(7,500,000)	-
Total comprehensive income for the period		-	-	-	224,413,066	224,413,066
Closing balance at 30 June 2020		<u>509,502,100</u>	<u>1,058,003,500</u>	<u>62,500,000</u>	<u>133,897,595</u>	<u>1,763,903,195</u>

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited
Statement of Cash Flows
For the six-month period ended 30 June 2020

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited) 2020 Baht	(Unaudited) 2019 Baht	(Unaudited) 2020 Baht	(Unaudited) 2019 Baht
Cash flows from operating activities					
Profit(loss) before income tax		252,701,269	(94,404,566)	247,545,709	(80,043,452)
Adjustments for:					
Depreciation of building and equipment	9	6,448,314	6,778,743	2,035,328	2,031,984
Depreciation of fiber optic network	11	31,795,504	35,104,532	19,709,743	25,828,916
Amortisation of right-of-use assets	10	43,173,221	-	10,429,516	-
Amortisation expenses	9	832,066	863,742	304,089	335,519
(Reversal of) impairment loss on trade receivables		(3,218,874)	6,493,683	3,287,360	4,685,000
Reversal of impairment loss on contract assets		(8,109,089)	(556,924)	(12,282,361)	(69,637)
Reversal of impairment of loans to related parties	20	(3,995,979)	-	(3,995,979)	-
Gain on disposal of fiber optic network	18	(37,194,176)	-	(72,928,327)	-
Gain on disposal of equipment		-	(810)	-	(930)
Loss from write off of equipment	9	927,969	58	915,448	31
Loss from write off of fiber optic network	11	15,690,460	-	15,690,460	-
Loss from write off of intangible assets	9	10,677	17,934	-	12,326
Interest income		(6,278,126)	(10,786,546)	(7,515,172)	(11,338,212)
Interest expense		24,034,168	20,769,861	16,008,056	18,077,314
Loss on diminution in value of inventories		6,619,850	5,696,007	5,839,451	3,339,000
Employee benefit obligations		4,640,526	2,848,889	1,552,457	842,184
Share of loss of investments in associates	8	14,111,933	11,103,000	-	-
Share of (profit) loss of investments in joint ventures	8	(13,344,434)	4,418,458	-	-
Changes in operating assets and liabilities					
- trade and other receivables		(246,733,435)	91,740,437	(29,297,866)	(39,387,692)
- long-term receivables		15,084,249	114,887,670	545,260	992,523
- contract assets		13,510,010	-	21,059,341	-
- inventories		(136,979,973)	(69,607,621)	(75,972,585)	(77,120,106)
- other current assets		34,481,808	(7,854,925)	35,602,771	(5,300,507)
- prepaid rent		-	5,623,425	-	5,782,858
- other non-current assets		(33,109,543)	944,985	1,217,898	(11,997)
- trade and other payables		179,943,855	(30,492,291)	(2,114,676)	(20,672,258)
- other current liabilities		12,141,049	(7,611,166)	2,885,421	417,139
- other non-current liabilities		16,505,973	221,549	-	-
Cash generated from (used in) operations		183,689,272	86,198,124	180,521,342	(171,599,997)
<u>Less</u> Interest paid		(17,156,487)	(20,859,701)	(12,048,469)	(17,770,480)
Income tax refund		-	2,066,379	-	-
Income tax paid		(7,323,163)	(14,404,910)	(1,533,065)	(2,271,407)
Net cash generated from (used in) operating activities		159,209,622	52,999,892	166,939,808	(191,641,884)

The accompanying notes form part of this interim financial information.

ALT Telecom Public Company Limited
Statement of Cash Flows (Cont'd)
For the six-month period ended 30 June 2020

	Notes	Consolidated		Separate	
		financial information		financial information	
		(Unaudited) 2020 Baht	(Unaudited) 2019 Baht	(Unaudited) 2020 Baht	(Unaudited) 2019 Baht
Cash flows from investing activities					
Proceeds from short-term investments		-	10,185	-	10,185
Payment for financial assets measured at amortised cost		(81,299)	-	(81,299)	-
Purchase of interest in a joint ventures		-	(489,990)	-	(489,990)
Payment for investment in subsidiary	8	-	-	(100,000,000)	-
Purchase of building and equipment	9	(778,075)	(1,199,970)	(360,523)	(52,568)
Purchase of fiber optic network	11	(19,442,967)	(55,019,143)	(4,856,454)	(15,972,990)
Purchase of intangible assets	9	(53,800)	(62,150)	(11,800)	(14,400)
(Decrease) increase in restricted cash		(11,291,063)	8,252,775	(73)	1,989,182
Payment for short-term loans to related parties	20	(134,500,000)	(25,080,000)	(201,500,000)	(135,480,000)
Proceeds from short-term loans to related parties	20	272,000,000	53,000,000	298,500,000	181,700,000
Proceeds from disposals of equipment		-	2,748	-	935
Interest received		5,921,562	27,877,006	7,615,304	29,054,527
Net cash generated from (used in) investing activities		111,774,358	7,291,461	(694,845)	60,744,881
Cash flows from financing activities					
Repayments of short-term borrowings from financial institution		(136,456,403)	(161,455,465)	(36,640,505)	(87,881,384)
Repayments of lease liabilities	14	(38,963,938)	(130,320)	(500,000)	-
Proceeds from short-term borrowing from related parties	20	-	-	71,500,000	270,000,000
Repayment of short-term borrowing from related parties	20	(1,000,000)	-	(133,600,000)	(70,000,000)
Repayments of long-term borrowing from financial institution	13	(13,415,545)	(9,018,179)	(13,415,545)	(9,018,179)
Proceeds from shares issuance	15	-	9,000,000	-	9,000,000
Net cash (used in) generated from financing activities		(189,835,886)	(161,603,964)	(112,656,050)	112,100,437
Net increase (decrease) in cash and cash equivalents					
Opening balance of cash and cash equivalents		81,148,094	(101,312,611)	53,588,913	(18,796,566)
		35,375,657	191,741,677	15,193,700	53,850,312
Closing balance of cash and cash equivalents		116,523,751	90,429,066	68,782,613	35,053,746

The accompanying notes form part of this interim financial information.

1 General information

ALT Telecom Public Company Limited (the “Company”) is a public limited company which listed on the Stock Exchange of Thailand. The Company is incorporated and domiciled in Thailand. The address of the Company’s registered office is as follows:

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

The principal business operations of the Company and its subsidiaries (“the Group”) are sales, installation, maintenance and network rental for telecommunication network.

The interim consolidated and separate financial information was authorised for issue by the Board of Directors on 11 August 2020.

This interim financial information has been reviewed, not audited.

2 Basis of preparation

The interim consolidated and separate financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued 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 2019.

An English version of the interim financial information has been prepared from the interim financial information that is 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.

3 Accounting policies

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 2019, except for the following:

3.1 Financial reporting standards that are effective for accounting period beginning or after 1 January 2020 that are relevant to the Group

The Group has applied the following standards for the first time for reporting period commencing 1 January 2020

3.1.1 TFRS 16, Leases

3.1.2 Financial instruments

The new financial standards relate to financial instruments are:

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 Group had to change its accounting policies as a result of adopting TFRS 16 and Financial instruments. The Group elected to adopt the new rules retrospectively but recognised the cumulative effect of initial applying the new standards on 1 January 2020. The adoption of new financial reporting standards and changes in accounting policies in Note 4.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

3.2 The temporary exemption guidance to relieve the impact from COVID-19

The Federation of Accounting Professions (TFAC) announced on 22 April 2020 the temporary exemption guidance to relieve the impact from COVID-19 for the reporting periods ending between 1 January 2020 and 31 December 2020. The Group has considered and applied the following exemptions:

Reversal of deferred tax assets

The Group has chosen to exclude information related to COVID-19 which causes uncertainty when considering the sufficiency of future taxable profit for the purpose of assessing the utilisation of deductible temporary differences. Instead, the Group writes down the carrying amount of the deferred tax assets when it's not probable that the future taxable profit will be available for utilising the deductible temporary differences. Apart from this, the Group still has to comply with other requirements under TAS 12.

Impairment of assets

The Group has chosen to exclude information related to COVID-19 as an indication of the impairment of assets.

Impairment of trade receivables and contract assets

The Group has chosen to exclude forward-looking information related to COVID-19 in assessing the expected credit loss under the simplified approach of trade receivables and contract assets. At 30 June 2020, the expected credit loss of Baht 48.31 million and Baht 32.12 million in the consolidated and separate financial statements respectively were assessed based on historical credit loss together with the management's judgement in estimating the expected credit loss.

Modification of leases agreement - TFRS 16

When the Group, as a lessee, receives discount or deduction of lease payment due to the COVID-19 situation, the Group will not treat the discount as a lease modification under TFRS 16. The Group will apply this to all contracts received discount. The adjustments when receiving discount are:

- Gradually adjust lease liability during the discount period based on proportion of discount received.
- Reverse depreciation arising from right of use and interest expense arising from lease liability based on the proportion of a decrease in rental fee.
- Recognise a difference in profit or loss.
- No re-adjustment to right of use and lease liability resulting from a remaining portion of lease deduction.

Apart from this, the Group still has to comply with other requirements under TFRS 16.

Assessment of provisions and contingent liabilities

The Group has chosen to exclude the COVID-19 situation as a past event that has resulted in a present obligation in assessing the Group's provisions and contingent liabilities.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

4 Adoption of new financial reporting standards and changes in accounting policies

The Group has adopted financial reporting standards relating to financial instruments (TAS 32, TFRS 7 and TFRS 9) and leases standard (TFRS 16) retrospectively from 1 January 2020, but has not restated comparatives for the 2018 reporting period, as permitted in the standards. The reclassifications and adjustments arising from the new requirements are therefore recognised in the opening statement of financial position on 1 January 2020.

The following tables show the adjustments made to the amounts recognised in each line item in the statement of financial position upon adoption of the financial reporting standards relate to financial instruments (TAS 32 and TFRS 9) and leases standard (TFRS 16):

	Consolidated financial information			
	At 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	At 1 January 2020 Restated Baht
Assets				
Current assets				
Short-term investments	840,974	(840,974)	-	-
Trade and other receivables	246,977,955	(9,801,060)	-	237,176,895
Contract assets	135,860,710	(23,901,341)	-	111,959,369
Current portion of prepaid rent	24,330,097	-	(24,330,097)	-
Short-term loans to related parties	150,000,000	-	-	150,000,000
Financial assets measured at amortised cost	-	840,974	-	840,974
Total current assets	558,009,736	(33,702,401)	(24,330,097)	499,977,238
Non-current assets				
Right-of-use assets	-	900,471	310,805,494	311,705,965
Prepaid Rent	60,373,158	-	(60,373,158)	-
Long-term loans to related parties	196,580,000	(24,229,244)	-	172,350,756
Fiber optic network equipment	1,086,507,276	-	(9,579,983)	1,076,927,293
Other non-current assets	71,261,729	(924,392)	-	70,337,337
Total non-current assets	1,414,722,163	(24,253,165)	240,852,353	1,631,321,351
Total assets	1,972,731,899	(57,955,566)	216,522,256	2,131,298,589
Liabilities and equity				
Current liabilities				
Trade and other payables	381,166,228	-	(13,178,689)	367,987,539
Current portion of finance lease liabilities	313,205	-	(313,205)	-
Current portion of lease liabilities	-	-	58,262,692	58,262,692
Total current liabilities	381,479,433	-	44,770,798	426,250,231
Non-current liabilities				
Lease liabilities	-	-	187,654,359	187,654,359
Total non-current liabilities	-	-	187,654,359	187,654,359
Total liabilities	381,479,433	-	232,425,157	613,904,590
Equity				
Retained earnings	(257,416,719)	(57,955,566)	(15,902,901)	(331,275,186)
Total equity	(257,416,719)	(57,955,566)	(15,902,901)	(331,275,186)
Total liabilities and equity	124,062,714	(57,955,566)	216,522,256	282,629,404

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

	Separate financial information			
	At 31 December 2019 Previously reported Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Baht	TFRS 16 Reclassifications and adjustments Baht	At 1 January 2020 Restated Baht
Assets				
Current assets				
Short-term investments	840,974	(840,974)	-	-
Trade and other receivables	222,359,414	(5,246,793)	-	217,112,621
Contract assets	41,734,724	(7,971,318)	-	33,763,406
Current portion of prepaid rent	18,684,716	-	(18,684,716)	-
Short-term loans to related parties	188,500,000	-	-	188,500,000
Financial assets measured at amortised cost	-	840,974	-	840,974
Total current assets	472,119,828	(13,218,111)	(18,684,716)	440,217,001
Non-current assets				
Right-of-use assets	-	-	201,073,600	201,073,600
Prepaid Rent	60,373,158	-	(60,373,158)	-
Long-term loans to related parties	196,580,000	(24,229,244)	-	172,350,756
Fiber optic network equipment	732,830,027	-	(6,915,984)	725,914,043
Total non-current assets	989,783,185	(24,229,244)	133,784,458	1,099,338,399
Total assets	1,461,903,013	(37,447,355)	115,099,742	1,539,555,400
Liabilities and equity				
Current liabilities				
Trade and other payables	576,329,001	-	(13,178,689)	563,150,312
Current portion of lease liabilities	-	-	1,121,529	1,121,529
Total current liabilities	576,329,001	-	(12,057,160)	564,271,841
Non-current liabilities				
Lease liabilities	-	-	133,572,927	133,572,927
Total non-current liabilities	-	-	133,572,927	133,572,927
Total liabilities	576,329,001	-	121,515,767	697,844,768
Equity				
Retained earnings	(39,152,091)	(37,447,355)	(6,416,025)	(83,015,471)
Total equity	(39,152,091)	(37,447,355)	(6,416,025)	(83,015,471)
Total liabilities and equity	537,176,910	(37,447,355)	115,099,742	614,829,297

Adjustments recognised on adoption of Financial Instruments (TAS 32 and TFRS 9)

Impairment

The new requirements on the impairment losses will lead to expected credit losses having to be considered and recognised at the initial recognition and subsequent period. As of 1 January 2020, there will be an increase in impairment losses of Baht 33.70 and Baht 13.22 in consolidated and separate financial statements, respectively, due to application of the simplified approach for trade receivables and contract assets. The transition adjustment will be recognised as an adjustment to the opening balance of retained earnings.

Adjustments recognised on adoption of Leases (TFRS 16)

On adoption of TFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of TAS 17 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as of 1 January 2020. The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 January 2020 was 4.45% - 5.28%.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

For leases previously classified as finance leases the Group recognised the carrying amount of the lease asset and lease liability immediately before transition as the carrying amount of the right of use asset and the lease liability at the date of initial application. The measurement principles of TFRS 16 are only applied after that date.

A reconciliation of lease liabilities recognised as at 1 January 2020.

	Consolidated financial information Baht	Separate financial information Baht
Operating lease commitments disclosed at 31 December 2019	370,702,129	195,815,745
Add: Finance lease liabilities	313,205	-
Less: Discounted using the lessee's incremental borrowing rate of at the date of initial application	(125,098,283)	(61,121,289)
Lease liability recognised at 1 January 2020	245,917,051	134,694,456
Current lease liabilities	58,262,692	1,121,529
Non-current lease liabilities	187,654,359	133,572,927

The associated right-of-use assets for property leases were measured on a retrospective basis as if the new rules had always been applied adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position as at 31 December 2019. There were no onerous lease contracts that would have required an adjustment to the right-of-use assets at the date of initial application.

The recognised right-of-use assets relate to the following types of assets:

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	1 January 2020 Baht	30 June 2020 Baht	1 January 2020 Baht
Properties	244,676,580	311,705,965	81,137,390	201,073,600
Total right-of-use assets	244,676,580	311,705,965	81,137,390	201,073,600

Practical expedients applied

In applying TFRS 16 for the first time, the group has used the following practical expedients permitted by the standard:

- the use of a single discount rate to a portfolio of leases with reasonably similar characteristics
- reliance on previous assessments on whether leases are onerous
- the accounting for operating leases with a remaining lease term of less than 12 months as at 1 January 2020 as short-term leases
- the exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application
- the use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease, and
- elect not to reassess whether a contract is, or contains a lease as defined under TFRS 16 at the date of initial application but relied on its assessment made applying TAS 17 and TFRIC 4 Determining whether an Arrangement contains a Lease.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

Changes in accounting policies from adoption of the financial reporting standards related to financial instruments and leases

Financial instruments (IFRS 9)

Investments and other financial assets

Classification and measurements

From January 2020, the Group classifies its financial assets as follows:

- those to be measured subsequently at fair value either through profit or loss (FVPL) or through other comprehensive income (FVOCI); and
- those to be measured at amortised cost.

The Group initially recognises a financial asset on trade date at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset, except financial assets that are measured at FVPL whose transaction costs are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Debt instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories:

- Amortised cost: Assets that are held for collection of contractual cash flows that represent solely payments of principal and interest (SPPI) are measured at amortised cost. Interest income is included in finance income using the effective interest method. Any gain or loss on derecognition is presented in other gains/(losses), together with foreign exchange gains and losses. Impairment losses are presented as separate line item.
- FVOCI: Assets that are held for collection of contractual cash flows that represent SPPI and for selling the financial assets are measured at FVOCI. Movements in the carrying amount are taken through OCI, except impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit or loss. Interest revenue is included in finance income. Foreign exchange gains and losses are presented in other gains/(losses). Impairment losses are presented as separate line item. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified to profit or loss in other gains/(losses).
- FVPL: Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on subsequent measurement is presented in other gains/(losses).

The Group reclassifies debt instruments only when its business model for managing those assets changes.

Equity instruments

All equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss, or ii) at fair value through other comprehensive income without subsequent recycling to profit or loss. The classification of equity instruments is considered on investment-by-investment basis. Dividends from such investment continue to be recognised in profit or loss as other income.

Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade date, being the date on which the group commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the group has transferred substantially all the risks and rewards of ownership.

Impairment

From 1 January 2020, the Group assesses expected credit loss on a forward-looking basis for its financial assets carried at FVOCI and at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk, except trade receivables, contract assets, and lease receivables which the Group applies the simplified approach in determining its expected credit loss.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

Financial guarantee

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of a) the amount of expected credit loss determined; and b) the amount initially recognised less the cumulative amount of income recognised.

Leases (IFRS 16)

The Group leases various telecommunication network properties. Rental contracts are typically made for fixed periods of 2 to 30 years but may have extension options. Before 2020 financial year, leases were classified as either finance or operating leases. Payments made under operating leases (net of any incentives received from the lessor) were charged to profit or loss on a straight-line basis over the period of the lease.

From 1 January 2020, leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the group. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Liabilities arising from a lease are initially measured on the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the lessee's incremental borrowing rate is used, being the rate that the lessee would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received
- any initial direct costs, and
- restoration costs.

Right-of-use assets are measured at cost comprising the amount of the initial measurement of lease liability, any lease payments made at or before the commencement date less any lease incentives received, any initial direct costs, and restoration costs. Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss.

5 Estimates

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.

6 Segment and revenue 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.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

The Chief Operating Decision Maker considers the following reporting segments.

	Consolidated financial information			
	Network equipment distribution Baht	Network equipment installation Baht	Network equipment rental Baht	Total Baht
For the six-month period ended 30 June 2020				
Total revenue	53,473,461	409,766,984	96,844,472	560,084,917
Segment results	10,116,322	(39,062,979)	(31,348,991)	(60,295,648)
Other income				422,905,927
Unallocated costs				(88,876,156)
Share of results of investments				(767,499)
Finance costs				(20,265,355)
Profit before income tax				252,701,269
Income tax				(18,771,762)
Net income				233,929,507
Timing of revenue recognition				
At a point in time	53,473,461	-	-	53,473,461
Over time	-	409,766,984	96,844,472	506,611,456
Total revenue	53,473,461	409,766,984	96,844,472	560,084,917
30 June 2020				
	Network equipment distribution Baht	Network equipment installation Baht	Network equipment rental Baht	Total Baht
Fixed assets	30,712,182	202,466,235	684,858,380	918,036,797
Other assets	119,392,345	603,933,002	282,236,333	1,005,561,680
Unallocated assets				1,307,046,259
Consolidated total assets				3,230,644,736

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

	Consolidated financial information			Total Baht
	Network equipment distribution Baht	Network equipment installation Baht	Network equipment rental Baht	
For the six-month period ended 30 June 2019				
Total revenue	77,988,578	160,950,368	82,323,763	321,262,709
Segment results	15,244,019	64,606,378	(59,484,804)	20,365,593
Other income				17,224,168
Unallocated costs				(95,703,008)
Share of results of investments				(15,521,458)
Finance costs				(20,769,861)
Loss before income tax				(94,404,566)
Income tax				(4,078,131)
Net loss				(98,482,697)
Timing of revenue recognition				
At a point in time	77,988,578	-	-	77,988,578
Over time	-	160,950,368	82,323,763	243,274,131
Total revenue	77,988,578	160,950,368	82,323,763	321,262,709
31 December 2019				
	Network equipment distribution Baht	Network equipment installation Baht	Network equipment rental Baht	Total Baht
Fixed assets	30,098,716	43,099,824	1,104,758,616	1,177,957,156
Other assets	134,378,700	646,491,507	182,048,970	962,919,177
Unallocated assets				734,201,843
Consolidated total assets				2,875,078,176

The Group has 3 major customers which operate in telecommunication businesses. The revenue generated from those customers is 29.40% of the total revenue in the consolidated statement of comprehensive income for the six-month period ended 30 June 2020. These customers belong to network equipment distribution and network equipment installation segments.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

7 Trade and other receivables

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Trade receivables				
Trade receivables - third parties	347,735,299	161,337,316	152,065,108	59,952,464
Trade receivables - related parties (Note 20)	56,279,149	35,677,750	4,418,587	106,625,097
Total trade receivables	404,014,448	197,015,066	156,483,695	166,577,561
<u>Less</u> Impairment loss on trade receivables	(19,928,439)	(13,346,253)	(15,271,384)	(6,737,232)
Trade receivables, net	384,086,009	183,668,813	141,212,311	159,840,329
Other receivables				
Other receivables - third parties	9,294,185	5,766,787	1,215,860	657,945
Other receivables - related parties (Note 20)	510,668,135	12,994,961	551,819,013	25,029,114
Advance payment - third parties	1,840,721	308,697	561,449	101,259
Advance payment - related parties (Note 20)	789,401	-	848,182	811,041
Advance payment for inventory	2,934,214	1,348,142	1,219,867	1,226,147
Advance payment for inventory - related parties (Note 20)	18,402,425	21,658,178	18,402,425	21,658,178
Accrued interest income - related parties (Note 20)	89,143	10,989	89,143	10,989
Accrued income	8,385,882	13,292,873	3,051,145	6,886,203
Accrued income - related parties (Note 20)	4,445,765	9,377,747	11,385,269	5,147,764
Prepayments	1,444,984	3,400,768	899,392	990,445
Total other receivables	558,294,855	68,159,142	589,491,745	62,519,085
<u>Less</u> Impairment loss on other receivables	(4,850,000)	(4,850,000)	-	-
Other receivables, net	553,444,855	63,309,142	589,491,745	62,519,085
Total trade and other receivables, net	937,530,864	246,977,955	730,704,056	222,359,414

Outstanding trade accounts receivable - third parties can analyse aging as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Trade account receivables - third parties				
Current	250,287,216	57,795,436	93,597,495	7,298,768
Overdue less than 3 months	35,277,806	39,007,845	6,555,245	2,256,905
Overdue 3 months but less than 6 months	3,401,485	7,932,043	1,294,508	451,937
Overdue 6 months but less than 9 months	4,994,661	2,107,365	101,058	2,107,365
Overdue 9 months but less than 12 months	1,614,504	3,593,931	1,154,392	3,593,931
Overdue over 12 months	52,159,627	50,900,696	49,362,410	44,243,558
Total trade account receivables - third parties	347,735,299	161,337,316	152,065,108	59,952,464
<u>Less</u> Impairment loss on trade receivables	(18,415,445)	(13,346,253)	(15,224,106)	(6,737,232)
Trade account receivables - third parties, net	329,319,854	147,991,063	136,841,002	53,215,232

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

Outstanding trade receivables - related parties can analyse aging as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Trade account receivables - related parties				
Current	2,565,954	674,095	2,028,672	8,877,313
Overdue less than 3 months	21,706,078	8,212,645	2,255,378	55,671,905
Overdue 3 months but less than 6 months	2,104,812	2,445,934	24,289	15,000,976
Overdue 6 months but less than 9 months	7,874,833	5,047,270	-	44,940
Overdue 9 months but less than 12 months	3,624,852	4,120,600	65,308	27,029,963
Overdue over 12 months	18,402,620	15,177,206	44,940	-
Total trade account receivables - related parties	56,279,149	35,677,750	4,418,587	106,625,097
<u>Less</u> Impairment loss on trade receivables	(1,512,994)	-	(47,278)	-
Trade account receivables - related parties, net	54,766,155	35,677,750	4,371,309	106,625,097

8 Investments in subsidiaries, associates and joint ventures

Movements of investments

Investments in subsidiaries

Movements of investments in subsidiaries for six-month period ended 30 June 2020 are as follows:

	Separate financial information Baht
Opening net book value	800,311,507
Increase in investment	100,000,000
Closing net book value	900,311,507

Addition of investments in subsidiaries

International Gateway Company Limited

On 25 May 2020, the Company paid for investment in International Gateway Company Limited, amounting to Baht 100,000,000 to acquire 1,000,000 shares with a par value of Baht 100 per share. After the acquisition, the investment represents 99.99% of issued shares.

Director _____
 Pyut Bhuwakulwong

Director _____
 Preeyapun Bhuwakul

Investments in associates

Movements of investments in associates for six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value	38,586,346	39,935,345
Share of net loss	(14,111,933)	-
Closing net book value	24,474,413	39,935,345

Investments in joint ventures

Movements of investments in joint ventures for six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value	41,974,942	37,214,815
Share of net profit	13,344,434	-
Closing net book value	55,319,376	37,214,815

9 Property, plant, equipment and intangible assets

Movements of property, plant and equipment and intangible assets for six-month period ended 30 June 2020 are as follows:

	Consolidated financial information		Separate financial information	
	Property, plant and equipment Baht	Intangible assets Baht	Property, plant and equipment Baht	Intangible assets Baht
Opening net book value	91,449,880	8,809,993	56,843,370	2,674,673
Addition	778,075	53,800	360,523	11,800
Write-off, net	(927,969)	(10,677)	(915,448)	-
Depreciation/amortisation	(6,448,314)	(832,066)	(2,035,328)	(304,089)
Closing net book value	84,851,672	8,021,050	54,253,117	2,382,384

As at 30 June 2020, the land and buildings have been pledged with the net book value of Baht 64.94 million and Baht 51.50 million in the consolidated and separate financial statements, respectively (2019: Baht 73.32 million and Baht 53.47 million in the consolidated and separate financial statements, respectively) under bank facilities, bank overdrafts and short-term borrowings from financial institutions (Note 12).

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

10 Right-of-use assets

Movements of right-of-use assets for the six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value - restated (Note 4)	311,705,965	201,073,600
Addition	85,650,530	-
Disposal, net	(109,506,694)	(109,506,694)
Amortisation	(43,173,221)	(10,429,516)
Closing net book value	244,676,580	81,137,390

11 Fiber optic network equipment

Movements of fiber optic network equipment for six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value - restated (Note 4)	1,076,927,293	725,914,043
Addition	19,442,967	4,856,454
Write-off, net	(15,690,460)	(15,690,460)
Transfer out - Non-current asset held for sales	(460,375,751)	(466,729,430)
Depreciation charge	(31,795,504)	(19,709,743)
Closing net book value	588,508,545	228,640,864

During the first quarter of 2020, the Company classified fiber optic network equipment of Baht 442.87 million as non-current asset held-for-sale in the consolidated and separate statements of financial position (net off provision for decommissioning of Baht 23.86 million).

On 30 June 2020, the Company sold fiber optic network equipment consisting of non-current asset held-for-sale of Baht 436.52 million, right-of-use assets of Baht 109.51 million and lease liabilities of Baht 122.82 million in an exchange for a consideration of Baht 496.14 million. The Group and the Company recognised gain on disposal amounting to Baht 37.19 and 72.39 million as other income in the consolidated and separate statement of comprehensive income (Note 20).

12 Bank overdrafts and short-term borrowings from financial institutions

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Short-term borrowings from financial institutions	7,249	87,729,564	8,857	45,735,878
Promissory notes	687,538,771	730,330,448	472,594,747	458,838,414
Trust receipt	57,002,338	62,944,749	3,800,000	8,469,817
Total	744,548,358	881,004,761	476,403,604	513,044,109

Bank overdrafts and promissory notes are secured over a part of land and buildings of the Group (Note 9).

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

13 Long-term borrowings

Long-term borrowings can be classified as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Current portion	27,095,565	27,468,000	27,095,565	27,468,000
Non-Current portion	23,387,000	36,430,110	23,387,000	36,430,110
Total	50,482,565	63,898,110	50,482,565	63,898,110

Movements of long-term borrowings for six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening book value	63,898,110	63,898,110
Loans repaid during the period	(13,415,545)	(13,415,545)
Closing book value	50,482,565	50,482,565

14 Lease liabilities

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	1 January 2020 Baht	30 June 2020 Baht	1 January 2020 Baht
Current portion of lease liabilities	57,936,595	58,262,692	644,208	1,121,529
Lease liabilities	107,958,152	187,654,359	6,947,681	133,572,927
	165,894,747	245,917,051	7,591,889	134,694,456

The movements of lease liabilities for the six-month period ended 30 June 2020 can be analysed as follows:

	Consolidated financial information		
	Lease payables Baht	Deferred interest Baht	Lease liabilities Baht
Opening net book value - restated (Note 4)	376,302,014	(130,384,963)	245,917,051
Cash outflows:			
Repayment	(38,963,938)	-	(38,963,938)
Non-cash changes:			
Addition	89,707,552	(7,181,475)	82,526,077
Disposal, net	(249,564,798)	119,389,114	(130,175,684)
Amortised deferred interest	-	6,591,241	6,591,241
Closing net book value	177,480,830	(11,586,083)	165,894,747

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

	Separate financial information		
	Lease payables Baht	Deferred interest Baht	Lease liabilities Baht
Opening net book value - restated (Note 4)	259,564,798	(124,870,342)	134,694,456
Cash outflows:			
Repayment	(500,000)	-	(500,000)
Non-cash changes:			
Disposal, net	(249,564,798)	119,389,114	(130,175,684)
Amortised deferred interest	-	3,573,117	3,573,117
Closing net book value	9,500,000	(1,908,111)	7,591,889

15 Share capital

	Authorised number of Share	Issued and fully paid-up number of Share	Ordinary shares Baht	Share premium Baht	Total Baht
At 1 January 2019	1,250,000,000	1,016,004,200	508,002,100	1,050,503,500	1,558,505,600
Issue of shares	-	3,000,000	1,500,000	7,500,000	9,000,000
At 31 December 2019	1,250,000,000	1,019,004,200	509,502,100	1,058,003,500	1,567,505,600
Issue of shares	-	-	-	-	-
At 30 June 2020	1,250,000,000	1,019,004,200	509,502,100	1,058,003,500	1,567,505,600

There were no warrants exercised during the period (Note 16).

16 Warrants

At the Extraordinary General Meeting of Shareholders No. 1/2017 held on 30 November 2017, the shareholders have passed the resolution 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	31 December 2019	Exercise during the year	30 June 2020
			Outstanding warrant Unit		Outstanding warrant Unit
ALT-W1	19 December 2017	18 December 2020	230,984,505	-	230,984,505
			230,984,505	-	230,984,505

There were no warrants exercised during the period.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

17 Earnings (loss) per share

Calculation for basic and diluted earnings (loss) per share for the three-month and six-month are as follows:

For the three-month period ended 30 June	Consolidated financial information		Separate financial information	
	2020	2019	2020	2019
Earnings (loss) (Baht)				
Profit (loss) attributable to ordinary shareholders of the Company (Baht)	45,244,301	(37,172,769)	22,927,706	(37,104,248)
Weighted average number of ordinary shares outstanding (Shares)	1,019,004,200	1,019,004,200	1,019,004,200	1,019,004,200
Increase in number of ordinary shares from par value adjustment (Shares)	-	-	-	-
Total weighted average number of ordinary shares (Shares)	1,019,004,200	1,019,004,200	1,019,004,200	1,019,004,200
Adjustments for warrants ALT-W1 (Units)	-	-	-	-
Weighted average number of ordinary shares for diluted earnings (loss) per share (Shares)	1,019,004,200	1,019,004,200	1,019,004,200	1,019,004,200
Basic earnings (loss) per share (Baht per share)	0.04	(0.04)	0.02	(0.04)
Diluted earnings (loss) per share (Baht per share)	-	-	-	-

The Company's earnings (loss) per share is not dilutive for the three-month period then ended 30 June 2020 as the diluted earnings (loss) per share similar to basic earnings (loss) per share.

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2020	2019	2020	2019
Earnings (loss) (Baht)				
Profit (loss) attributable to ordinary shareholders of the Company (Baht)	233,901,971	(98,468,810)	224,413,066	(76,196,806)
Weighted average number of ordinary shares outstanding (Shares)	1,019,004,200	1,016,004,200	1,019,004,200	1,016,004,200
Increase in number of ordinary shares from par value adjustment (Shares)	-	1,790,055	-	1,790,055
Total weighted average number of ordinary shares (Shares)	1,019,004,200	1,017,794,255	1,019,004,200	1,017,794,255
Adjustments for warrants ALT-W1 (Units)	-	3,448,228	-	3,448,228
Weighted average number of ordinary shares for diluted earnings (loss) per share (Shares)	1,019,004,200	1,021,242,483	1,019,004,200	1,021,242,483
Basic earnings (loss) per share (Baht per share)	0.23	(0.10)	0.22	(0.07)
Diluted earnings (loss) per share (Baht per share)	-	-	-	-

The Company's earnings (loss) per share is not dilutive for the six-month period then ended 30 June 2020 as the diluted earnings (loss) per share similar to basic earnings (loss) per share.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

18 Other income

For the three-month period ended 30 June	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	Baht	Baht	Baht	Baht
Management fee income				
- related parties	1,204,577	1,114,428	2,815,491	4,358,490
Rental income - related parties	356,047	407,334	698,110	2,924,763
Interest income	253,985	441,666	84,118	95,920
Interest income - related party	2,605,784	4,873,034	3,514,609	5,526,148
Compensation income	-	1,570,460	-	1,570,460
Gain on sale of asset	37,194,176	-	72,928,327	-
Others	5,948,970	288,522	191,000	53,818
Total	47,563,539	8,695,444	80,231,655	14,529,600

For the six-month period ended 30 June	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	Baht	Baht	Baht	Baht
Management fee income				
- related parties (Note 20)	2,527,247	2,228,856	7,319,903	8,716,980
Rental income - related parties (Note 20)	504,262	814,668	1,553,953	5,849,526
Interest income	490,480	944,053	86,290	197,735
Interest income - related party (Note 20)	5,787,646	9,842,493	7,428,882	11,140,477
Compensation income (Note 22)	369,618,267	3,015,198	369,618,267	3,015,198
Gain on sale of asset (Note 20)	37,194,176	-	72,928,327	-
Others	6,783,849	378,900	619,700	108,547
Total	422,905,927	17,224,168	459,555,322	29,028,463

19 Income tax

Income tax for six-month period ended 30 June are as follows:

	Consolidated financial information		Separate financial information	
	2020	2019	2020	2019
	Baht	Baht	Baht	Baht
Current income tax	4,527,623	7,711,854	-	-
Deferred income tax	14,244,139	(3,633,723)	23,132,643	(3,846,646)
	18,771,762	4,078,131	23,132,643	(3,846,646)

The interim income tax 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 7.43% and 9.34% per annum (2019: 4.32% and 4.81% per annum) for the consolidated and separate financial information, respectively. An increase in tax rate is a result of significant increase in other income.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

20 Related party transactions

a) Parent entity

The Group is controlled by the following parties:

Name	Relationship	% of ownership interest	
		30 June 2020	31 December 2019
ALT Holding Company Limited	Parent	50.33	50.01
Preeyaporn Tangpaosak	Ultimate controlling party	7.20	6.84
Preeyapun Bhuwakul	Ultimate controlling party	6.84	6.84
Pyut Bhuwakulwong	Ultimate controlling party	5.86	5.86

b) Transactions with related parties

Transactions with related parties as follows:

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2020 Baht	2019 Baht	2020 Baht	2019 Baht
Sales of goods				
Subsidiaries	-	-	1,830,668	37,500
Joint ventures	396,400	9,541	396,400	9,541
	396,400	9,541	2,227,068	47,041
Services				
Subsidiaries	-	-	955,905	7,410,562
Joint ventures	15,486,221	11,957,489	244,290	645,000
	15,486,221	11,957,489	1,200,195	8,055,562
Revenue from fiber optic network				
Subsidiaries	-	-	3,602,497	1,511,050
Associates	2,000,000	1,890,000	2,000,000	1,890,000
	2,000,000	1,890,000	5,602,497	3,401,050
Management fee income (Note 18)				
Subsidiaries	-	-	4,792,656	6,488,124
Joint ventures	2,527,247	2,228,856	2,527,247	2,228,856
	2,527,247	2,228,856	7,319,903	8,716,980
Rental and service income (Note 18)				
Subsidiaries	-	-	1,049,691	5,034,858
Joint ventures	504,262	814,668	504,262	814,668
	504,262	814,668	1,553,953	5,849,526
Interest income (Note 18)				
Subsidiaries	-	-	1,641,236	1,297,984
Associates	121,995	58,144	121,995	58,144
Joint ventures	5,665,651	9,784,349	5,665,651	9,784,349
	5,787,646	9,842,493	7,428,882	11,140,477

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2020	2019	2020	2019
	Baht	Baht	Baht	Baht
Purchases of goods and services				
Subsidiaries	-	-	11,961,314	49,800,565
Joint venture	3,415,106	4,015,586	67,481	1,948,423
	3,415,106	4,015,586	12,028,795	51,748,988
Gain on sale of asset (Note 11)				
Joint ventures	37,194,176	-	72,928,327	-
	37,194,176	-	72,928,327	-

c) Outstanding balances arising from sales and purchases of goods and services

The outstanding balances at the end of the reporting period in relation to transactions with related parties are as follows:

	Consolidated financial information		Separate financial information	
	30 June	31 December	30 June	31 December
	2020	2019	2020	2019
	Baht	Baht	Baht	Baht
Trade account receivables (Note 7)				
Subsidiaries	-	-	1,717,212	106,242,344
Associates	2,370,756	337,813	2,370,756	337,813
Joint ventures	53,908,393	35,339,937	330,619	44,940
	56,279,149	35,677,750	4,418,587	106,625,097
Other receivables (Note 7)				
Subsidiaries	-	-	5,417,227	12,034,153
Joint ventures	510,668,135	12,994,961	546,401,786	12,994,961
	510,668,135	12,994,961	551,819,013	25,029,114
Advance payment (Note 7)				
Subsidiaries	-	-	58,781	811,041
Joint ventures	789,401	-	789,401	-
	789,401	-	848,182	811,041
Advance payment for inventory (Note 7)				
Related party	18,402,425	21,658,178	18,402,425	21,658,178
	18,402,425	21,658,178	18,402,425	21,658,178
Accrued interest receivables (Note 7)				
Associates	89,143	10,989	89,143	10,989
	89,143	10,989	89,143	10,989
Accrued income (Note 7)				
Subsidiaries	-	-	7,233,571	2,360,764
Associates	1,136,698	375,000	1,136,698	375,000
Joint ventures	3,309,067	9,002,747	3,015,000	2,412,000
	4,445,765	9,377,747	11,385,269	5,147,764

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Trade accounts payable				
Subsidiaries	-	-	251,669,047	371,272,749
Joint ventures	7,389,206	4,782,664	707,765	635,609
Related party	978,712	54,093,350	978,712	54,094,750
	8,367,918	58,876,014	253,355,524	426,003,108
Other accounts payable				
Joint ventures	-	179,867	-	-
	-	179,867	-	-
Accrued expense				
Subsidiaries	-	-	-	11,411,235
	-	-	-	11,411,235

d) Loans to related parties

The outstanding balances at the end of the reporting period in relation to loans to related parties are as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Loans to related parties				
Subsidiaries	-	-	79,000,000	38,500,000
Associate	-	5,080,000	-	5,080,000
Joint venture	188,846,735	341,500,000	188,846,735	341,500,000
	188,846,735	346,580,000	267,846,735	385,080,000
Loans to related parties				
Current portion	4,000,000	150,000,000	83,000,000	188,500,000
Non-current portion	184,846,735	196,580,000	184,846,735	196,580,000
	188,846,735	346,580,000	267,846,735	385,080,000

Loans to related parties are due at call. However, the Company does not expect to call for repayment of loans to related parties within 12 months after the date of statement of financial position. Therefore, partial loans to related parties amounting to Baht 184.85 million in the consolidated and separate financial information are classified as non-current portion.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

ALT Telecom Public Company Limited
Condensed Notes to the Interim Financial Information (Unaudited)
For the six-month period ended 30 June 2020

The movements of loans to related parties for the six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening net book value - restated (Note 4)	322,350,756	360,850,756
Loans additions	134,500,000	201,500,000
Loans repayments	(272,000,000)	(298,500,000)
Reversal of impairment loss	3,995,979	3,995,979
Closing net book value	188,846,735	267,846,735

The loans to related parties are unsecured and denominated in Thai Baht. The loans carry interest at the rate of 5.00% and 5.25% per annum and due for repayment on demand.

e) Short-term loans from related parties

The outstanding balances at the end of the reporting period in relation to short-term loans from related parties are as follows:

	Consolidated financial information		Separate financial information	
	30 June 2020 Baht	31 December 2019 Baht	30 June 2020 Baht	31 December 2019 Baht
Parent	-	1,000,000	-	1,000,000
Subsidiaries	-	-	7,000,000	68,100,000
	-	1,000,000	7,000,000	69,100,000

The movements of short-term loans from related parties for the six-month period ended 30 June 2020 are as follows:

	Consolidated financial information Baht	Separate financial information Baht
Opening book value	1,000,000	69,100,000
Loans additions	-	71,500,000
Loans repayments	(1,000,000)	(133,600,000)
Closing book value	-	7,000,000

The 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.

f) Key management compensation

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2020 Baht	2019 Baht	2020 Baht	2019 Baht
Short-term employee benefits	14,734,413	15,422,448	4,827,667	4,785,673
Post-employee benefits	903,647	769,540	301,329	345,818
	15,638,060	16,191,988	5,128,996	5,131,491

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul

21 Bank guarantees

As at 30 June 2020, there are outstanding bank guarantees from providing construction services amounting to Baht 242.45 million and USD 3.00 million (31 December 2019: Baht 190.04 million and USD 3.00 million).

22 Significant transactions

a) Litigations

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 30 September 2016, 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 contract party has lodged an appeal to the court against the Company.

On 20 February 2020, the Supreme Administrative Court ordered the counter party to pay compensation to the Company. The Company received cash compensation amounting Baht 369.62 million, which was recognised as other income in the consolidated and separate statement of comprehensive income.

b) Long-term contracts

During 2020, the Company recognised loss on onerous contracts amounting to Baht 143.17 million as cost of services in the consolidated and separate statement of comprehensive income.

23 Event after the reporting period

a) On 3 August 2020, ALT Telecom Public Company Limited paid for investment in Smart Infranet Company Limited, a joint venture of the Company, amounting to Baht 269 million to acquire 26,901,000 shares with a par value of Baht 10 per share. There is no effect to the shareholding interest in Smart Infranet Company Limited after share subscription.

b) At the Board of Directors Meeting held on 11 August 2020, a resolution was passed to approve the share acquisition of 672,499 shares at a value of Baht 38 per share of Energymax Company Limited, representing 97.82% of total issued shares of Energymax Company Limited. The Company expects to complete the acquisition within August 2020.

Director _____
Pyut Bhuwakulwong

Director _____
Preeyapun Bhuwakul