

Mono Technology Public Company Limited  
and its subsidiaries  
Review report and interim consolidated financial statements  
For the three-month period ended 31 March 2017

## **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 2017, 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*.

Krongkaew Limkittikul

Certified Public Accountant (Thailand) No. 5874

EY Office Limited

Bangkok: 8 May 2017

**Mono Technology Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 31 March 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2017</u> (Unaudited but reviewed)	<u>31 December 2016</u> (Audited)	<u>31 March 2017</u> (Unaudited but reviewed)	<u>31 December 2016</u> (Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		406,377	86,809	333,303	25,650
Current investments - bank deposits		232	230	3	3
Trade and other receivables	3	593,882	529,530	559,678	476,948
Inventories		9,517	8,829	-	-
Prepaid expenses		22,602	22,901	5,713	5,692
Undue input tax		22,265	25,782	7,126	8,845
<b>Total current assets</b>		<u>1,054,875</u>	<u>674,081</u>	<u>905,823</u>	<u>517,138</u>
<b>Non-current assets</b>					
Restricted bank deposits		31,424	9,129	220	106
Investments in subsidiaries	4	-	-	2,959,826	2,956,826
Investment in joint venture		51,226	51,226	-	-
Loans to subsidiaries	2	-	-	614,450	498,900
Property, plant and equipment	5	772,407	777,357	52,270	55,217
Intangible assets	6	1,988,802	1,951,973	26,709	126,719
Cost of spectrum license		1,553,819	1,585,572	-	-
Deferred tax assets		211,034	210,848	2,787	2,513
Other non-current assets		144,352	131,474	58,902	55,305
<b>Total non-current assets</b>		<u>4,753,064</u>	<u>4,717,579</u>	<u>3,715,164</u>	<u>3,695,586</u>
<b>Total assets</b>		<u>5,807,939</u>	<u>5,391,660</u>	<u>4,620,987</u>	<u>4,212,724</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 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2017</u> (Unaudited but reviewed)	<u>31 December 2016</u> (Audited)	<u>31 March 2017</u> (Unaudited but reviewed)	<u>31 December 2016</u> (Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loans from banks		125,748	135,000	-	15,000
Trade and other payables	7	298,284	295,055	179,254	197,722
Current portion of long-term liabilities					
Long-term loans from banks	8	67,873	54,894	-	-
Cost of spectrum license payable	9	379,174	360,566	-	-
Liabilities under finance lease agreements		5,612	6,044	3,290	3,245
Income tax payable		309	296	-	-
Undue output tax		23,043	30,209	8,995	10,333
Other current liabilities		41,440	47,162	871	864
<b>Total current liabilities</b>		<b>941,483</b>	<b>929,226</b>	<b>192,410</b>	<b>227,164</b>
<b>Non-current liabilities</b>					
Long-term liabilities, net of current portions					
Long-term loans from banks	8	1,318,705	1,338,985	-	-
Cost of spectrum license payable	9	703,508	708,842	-	-
Liabilities under finance lease agreements		1,362	3,094	261	1,406
Provision for long-term employee benefits		38,106	36,210	17,273	16,616
Deferred tax liabilities		9,395	9,692	-	-
<b>Total non-current liabilities</b>		<b>2,071,076</b>	<b>2,096,823</b>	<b>17,534</b>	<b>18,022</b>
<b>Total liabilities</b>		<b>3,012,559</b>	<b>3,026,049</b>	<b>209,944</b>	<b>245,186</b>

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 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2017</u> (Unaudited but reviewed)	<u>31 December 2016</u> (Audited)	<u>31 March 2017</u> (Unaudited but reviewed)	<u>31 December 2016</u> (Audited)
<b>Shareholders' equity</b>					
Share capital					
Registered					
4,984,999,975 ordinary shares of Baht 0.1 each		<u>498,500</u>	<u>498,500</u>	<u>498,500</u>	<u>498,500</u>
Issued and fully paid-up					
3,200,935,537 ordinary shares ( 31 December 2016:					
3,209,935,537 ordinary shares) of Baht 0.1 each	10	334,394	320,094	334,394	320,094
Premium on ordinary shares		3,328,941	2,935,691	3,328,941	2,935,691
Retained earnings					
Appropriated - statutory reserve		49,850	49,850	49,850	49,850
Unappropriated (deficit)		(772,446)	(795,592)	697,858	661,903
Other components of shareholders' equity		<u>(145,359)</u>	<u>(144,432)</u>	-	-
<b>Total shareholders' equity</b>		<u>2,795,380</u>	<u>2,365,611</u>	<u>4,411,043</u>	<u>3,967,538</u>
<b>Total liabilities and shareholders' equity</b>		<u>5,807,939</u>	<u>5,391,660</u>	<u>4,620,987</u>	<u>4,212,724</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 2017**

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

	Note	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
		<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales and service income		637,473	490,929	237,736	253,868
Dividend income from subsidiary	2	-	-	36,799	35,199
Other income		9,773	5,752	19,831	30,862
<b>Total revenues</b>		<u>647,246</u>	<u>496,681</u>	<u>294,366</u>	<u>319,929</u>
<b>Expenses</b>					
Cost of sales and services		446,336	393,662	179,436	206,205
Selling and servicing expenses		34,474	28,371	6,471	7,910
Administrative expenses		103,969	115,204	51,480	57,394
Loss on impairment of investment in subsidiary	4	-	-	17,000	-
<b>Total expenses</b>		<u>584,779</u>	<u>537,237</u>	<u>254,387</u>	<u>271,509</u>
<b>Profit (loss) before finance cost and income tax</b>		<u>62,467</u>	<u>(40,556)</u>	<u>39,979</u>	<u>48,420</u>
Finance cost		(35,482)	(34,636)	(212)	(262)
<b>Profit (loss) before income tax</b>		<u>26,985</u>	<u>(75,192)</u>	<u>39,767</u>	<u>48,158</u>
Income tax	12	(3,839)	(4,987)	(3,812)	(2,641)
<b>Profit (loss) for the period</b>		<u>23,146</u>	<u>(80,179)</u>	<u>35,955</u>	<u>45,517</u>
<b>Other comprehensive income:</b>					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements in foreign currency		(927)	(3,394)	-	-
<b>Other comprehensive income for the period</b>		<u>(927)</u>	<u>(3,394)</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>22,219</u>	<u>(83,573)</u>	<u>35,955</u>	<u>45,517</u>
<b>Earnings per share (Baht)</b>					
13					
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		<u>0.007</u>	<u>(0.026)</u>	<u>0.011</u>	<u>0.015</u>
Diluted earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		<u>0.006</u>	<u>(0.026)</u>	<u>0.009</u>	<u>0.015</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 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Cash flows from operating activities</b>				
Profit (loss) before tax	26,985	(75,192)	39,767	48,158
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities				
Depreciation	23,053	17,676	4,508	5,507
Amortisation of intangible assets	191,829	147,103	1,450	457
Amortisation of cost of spectrum license	31,754	32,019	-	-
Reversal of doubtful accounts - loans to subsidiaries	-	-	(642)	-
Reduction of inventory to net realisable value (reversal)	(1,127)	703	-	-
Loss on impairment of investments in subsidiary	-	-	17,000	-
Dividend income from investments in subsidiary	-	-	(36,799)	(35,199)
Loss on sales of equipment	87	70	(8)	-
Loss on impairment of intangible assets	-	6,465	-	-
Unrealised loss (gain) on exchange	(122)	(1,442)	-	2,855
Provision for employee benefits	3,503	5,712	1,225	1,436
Interest income	(8)	(7)	(3,981)	(16,898)
Interest expenses	35,482	34,636	212	262
Profit from operating activities before changes in operating assets and liabilities	311,436	167,743	22,732	6,578
Operating assets (increase) decrease				
Trade and other receivables	(71,529)	(31,492)	(16,808)	153,346
Inventories	439	(1,690)	-	-
Prepaid expenses	188	6,483	(170)	7,999
Other non-current assets	1,240	(29)	71	58
Operating liabilities increase (decrease)				
Trade and other payables	18,478	(6,683)	(17,336)	(60,016)
Other current liabilities	(5,723)	7,579	8	510
Cash from (used in) operating activities	254,529	141,911	(11,503)	108,475
Cash received from withholding tax refund	-	1,307	-	-
Cash paid for income tax	(18,426)	(18,419)	(7,755)	(8,543)
<b>Net cash from (used in) operating activities</b>	<b>236,103</b>	<b>124,799</b>	<b>(19,258)</b>	<b>99,932</b>

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 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Cash flows from investing activities</b>				
Interest income	8	7	20,299	2
Decrease (increase) in current investments - bank deposits	(2)	223	-	-
Decrease (increase) in loans to subsidiaries	-	-	(115,550)	1,255,850
Decrease (increase) in restricted bank deposits	(22,295)	41	(114)	-
Increase in investments in subsidiaries	-	-	(20,000)	(1,550,000)
Dividends received from investment in subsidiary	-	-	55,198	111,996
Cash paid for acquisition of property, plant and equipment	(18,203)	(38,433)	(1,005)	(2,364)
Proceeds from sales of property, plant and equipment	13	-	113	-
Cash paid for acquisition of intangible assets	(228,658)	(154,159)	(3,418)	(185)
Decrease in account payable - purchase of assets	(13,207)	-	-	-
<b>Net cash used in investing activities</b>	<b>(282,344)</b>	<b>(192,321)</b>	<b>(64,477)</b>	<b>(184,701)</b>
<b>Cash flows from financing activities</b>				
Interest expenses	(22,097)	(13,245)	(63)	(321)
Repayment of long-term loan from banks	(16,553)	-	(15,000)	-
Repayment of liabilities under finance lease agreements	(2,164)	(3,369)	(1,099)	(537)
Proceeds from increase in share capital	407,550	95,000	407,550	95,000
<b>Net cash from financing activities</b>	<b>366,736</b>	<b>78,386</b>	<b>391,388</b>	<b>94,142</b>
<b>Decrease in translation adjustments</b>	<b>(927)</b>	<b>(3,394)</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>319,568</b>	<b>7,470</b>	<b>307,653</b>	<b>9,373</b>
Cash and cash equivalents at beginning of period	86,809	194,288	25,650	26,447
<b>Cash and cash equivalents at end of period</b>	<b>406,377</b>	<b>201,758</b>	<b>333,303</b>	<b>35,820</b>
	-	-	-	-
<b>Supplemental cash flows information:</b>				
Non-cash transaction				
Purchases of equipment for which no cash has been paid	-	17,662	18	47
Purchases of intangible assets for which no cash has been paid	-	9,297	-	-
Receipt of repayment of loan to subsidiary by assets	-	-	642	-

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 2017**

(Unit: Thousand Baht)

<b>Consolidated financial statements</b>								
Equity attributable to owners of the Company								
				Other components of equity				
		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
Issued and fully paid-up share capital	Premium on ordinary shares	Appropriated	Unappropriated (deficit)					
<b>Balance as at 1 January 2016</b>	310,094	2,749,191	49,280	(539,645)	7,008	(152,365)	(145,357)	2,423,563
Loss for the period	-	-	-	(80,179)	-	-	-	(80,179)
Other comprehensive income for the period	-	-	-	-	(3,394)	-	(3,394)	(3,394)
Total comprehensive income for the period	-	-	-	(80,179)	(3,394)	-	(3,394)	(83,573)
Increase in share capital (Note 10)	5,000	90,000	-	-	-	-	-	95,000
<b>Balance as at 31 March 2016</b>	<u>315,094</u>	<u>2,839,191</u>	<u>49,280</u>	<u>(619,824)</u>	<u>3,614</u>	<u>(152,365)</u>	<u>(148,751)</u>	<u>2,434,990</u>
<b>Balance as at 1 January 2017</b>	320,094	2,935,691	49,850	(795,592)	7,933	(152,365)	(144,432)	2,365,611
Profit for the period	-	-	-	23,146	-	-	-	23,146
Other comprehensive income for the period	-	-	-	-	(927)	-	(927)	(927)
Total comprehensive income for the period	-	-	-	23,146	(927)	-	(927)	22,219
Increase in share capital (Note 10)	14,300	393,250	-	-	-	-	-	407,550
<b>Balance as at 31 March 2017</b>	<u>334,394</u>	<u>3,328,941</u>	<u>49,850</u>	<u>(772,446)</u>	<u>7,006</u>	<u>(152,365)</u>	<u>(145,359)</u>	<u>2,795,380</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 2017**

(Unit : Thousand Baht)

	<b>Separate financial statements</b>				<b>Total shareholders' equity</b>
	<b>Issued and paid-up share capital</b>	<b>Premium on ordinary shares</b>	<b>Retained earnings</b>		
			<b>Appropriated</b>	<b>Unappropriated</b>	
<b>Balance as at 1 January 2016</b>	310,094	2,749,191	49,280	405,437	3,514,002
Total comprehensive income for the period	-	-	-	45,517	45,517
Increase in share capital (Note 10)	5,000	90,000	-	-	95,000
<b>Balance as at 31 March 2016</b>	<b>315,094</b>	<b>2,839,191</b>	<b>49,280</b>	<b>450,954</b>	<b>3,654,519</b>
<b>Balance as at 1 January 2017</b>	320,094	2,935,691	49,850	661,903	3,967,538
Total comprehensive income for the period	-	-	-	35,955	35,955
Increase in share capital (Note 10)	14,300	393,250	-	-	407,550
<b>Balance as at 31 March 2017</b>	<b>334,394</b>	<b>3,328,941</b>	<b>49,850</b>	<b>697,858</b>	<b>4,411,043</b>

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

**Mono Technology Public Company Limited and its subsidiaries**  
**Notes to interim consolidated financial statements**  
**For the three-month period ended 31 March 2017**

**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 No. 34 (revised 2016) *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 interim consolidated financial statements included the financial statements of Mono Technology Public Company Limited (“the Company”) and its subsidiary companies (“the subsidiaries”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016, with no structural changes related to subsidiaries occurring during the current period, except for an establishment of new subsidiary as discussed in Note 4 to the interim consolidated financial statements.

**1.3 New financial reporting standards**

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the financial statements of the Company and its subsidiaries.

(Unaudited but reviewed)

#### 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 2016.

#### 2. Related party transactions

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		
	2017	2016	
<u>Transactions with related companies</u>			
Sales and service income	4	6	Contract price or as agreed upon
Cost of sales and services	-	1	Contract price or as agreed upon
Rental and service expenses	17	18	Contract price or as agreed upon
Other expenses	4	5	Contract price or as agreed upon

(Unit: Million Baht)

	Separate		Transfer pricing policy
	financial statements		
	2017	2016	
<u>Transactions with subsidiaries</u>			
(eliminated from the consolidated financial statements)			
Sales and service income	2	2	Contract price or as agreed upon
Dividend income	37	35	According to the resolution of the subsidiary's meeting (Mono Info Systems Co., Ltd.)
Interest income	4	17	3% per annum
Other income	13	12	Contract price
Service revenue sharing	108	125	Contract price or as agreed upon
Promotional expenses	1	2	Contract price or as agreed upon
Other expenses	-	2	Contract price or as agreed upon
Sales of intangible assets	102	-	As agreed upon
<u>Transactions with related companies</u>			
Sales and service income	-	3	Contract price or as agreed upon
Rental and service expenses	11	12	Contract price or as agreed upon
Other expenses	3	5	Contract price or as agreed upon

(Unaudited but reviewed)

As at 31 March 2017 and 31 December 2016, the balances of accounts between the Company, its subsidiaries and those related parties were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
<b><u>Trade receivables - related parties (Note 3)</u></b>				
Subsidiaries	-	-	8	6
(eliminated from the consolidated financial statements)				
Related companies	5	4	-	2
Total trade receivables - related parties	<u>5</u>	<u>4</u>	<u>8</u>	<u>8</u>
<b><u>Other receivables - related parties (Note 3)</u></b>				
Subsidiaries	-	-	295	194
(eliminated from the consolidated financial statements)				
Total other receivables - related parties	<u>-</u>	<u>-</u>	<u>295</u>	<u>194</u>
<b><u>Dividend receivables - related party (Note 3)</u></b>				
Subsidiary	-	-	37	55
(eliminated from the consolidated financial statements)				
Total dividend receivables - related party	<u>-</u>	<u>-</u>	<u>37</u>	<u>55</u>
<b><u>Deposits and retentions - related parties</u></b>				
Related companies	7	7	6	6
Total deposits and retentions - related parties	<u>7</u>	<u>7</u>	<u>6</u>	<u>6</u>
<b><u>Trade payables - related parties (Note 7)</u></b>				
Subsidiaries	-	-	97	117
(eliminated from the consolidated financial statements)				
Total trade payables - related parties	<u>-</u>	<u>-</u>	<u>97</u>	<u>117</u>

(Unaudited but reviewed)

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
<b><u>Other payables - related parties (Note 7)</u></b>				
Subsidiaries (eliminated from the consolidated financial statements)	-	-	3	5
Related companies	26	23	21	18
Total other payables - related parties	26	23	24	23

### Loans to subsidiaries

As at 31 March 2017 and 31 December 2016, the balances of loans to subsidiaries and the movements were as follows:

(Unit: Million Baht)

	Separate financial statements			Balance as at 31 March 2017
	Balance as at 31 December 2016	During the period		
	(Audited)	Increase	Decrease	
Mono Generation Co., Ltd.	10	-	-	10
Mono Travel Co., Ltd.	9	-	(2)	7
Mono Production Co., Ltd.	105	10	-	115
Mono Music Co., Ltd.	62	-	-	62
PT Mono Technology Indonesia	12	-	-	12
Mono Technology Vietnam Co., Ltd.	11	-	-	11
Mono Radio Co., Ltd.	81	3	-	84
Mono Radio Broadcast Co., Ltd.	5	-	-	5
Mono Talent Studio Co., Ltd.	9	3	-	12
Mono Broadcast Co., Ltd.	190	75	-	265
Mono Sport Entertainment Co., Ltd.	28	26	-	54
	522	117	(2)	637
Allowance for doubtful accounts	(23)	-	-	(23)
Total	499	117	(2)	614

(Unaudited but reviewed)

The balances are loans to subsidiaries in form of promissory notes which have no collateral and carry interest at the rate 3 percent per annum. The loans are due on demand. However, the Company has no intention to call for loan repayment from subsidiaries within one year, therefore, the Company classifies these loans as non-current assets.

#### Directors and management's benefits

During the three-month period ended 31 March 2017, the Company and its subsidiaries had employee benefit expenses payable to their directors and management amounting to Baht 11 million (2016: Baht 11 million) and of the Company only amounting to Baht 7 million (2016: Baht 7 million).

### **3. Trade and other receivables**

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
			(Audited)	
Trade receivables - related parties (Note 2)	5	4	8	8
Trade receivables - unrelated parties	138	164	81	87
Accrued revenue	344	251	137	131
Dividend receivables - related party (Note 2)	-	-	37	55
Other receivables - related parties (Note 2)	-	-	295	194
Other receivables - unrelated parties	109	113	2	2
Total	596	532	560	477
Less: Allowance for doubtful accounts	(2)	(2)	-	-
Trade and other receivables - net	594	530	560	477

(Unaudited but reviewed)

The outstanding balances of trade receivables as at 31 March 2017 and 31 December 2016, 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
	2017	2016	2017	2016
		(Audited)		(Audited)
<b><u>Trade receivables - related parties</u></b>				
Not yet due	4	4	2	3
Past due				
Up to 3 months	1	-	1	1
3 - 6 months	-	-	1	1
6 - 12 months	-	-	2	1
Over 12 months	-	-	2	2
Total trade receivables - related parties	<u>5</u>	<u>4</u>	<u>8</u>	<u>8</u>
<b><u>Trade receivables - unrelated parties</u></b>				
Not yet due	116	81	80	44
Past due				
Up to 3 months	16	87	1	43
3 - 6 months	15	7	-	-
6 - 12 months	6	6	-	-
Over 12 months	12	10	-	-
	<u>165</u>	<u>191</u>	<u>81</u>	<u>87</u>
Less: Allowance for sales return	<u>(27)</u>	<u>(27)</u>	<u>-</u>	<u>-</u>
	<u>138</u>	<u>164</u>	<u>81</u>	<u>87</u>
Less: Allowance for doubtful accounts	<u>(2)</u>	<u>(2)</u>	<u>-</u>	<u>-</u>
Total trade receivables - unrelated parties, net	<u>136</u>	<u>162</u>	<u>81</u>	<u>87</u>
Total trade receivables - net	<u>141</u>	<u>166</u>	<u>89</u>	<u>95</u>



#### **4. Investments in subsidiaries**

- 4.1 On 10 January 2017, a meeting of the Company's Board of Directors passed the resolutions to call up a further 7.5% of registered capital, or a total of Baht 15 million (with 32.5% of the registered capital call up) in T Moment Co., Ltd. The Company's shareholding in this subsidiary remained unchanged. On 8 February 2017, the Company made full payment of such share capital.
- 4.2 On 21 February 2017, a meeting of the Company's Board of Directors passed the following significant resolutions:
- a) Approved the establishment of "Mono Play Co., Ltd." by the Company, which invested in 49,997 ordinary shares of Baht 100 each, amounting to Baht 5 million (with 50% of the registered capital call up). On 21 March 2017, the Company made a full payment of this share capital. The Company's shareholding in Mono Play Co., Ltd. was at 100 percent.
  - b) Approved the establishment of "Mono Astro Co., Ltd." by the Company, which invested in 49,997 ordinary shares of Baht 100 each, amounting to Baht 5 million (with 50% of the registered capital call up). On 21 March 2017, the Company made a full payment of this share capital. The Company's shareholding in Mono Astro Co., Ltd. was at 100 percent.
  - c) Approved to call up a further 12.5% of registered capital, or a total of Baht 25 million (with 45% of the registered capital call up) in T Moment Co., Ltd. The Company's shareholding in this subsidiary remained unchanged.
- 4.3 During the first quarter of the current year, the Company recorded an allowance for impairment loss in Mono Technology Hong Kong Ltd. amounting to Baht 17 million.
- 4.4 As at 31 March 2017, the net book value of subsidiaries was Baht 378 million (31 December 2016: Baht 382 million) lower than the cost of investment. However, the Company did not record the impairment of the investments since the management of the Company believed that the decrease in value was not permanent.

(Unaudited but reviewed)

## 5. Property, plant and equipment

(Unit: Million Baht)

	Consolidated financial statements	Separate financial statements
<b>Net book value as at 1 January 2017</b>	777	55
Acquisitions during the period - at cost	18	2
Depreciation for the period	(23)	(5)
<b>Net book value as at 31 March 2017</b>	<u>772</u>	<u>52</u>

The subsidiary has mortgaged the land with structures thereon, amounting to Baht 250 million, as collateral for the subsidiary's long-term loan from bank.

## 6. Intangible assets

(Unit: Million Baht)

	Consolidated financial statements	Separate financial statements
<b>Net book value as at 1 January 2017</b>	1,952	127
Acquisitions during the period - at cost	229	3
Disposal during the period - net book value at disposal date	-	(102)
Amortisation for the period	(192)	(1)
<b>Net book value as at 31 March 2017</b>	<u>1,989</u>	<u>27</u>

## 7. Trade and other payables

(Unit: Million Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2017	31 December 2016	31 March 2017	31 December 2016
		(Audited)		(Audited)
Trade payables - related parties (Note 2)	-	-	97	117
Trade payables - unrelated parties	40	33	17	6
Other payables - related parties (Note 2)	26	23	24	23
Other payables - unrelated parties	54	51	16	13
Accrued expenses	79	76	25	39
Account payables - acquisition of assets	99	112	-	-
<b>Total trade and other payables</b>	<u>298</u>	<u>295</u>	<u>179</u>	<u>198</u>

(Unaudited but reviewed)

## 8. Long-term loan from banks

(Unit: Million Baht)

	Consolidated financial statements	
	31 March 2017	31 December 2016
		(Audited)
Mono Broadcast Co., Ltd.	1,166	1,166
Mono Production Co., Ltd.	221	225
Total	1,387	1,394
Less: Current portion	(68)	(55)
Long-term loans from banks - net of current portion	<u>1,319</u>	<u>1,339</u>

Movements in the long-term loan from banks account during the three-month period ended 31 March 2017 were summarised below.

(Unit: Million Baht)

	Consolidated financial statements
<b>Balance as at 1 January 2017</b>	1,394
Less: Repayment	(7)
<b>Balance as at 31 March 2017</b>	<u>1,387</u>

The long-term loan is secured by the mortgage of the subsidiary's land with structures thereon, as described in Note 5 to the interim consolidated financial statements, the assignment of rights to receive all service income from areas and the provision of guarantees by the Company. The loan agreement stipulates certain practices and covenants such as the maintenance of certain financial ratios, and the shareholdings of current shareholders.

As at 31 March 2017, the long-term credit facility of Mono Broadcast Co., Ltd. which has not yet been drawn down amounted to Baht 184 million (31 December 2016: Baht 184 million).

(Unaudited but reviewed)

**9. Cost of spectrum license payable**

	(Unit: Million Baht)	
	Consolidated	
	financial statements	
	31 March 2017	31 December 2016
		(Audited)
Cost of spectrum license payable	1,160	1,160
Less: Deferred interest expenses	(77)	(91)
Total	1,083	1,069
Less: Current portion	(379)	(360)
Cost of spectrum license payable - net of current portion	<u>704</u>	<u>709</u>

During the first quarter of the current year, Mono Broadcast Co., Ltd. received the letter from the National Broadcasting and Telecommunications Commission (“NBTC”) to approve the extension payments of the remaining license fee payable of the subsidiary to gather with the interest in accordance with the terms and conditions stipulated by the NBTC.

**10. Share capital**

	Ordinary shares	Par value	Issued and fully paid-up share capital	Premium on ordinary shares	Registered date
	(share)	(Baht)	(Baht)	(Baht)	
Balance as at 1 January 2016	3,100,935,537	0.10	310,093,554	2,749,191,191	
On 23 February 2016, there were subscriptions of shares of 50 million ordinary shares at Baht 1.9 per share, totaling Baht 95 million.	<u>50,000,000</u>	<u>0.10</u>	<u>5,000,000</u>	<u>90,000,000</u>	26 February 2016
Balance as at 31 March 2016	<u>3,150,935,537</u>	<u>0.10</u>	<u>315,093,554</u>	<u>2,839,191,191</u>	
Balance as at 1 January 2017	3,200,935,537	0.10	320,093,554	2,935,691,191	
On 12 and 13 January 2017, there were subscriptions of shares of 143 million ordinary shares by offer to certain investors by way of private placement at Baht 2.85 per share, totaling Baht 407.6 million.	<u>143,000,000</u>	<u>0.10</u>	<u>14,300,000</u>	<u>393,250,000</u>	19 January 2017
Balance as at 31 March 2017	<u>3,343,935,537</u>	<u>0.10</u>	<u>334,393,554</u>	<u>3,328,941,191</u>	

**11. Warrants**

During the current period, no warrants were exercised to purchase new ordinary shares, leaving 1,479,067,065 warrants unexercised as at 31 March 2017.

**12. Income tax**

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

Income tax for the three-month periods ended 31 March 2017 and 2016 are made up as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Interim corporate income tax charge	4	3	4	3
Relating to origination and reversal of temporary differences	-	2	-	-
Income tax reported in the statement of comprehensive income	<u>4</u>	<u>5</u>	<u>4</u>	<u>3</u>

**13. Earnings per share**

Basic earnings (loss) per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

Diluted earnings (loss) per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

(Unaudited but reviewed)

The following table sets forth the computation of basic and diluted earnings (loss) per share for the three-month periods ended 31 March 2017 and 2016:

Consolidated financial statements						
Profit (loss) for the period		Weighted average		Loss per share		
		number of ordinary shares				
2017	2016	2017	2016	2017	2016	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
<b>Basic earnings (loss) per share</b>						
Profit (loss) attributable to equity holders of the parent						
23	(80)	3,326	3,122	0.007	(0.026)	
<b>Effect of dilutive potential ordinary shares</b>						
Warrants offered to existing shareholders						
-	-	462	-			
<b>Diluted earnings (loss) per share</b>						
Profit (loss) attributable to equity holders of the parent assuming the conversion of warrants to ordinary shares						
23	(80)	3,788	3,122	0.006	(0.026)	
Separate financial statements						
Profit for the period		Weighted average		Earnings per share		
		number of ordinary shares				
2017	2016	2017	2016	2017	2016	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
<b>Basic earnings per share</b>						
Profit attributable to equity holders of the parent						
36	46	3,326	3,122	0.011	0.015	
<b>Effect of dilutive potential ordinary shares</b>						
Warrants offered to existing shareholders						
-	-	462	-			
<b>Diluted earnings per share</b>						
Profit attributable to equity holders of the parent assuming the conversion of warrants to ordinary shares						
36	46	3,788	3,122	0.009	0.015	

(Unaudited but reviewed)

#### 14. 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 (loss) information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2017 and 2016.

(Unit: Million Baht)

	Media and Content <sup>(1)</sup>		Entertainment <sup>(2)</sup>		Elimination of inter-segment revenues		Consolidation	
	2017	2016	2017	2016	2017	2016	2017	2016
Sales and service income								
Revenues from external customers	589	442	48	49	-	-	637	491
Inter-segment revenues	-	-	17	13	(17)	(13)	-	-
Total revenues	<u>589</u>	<u>442</u>	<u>65</u>	<u>62</u>	<u>(17)</u>	<u>(13)</u>	<u>637</u>	<u>491</u>
Segment income (loss)	207	98	(17)	(1)			190	97
Unallocated income and expenses:								
Other income							10	6
Selling and servicing expenses							(34)	(28)
Administrative expenses							(104)	(115)
Finance cost							(35)	(35)
Income tax							(4)	(5)
Profit (loss) for the period							<u>23</u>	<u>(80)</u>

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

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

#### 15. Capital commitments

As at 31 March 2017, the Company and its subsidiaries had capital commitments of approximately Baht 723 million, relating to purchase of movie rights (31 December 2016: Baht 437 million), relating to the construction of building and purchase of movie rights.

## **16. Litigation**

In June 2015, the Company was sued by an unrelated company with the Central Intellectual Property and International Trade Court in a civil case and criminal case that the Company infringed the copyright to broadcast a live sports program, seeking compensation of Baht 34 million plus interest at a rate of 7.5% per annum on the principal until settlement is completed. Subsequently, on 17 January 2017, the Central Intellectual Property and International Trade Court announced its judgement on the lawsuit in a civil case. The Court of First Instance judged the Company to pay compensation of Baht 3 million plus interest at a rate of 7.5% per annum on the principle until settlement is completed. On 4 April 2017, the Company filed a petition against the said judgment of the Court of First Instance to the Supreme Court. At present, the case is being considered by the Supreme Court.

The management of the Company is confident that no significant losses will be incurred as a result of the lawsuit and therefore no provision has been made against the contingent liability in its account.

## **17. Event after the reporting period**

On 26 April 2017, the 2017 Annual General Meeting of the Company's shareholders approved an additional payment of dividend to the shareholders from the profit for the year 2016 of Baht 0.03 per share, a total of Baht 100.32 million. This dividend will be recorded in the second quarter of the current year.

## **18. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's Board of Directors on 8 May 2017.