

Mono Technology Public Company Limited
and its subsidiaries
Report and consolidated interim financial statements
For the three-month period ended 31 March 2014

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Mono Technology Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Mono Technology Public Company Limited and its subsidiaries as at 31 March 2014 and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Mono Technology Public Company Limited for the same period. 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 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 financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Supachai Phanyawattano
Certified Public Accountant (Thailand) No. 3930

EY Office Limited
Bangkok: 7 May 2014

Mono Technology Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2014

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2014</u>	<u>31 December 2013</u>	<u>31 March 2014</u>	<u>31 December 2013</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		732,194	875,482	491,323	631,260
Current investments - deposits with financial institutions		917,525	1,401,501	917,525	1,401,501
Trade and other receivables	3	290,161	403,377	356,530	493,689
Short-term loans to subsidiaries	2	-	-	839,496	105,514
Inventories		6,067	6,675	-	-
Prepaid expenses		32,462	24,022	11,449	11,027
Total current assets		<u>1,978,409</u>	<u>2,711,057</u>	<u>2,616,323</u>	<u>2,642,991</u>
Non-current assets					
Restricted bank deposits		297	294	-	-
Investments in subsidiaries	1.2, 4	-	-	575,496	469,289
Property, plant and equipment	5	415,067	220,334	71,646	69,971
Intangible assets	6	542,252	322,601	19,503	19,993
Prepaid cost of spectrum license	7	378,000	39,000	-	-
Deferred tax assets		34,287	21,768	2,099	1,604
Other non-current assets		47,049	41,055	19,260	16,525
Total non-current assets		<u>1,416,952</u>	<u>645,052</u>	<u>688,004</u>	<u>577,382</u>
Total assets		<u><u>3,395,361</u></u>	<u><u>3,356,109</u></u>	<u><u>3,304,327</u></u>	<u><u>3,220,373</u></u>

The accompanying notes are an integral part of the interim financial statements.

Mono Technology Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2014

(Unit: Thousand Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>31 March 2014</u>	<u>31 December 2013</u>	<u>31 March 2014</u>	<u>31 December 2013</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	8	195,422	199,651	173,526	199,075
Current portion of liabilities under finance lease agreements		17,036	16,830	2,853	3,960
Income tax payable		319	319	-	-
Other current liabilities		3,431	1,998	996	1,477
Total current liabilities		<u>216,208</u>	<u>218,798</u>	<u>177,375</u>	<u>204,512</u>
Non-current liabilities					
Liabilities under finance lease agreements, net of current portion		14,561	14,645	447	832
Provision for long-term employee benefits		25,459	23,992	14,556	13,796
Deferred tax liabilities		6,021	5,739	-	-
Total non-current liabilities		<u>46,041</u>	<u>44,376</u>	<u>15,003</u>	<u>14,628</u>
Total liabilities		<u>262,249</u>	<u>263,174</u>	<u>192,378</u>	<u>219,140</u>

The accompanying notes are an integral part of the interim financial statements.

Mono Technology Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2014

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>31 March 2014</u>	<u>31 December 2013</u>	<u>31 March 2014</u>	<u>31 December 2013</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
1,400,000,000 ordinary shares of Baht 0.1 each	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>
Issued and fully paid-up				
1,400,000,000 ordinary shares of Baht 0.1 each	140,000	140,000	140,000	140,000
Premium on ordinary shares	2,698,946	2,698,946	2,698,946	2,698,946
Retained earnings				
Appropriated - statutory reserve	14,000	14,000	14,000	14,000
Unappropriated	435,448	392,254	259,003	148,287
Other components of shareholders' equity	<u>(155,282)</u>	<u>(152,265)</u>	-	-
Total shareholders' equity	<u>3,133,112</u>	<u>3,092,935</u>	<u>3,111,949</u>	<u>3,001,233</u>
Total liabilities and shareholders' equity	<u>3,395,361</u>	<u>3,356,109</u>	<u>3,304,327</u>	<u>3,220,373</u>
	-	-	-	-

The accompanying notes are an integral part of the interim financial statements.

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Directors
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(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2014

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues				
Sales and service income	308,945	390,429	286,133	361,223
Dividend income from subsidiaries	4	-	75,997	90,397
Other income	20,052	9,807	30,600	19,297
Total revenues	<u>328,997</u>	<u>400,236</u>	<u>392,730</u>	<u>470,917</u>
Expenses				
Cost of sales and services	176,319	132,736	213,103	228,216
Selling and servicing expenses	27,424	15,271	9,074	10,639
Administrative expenses	84,176	50,536	50,640	35,526
Total expenses	<u>287,919</u>	<u>198,543</u>	<u>272,817</u>	<u>274,381</u>
Profit before finance cost and tax income (expenses)	<u>41,078</u>	<u>201,693</u>	<u>119,913</u>	<u>196,536</u>
Finance cost	(490)	(540)	(61)	(741)
Profit before tax income (expenses)	<u>40,588</u>	<u>201,153</u>	<u>119,852</u>	<u>195,795</u>
Tax income (expenses)	9	2,606	(9,136)	(20,197)
Profit for the period	<u>43,194</u>	<u>180,201</u>	<u>110,716</u>	<u>175,598</u>
Other comprehensive income:				
Exchange differences on translation of financial statements in foreign currency	(3,017)	591	-	-
Other comprehensive income for the period	<u>(3,017)</u>	<u>591</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>40,177</u>	<u>180,792</u>	<u>110,716</u>	<u>175,598</u>
Basic earnings per share (Baht)				
Profit attributable to equity holders of the Company	<u>0.03</u>	<u>0.16</u>	<u>0.08</u>	<u>0.15</u>
Weighted average number of ordinary shares (Thousand shares)	<u>1,400,000</u>	<u>1,155,000</u>	<u>1,400,000</u>	<u>1,155,000</u>

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries

Statement of cash flows

For the three-month period ended 31 March 2014

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Cash flows from operating activities				
Profit before tax	40,588	201,153	119,852	195,795
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation	10,612	7,950	5,221	4,668
Amortisation	13,441	2,769	614	485
Doubtful accounts	417	-	-	-
Reduction of inventory to net realisable value (reversal of)	(1,145)	320	-	-
Dividend received from investments in subsidiaries	-	-	(75,997)	(90,397)
Losses (gains) on sales and written-off of equipment	150	(9)	-	-
Unrealised losses (gains) on exchange	1	(36)	1,019	645
Provision for employee benefits (reversal of)	3,969	368	1,618	(548)
Interest income	(8,063)	(20)	(11,939)	(157)
Interest expenses	490	540	61	741
Profit from operating activities before changes in operating assets and liabilities	60,460	213,035	40,449	111,232
Operating assets (increase) decrease				
Trade and other receivables	99,369	(5,155)	120,410	(11,707)
Inventories	1,754	(7,904)	-	-
Prepaid expense	(8,440)	(801)	(422)	(1,900)
Other non-current assets	(2,213)	(3,073)	(683)	(207)
Operating liabilities increase (decrease)				
Trade and other payables	(16,739)	(11,527)	(25,396)	(48,275)
Other current liabilities	1,433	2,933	(481)	4,576
Cash from operating activities	135,624	187,508	133,877	53,719
Cash paid for income tax	(13,411)	(13,336)	(11,683)	(11,122)
Cash received from withholding tax refund	-	4,092	-	-
Net cash from (used in) operating activities	122,213	178,264	122,194	42,597

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the three-month period ended 31 March 2014

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Cash flows from investing activities				
Interest income	21,493	20	21,489	157
Increase in current investment - deposits with financial institutions	483,976	-	483,976	-
Increase in short-term loans to subsidiaries	-	-	(735,000)	(990)
Increase in restricted bank deposits	(3)	(3)	-	-
Increase in investments in subsidiaries	-	-	(106,207)	-
Dividends received from investments in subsidiaries	-	-	83,197	148,995
Acquisition of leasehold improvement and equipment	(200,319)	(5,590)	(7,693)	(2,431)
Proceeds from sales of equipment	-	9	-	-
Acquisition of intangible assets	(223,103)	(12,273)	(124)	(1,220)
Increase in prepaid cost of spectrum license	<u>(339,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash from (used in) investing activities	<u>(256,956)</u>	<u>(17,837)</u>	<u>(260,362)</u>	<u>144,511</u>
Cash flows from financing activities				
Interest expenses	(490)	(540)	(61)	(201)
Increase in bank overdrafts	-	2,904	-	-
Repayment of liabilities under finance lease agreements	(4,822)	(5,311)	(1,492)	(2,953)
Dividend paid	<u>(216)</u>	<u>-</u>	<u>(216)</u>	<u>-</u>
Net cash used in financing activities	<u>(5,528)</u>	<u>(2,947)</u>	<u>(1,769)</u>	<u>(3,154)</u>
Increase (decrease) in translation adjustments	<u>(3,017)</u>	<u>591</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(143,288)</u>	<u>158,071</u>	<u>(139,937)</u>	<u>183,954</u>
Cash and cash equivalents at beginning of period	<u>875,482</u>	<u>82,911</u>	<u>631,260</u>	<u>37,540</u>
Cash and cash equivalents at end of period	<u>732,194</u>	<u>240,982</u>	<u>491,323</u>	<u>221,494</u>
	-	-	-	-
Supplemental cash flows information:				
Non-cash transaction				
Purchases of equipment for which no cash has been paid	5,177	3,210	-	47
Purchases of intangible assets for which no cash has been paid	9,989	-	-	-

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2014

(Unit: Thousand Baht)

	Consolidated financial statements								
	Equity attributable to owners of the Company				Other components of equity				
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other comprehensive income	Exchange differences on translation of financial statements in foreign currency	Business combination under common control	Total other components of shareholders' equity	Total shareholders' equity
			Appropriated	Unappropriated					
Balance as at 31 December 2012 (Audited)	115,500	3,100	14,000	476,335	(325)	(152,365)	(152,690)	456,245	
Dividend paid (Note 10)	-	-	-	(161,700)	-	-	-	(161,700)	
Total comprehensive income for the period	-	-	-	180,201	591	-	591	180,792	
Balance as at 31 March 2013	<u>115,500</u>	<u>3,100</u>	<u>14,000</u>	<u>494,836</u>	<u>266</u>	<u>(152,365)</u>	<u>(152,099)</u>	<u>475,337</u>	
Balance as at 31 December 2013 (Audited)	140,000	2,698,946	14,000	392,254	100	(152,365)	(152,265)	3,092,935	
Total comprehensive income for the period	-	-	-	43,194	(3,017)	-	(3,017)	40,177	
Balance as at 31 March 2014	<u>140,000</u>	<u>2,698,946</u>	<u>14,000</u>	<u>435,448</u>	<u>(2,917)</u>	<u>(152,365)</u>	<u>(155,282)</u>	<u>3,133,112</u>	

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2014

(Unit : Thousand Baht)

	Separate financial statements				Total shareholders' equity
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
			Appropriated	Unappropriated	
Balance as at 31 December 2012 (Audited)	115,500	3,100	14,000	176,268	308,868
Dividend paid (Note 10)	-	-	-	(161,700)	(161,700)
Total comprehensive income for the period	-	-	-	175,598	175,598
Balance as at 31 March 2013	115,500	3,100	14,000	190,166	322,766
Balance as at 31 December 2013 (Audited)	140,000	2,698,946	14,000	148,287	3,001,233
Total comprehensive income for the period	-	-	-	110,716	110,716
Balance as at 31 March 2014	140,000	2,698,946	14,000	259,003	3,111,949

The accompanying notes are an integral part of the interim financial statements.

Mono Technology Public Company Limited and its subsidiaries
Notes to consolidated interim financial statements
For the three-month period ended 31 March 2014

1. General information

1.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard 34 (revised 2012) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

1.2 Basis of consolidation

The consolidated interim financial statements included the financial statements of the Company and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2013, with no structural changes related to subsidiaries occurring during the current period, except the following.

On 15 January 2014, the Company invested in all ordinary shares, amounting to Baht 106 million, of Mono Technology Hong Kong Ltd. (called-up 100 percent of its registered share capital), registered in Hong Kong Special Administrative Region of the People's Republic of China. This subsidiary is engaged in providing information and entertainment content through several channels.

1.3 New accounting standards

(a) New accounting standards that became effective in the current accounting year

The Company and its subsidiaries disclosed the accounting standards, financial reporting standard, accounting standard interpretations and financial reporting standard interpretations that were effective for fiscal years beginning on or after 1 January 2014, in the notes to the consolidated financial statements for the year ended 31 December 2013.

The management of the Company and its subsidiaries assessed the effects of the above accounting standards, financial reporting standard, accounting standard interpretations and financial reporting standard interpretations, and believed that they were not relevant to the business of the Company and its subsidiaries or did not have a significant impact.

(b) New accounting standards that will become effective in the future

The Company and its subsidiaries disclosed the financial reporting standard that will be effective in the future in the notes to the consolidated financial statements for the year ended 31 December 2013.

The management of the Company and its subsidiaries assessed the effect of this financial reporting standard and believed that it was not relevant to the business of the Company and its subsidiaries.

1.4 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2013.

2. Related party transactions

The following are relationships with enterprises and individuals that control, or are controlled by, the Company and its subsidiaries, whether directly or indirectly, or which are under common control with the Company and its subsidiaries.

Name of entities	Nature of relationship
Subsidiary companies	The Company's interest is more than 50%
Jasmine Group	Common major shareholders and directors
Toyota P.S. Enterprised Co., Ltd.	Common directors
Green Star Environment Co., Ltd.	Common directors
Media Shaker Co., Ltd.	Common directors

(Unaudited but reviewed)

During the periods, the Company and its subsidiaries had significant business transactions with related persons or parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and its subsidiaries and those related parties.

(Unit: Million Baht)

	Consolidated		Transfer pricing policy
	financial statements		
	2014	2013	
<u>Transactions with related companies</u>			
Sales and service income	5	8	Contract price
Cost of sales and services	-	2	Contract price
Administrative expenses	20	14	Contract price

(Unit: Million Baht)

	Separate		Transfer pricing policy
	financial statements		
	2014	2013	
<u>Transactions with subsidiaries</u>			
(eliminated from the consolidated financial statements)			
Sales and service income	1	1	Contract price
Dividend income	76	90	According to the resolution of the subsidiaries' meetings
Interest income	4	-	3% per annum
Other income	10	10	Contract price
Cost of sales and services	112	161	Contract price
Selling and servicing expenses	4	6	Contract price
Interest expenses	-	1	3% per annum
<u>Transactions with related companies</u>			
Sales and service income	3	4	Contract price
Cost of sales and services	-	2	Contract price
Administrative expenses	15	13	Contract price

As at 31 March 2014 and 31 December 2013, the balances of accounts between the Company, its subsidiaries and those related parties were as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2014	31 December 2013 (Audited)	31 March 2014	31 December 2013 (Audited)
<u>Trade receivables - related parties (Note 3)</u>				
Subsidiaries (eliminated from the consolidated financial statements)	-	-	6	5
Related companies	21	17	7	7
Total trade receivables - related parties	<u>21</u>	<u>17</u>	<u>13</u>	<u>12</u>
<u>Other receivables - related parties (Note 3)</u>				
Subsidiaries (eliminated from the consolidated financial statements)	-	-	78	92
Total other receivables - related parties	<u>-</u>	<u>-</u>	<u>78</u>	<u>92</u>
<u>Dividend receivables - related parties (Note 3)</u>				
Subsidiaries (eliminated from the consolidated financial statements)	-	-	76	83
Total dividend receivables - related parties	<u>-</u>	<u>-</u>	<u>76</u>	<u>83</u>
<u>Deposits and retentions - related parties</u>				
Related companies	6	8	6	5
Total deposits and retentions - related parties	<u>6</u>	<u>8</u>	<u>6</u>	<u>5</u>
<u>Trade payables - related parties (Note 8)</u>				
Subsidiaries (eliminated from the consolidated financial statements)	-	-	72	78
Related companies	2	3	2	3
Total trade payables - related parties	<u>2</u>	<u>3</u>	<u>74</u>	<u>81</u>
<u>Other payables - related parties (Note 8)</u>				
Subsidiaries (eliminated from the consolidated financial statements)	-	-	2	5
Related companies	13	14	10	8
Total other payables - related parties	<u>13</u>	<u>14</u>	<u>12</u>	<u>13</u>

Short-term loans to subsidiaries

As at 31 March 2014 and 31 December 2013, the balances of short-term loans to subsidiaries and the movements were as follows:

(Unit: Million Baht)

	Separate financial statements			Balance as at 31 March 2014
	Balance as at 31 December 2013	During the period		
		Increase	Decrease	
	(Audited)			
<u>Short-term loans to subsidiaries</u>				
Mono Generation Co., Ltd.	70	140	-	210
Mono Travel Co., Ltd.	13	-	-	13
Mono Production Co., Ltd.	-	595	-	595
PT Mono Technology Indonesia	10	-	(1)	9
Mono Technology Korea Corporation	10	-	-	10
Mono Technology Vietnam Co., Ltd.	3	-	-	3
	<u>106</u>	<u>735</u>	<u>(1)</u>	<u>840</u>

Directors and management's benefits

During the three-month period ended 31 March 2014, the Company and its subsidiaries had employee benefit expenses payable to their directors and management amounting to Baht 14 million (2013: Baht 11 million) and of the Company only amounting to Baht 9 million (2013: Baht 7 million).

3. Trade and other receivables

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2014	31 December 2013	31 March 2014	31 December 2013
		(Audited)		(Audited)
Trade receivables - related parties (Note 2)	21	17	13	12
Trade receivables - unrelated parties	104	182	81	147
Accrued revenues	112	157	107	144
Dividends receivable - related parties (Note 2)	-	-	76	83
Other receivables - related parties (Note 2)	-	-	78	92
Other receivables - unrelated parties	61	55	5	19
Total	<u>298</u>	<u>411</u>	<u>360</u>	<u>497</u>
Less: Allowance for doubtful accounts	<u>(8)</u>	<u>(8)</u>	<u>(3)</u>	<u>(3)</u>
Trade and other receivables - net	<u>290</u>	<u>403</u>	<u>357</u>	<u>494</u>

(Unaudited but reviewed)

The outstanding balances of trade receivables as at 31 March 2014 and 31 December 2013, aged on the basis of due dates, are summarised below.

(Unit: Million Baht)

Age of receivables	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2014	2013	2014	2013
		(Audited)		(Audited)
<u>Trade receivables - related parties</u>				
Not yet due	4	3	2	2
Past due				
Up to 3 months	6	13	3	6
Longer than 3 - 6 months	11	1	5	1
Longer than 6 - 12 months	-	-	2	2
Longer than 12 months	-	-	1	1
Total trade receivables - related parties	21	17	13	12
<u>Trade receivables - unrelated parties</u>				
Not yet due	82	131	65	110
Past due				
Up to 3 months	20	47	11	28
Longer than 3 - 6 months	4	6	-	4
Longer than 6 - 12 months	3	8	1	1
Longer than 12 months	9	10	4	4
	118	202	81	147
Less: Allowance for sales return	(14)	(20)	-	-
	104	182	81	147
Less: Allowance for doubtful accounts	(8)	(8)	(3)	(3)
Total trade receivables - unrelated parties, net	96	174	78	144
Total trade receivables - net	117	191	91	156

(Unaudited but reviewed)

4. Investments in subsidiaries

(Unit: Million Baht)

Company's name	Separate financial statements			
	Cost		Dividend received during the three-month periods ended	
	31 March 2014	31 December 2013	31 March 2014	31 March 2013
	(Audited)			
Mono Generation Co., Ltd.	52	52	-	-
Mono Travel Co., Ltd.	9	9	-	-
Mono Info Systems Co., Ltd.	8	8	76	90
Mono Production Co., Ltd.	320	320	-	-
Mono Entertainment Co., Ltd.	55	55	-	-
PT Mono Technology Indonesia	4	4	-	-
Mono Technology Korea Corporation	18	18	-	-
Mono Technology Hong Kong Ltd.	106	-	-	-
Mono Technology Vietnam Co., Ltd.	3	3	-	-
	<u>575</u>	<u>469</u>	<u>76</u>	<u>90</u>

5. Property, plant and equipment

(Unit: Million Baht)

	Consolidated	Separate
	financial statements	financial statements
Net book value as at 31 December 2013 (Audited)	220	70
Acquisitions during the period - at cost	205	7
Depreciation for the period	(10)	(5)
Net book value as at 31 March 2014	<u>415</u>	<u>72</u>

6. Intangible assets

	(Unit: Million Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 31 December 2013 (Audited)	323	20
Acquisitions during the period - at cost	233	-
Amortisation for the period	(14)	(1)
Net book value as at 31 March 2014	542	19

7. Prepaid cost of spectrum license

Mono Broadcast Co., Ltd., a subsidiary, won a digital TV spectrum license auction for variety Standard Definition (SD) ("the license") held by the National Broadcasting and Telecommunications Commission ("NBTC"). The subsidiary was required to make payment for the bid price of Baht 2,250 million (exclusive of VAT) under the following payment conditions:

- 1) Payment for the minimum bid price amounting to Baht 380 million, divided into 4 installments and has to be made within 3 years from the date of obtaining the license as specified by NBTC.
- 2) For the exceeding amount of the minimum bid price amounting to Baht 1,870 million, the payment is divided into 6 installments and has to be made within 5 years from the date of obtaining the license as specified by NBTC.

The license is valid for 15 years from the date of the license (25 April 2014). On 11 February 2014, the subsidiary paid 50% of the minimum bid price and 10% of the exceeding amount of the minimum bid price plus VAT, totaling Baht 365 million, net of the deposit for digital TV spectrum license auction amounting to Baht 38 million, and submitted bank guarantee to pay the remaining bid price to the NBTC.

In addition, the subsidiary is required to pay license fee, other fees and fee for the Broadcasting and Telecommunications Research and Development Fund for the Public Interest as specified by NBTC.

In compliance with preconditions to receive the license, on 17 January 2014 the subsidiary entered into a lease agreement to lease for digital terrestrial television service with the Royal Thai Army Radio and Television Station ("RTART") to broadcast digital television signal via RTART multiplexes. The service will be valid from 17 January 2014 to 31 May 2028 and the subsidiary must pay a monthly service fee as stipulated in the agreement.

8. Trade and other payables

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2014	2013	2014	2013
		(Audited)		(Audited)
Trade payables - related parties (Note 2)	2	3	74	81
Trade payables - unrelated parties	96	96	64	64
Other payables - related parties (Note 2)	13	14	12	13
Other payables - unrelated parties	53	49	17	25
Accrued expenses	31	38	7	16
Total trade and other payables	195	200	174	199

9. Income tax

Interim income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Tax income (expense) for the three-month periods ended 31 March 2014 and 2013 are made up as follows:

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2014	2013	2014	2013
Current income tax:				
Interim income tax charge	(9)	(21)	(9)	(21)
Deferred tax:				
Relating to origination and reversal of temporary differences	12	-	-	1
Tax income (expense) reported in the statements of comprehensive income	3	(21)	(9)	(20)

Mono Info Systems Co., Ltd., a subsidiary, has received promotional tax privileges from the Board of Investment. The privileges include an exemption from corporate income tax for a period of 8 years from the date of the promoted operations commenced generating revenues.

10. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht per share)
Annual dividends for 2012	Annual General Meeting of the shareholders on 13 March 2013	161.7	0.14
Total dividend payments for the three-month period ended 31 March 2013		161.7	0.14

11. Segment information

The Company and its subsidiaries are organised into business units based on their products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments

Below table presents revenues and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2014 and 2013.

	(Unit: Million Baht)							
	Media and Content ⁽¹⁾		Entertainment ⁽²⁾		Elimination of inter-segment revenues		Consolidation	
	2014	2013	2014	2013	2014	2013	2014	2013
Sales and service income								
Revenues from external customers	284	366	25	24	-	-	309	390
Inter-segment revenues	-	-	3	26	(3)	(26)	-	-
Total revenues	284	366	28	50	(3)	(26)	309	390
Segment income	129	248	3	10			132	258
Unallocated income and expenses:								
Other income							20	10
Selling and servicing expenses							(27)	(15)
Administrative expenses							(84)	(51)
Finance cost							(1)	(1)
Tax income (expenses)							3	(21)
Profit for the period							43	180

⁽¹⁾ The media and content segment consists of Mobile Value Added Services (MVAS), Internet media business, publishing business and TV media business.

⁽²⁾ The entertainment segment consists of music business and movie business.

12. Commitments and contingent liabilities**12.1 Capital commitments**

As at 31 March 2014, the Company and its subsidiaries had capital commitments of approximately Baht 45 million (31 December 2013: Baht 160 million), relating to acquisition of land, equipment, movie rights and television programs.

12.2 Guarantees

As at 31 March 2014, the Company and its subsidiaries had outstanding bank guarantees of Baht 2,020 million (31 December 2013: Baht 6 million) and of the Company only amounting to Baht 6 million (31 December 2013: Baht 5 million) issued by banks on behalf of the Company and its subsidiaries in respect of performance bonds.

12.3 Operating lease and service commitments

The Company and its subsidiaries had entered into several lease agreements in respect of the lease of office building space and other service contracts. The terms of the agreements were generally between 1 and 5 years.

As at 31 March 2014 and 31 December 2013, future minimum lease payments required under these non-cancellable operating lease and service contracts were as follows.

	(Unit: Million Baht)	
	<u>31 March 2014</u>	<u>31 December 2013</u>
		(Audited)
Payable:		
In up to 1 year	132	69
In over 1 and up to 5 years	316	57
In over 5 years	519	-

13. Event after the reporting period

On 11 April 2014, the 2014 Annual General Meeting of the Company's shareholders approved the additional payment of dividend to the shareholders from the profit for the year 2013 of Baht 0.104 per share, a total of Baht 145.6 million, which is to be paid on 24 April 2014. This dividend will be recorded in the second quarter of the current year.

14. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 7 May 2014.