

Mono Technology Public Company Limited and its subsidiaries
Report and interim consolidated financial statements
For the three-month and six-month periods ended 30 June 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 30 June 2017, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the consolidated financial statements, and have also reviewed the separate financial information of Mono Technology Public Company Limited for the same periods. 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: 9 August 2017

Mono Technology Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2017

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>30 June 2017</u>	<u>31 December 2016</u>	<u>30 June 2017</u>	<u>31 December 2016</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		194,018	86,809	67,523	25,650
Current investments - bank deposits		232	230	3	3
Trade and other receivables	3	603,502	529,530	593,369	476,948
Inventories		9,272	8,829	-	-
Prepaid expenses		25,977	22,901	5,088	5,692
Undue input tax		24,160	25,782	7,245	8,845
Total current assets		<u>857,161</u>	<u>674,081</u>	<u>673,228</u>	<u>517,138</u>
Non-current assets					
Restricted bank deposits		71,476	9,129	220	106
Investments in subsidiaries	4	-	-	2,984,826	2,956,826
Investment in a joint venture		51,226	51,226	-	-
Loans to subsidiaries	2	-	-	745,250	498,900
Property, plant and equipment	5	771,503	777,357	48,724	55,217
Intangible assets	6	2,070,174	1,951,973	25,741	126,719
Cost of spectrum license		1,521,712	1,585,572	-	-
Deferred tax assets		211,195	210,848	2,947	2,513
Other non-current assets		166,538	131,474	68,882	55,305
Total non-current assets		<u>4,863,824</u>	<u>4,717,579</u>	<u>3,876,590</u>	<u>3,695,586</u>
Total assets		<u>5,720,985</u>	<u>5,391,660</u>	<u>4,549,818</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 30 June 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 June 2017</u>	<u>31 December 2016</u>	<u>30 June 2017</u>	<u>31 December 2016</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks		121,291	135,000	-	15,000
Trade and other payables	7	296,697	295,055	163,503	197,722
Current portion of long-term liabilities					
Long-term loans from banks	8	80,868	54,894	-	-
Cost of spectrum license payable	9	202,513	360,566	-	-
Liabilities under finance lease agreements		9,086	6,044	3,051	3,245
Income tax payable		1,354	296	-	-
Undue output tax		28,186	30,209	11,016	10,333
Other current liabilities		12,681	47,162	1,360	864
Total current liabilities		752,676	929,226	178,930	227,164
Non-current liabilities					
Long-term liabilities - net of current portion					
Long-term loans from banks	8	1,481,992	1,338,985	-	-
Cost of spectrum license payable	9	682,965	708,842	-	-
Liabilities under finance lease agreements		8,146	3,094	-	1,406
Provision for long-term employee benefits		40,001	36,210	17,930	16,616
Deferred tax liabilities		9,176	9,692	-	-
Total non-current liabilities		2,222,280	2,096,823	17,930	18,022
Total liabilities		2,974,956	3,026,049	196,860	245,186

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 30 June 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 June 2017</u>	<u>31 December 2016</u>	<u>30 June 2017</u>	<u>31 December 2016</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital					
Registered					
5,196,999,975 ordinary shares (31 December 2016: 4,984,999,975 ordinary shares) of Baht 0.1 each		<u>519,700</u>	<u>498,500</u>	<u>519,700</u>	<u>498,500</u>
Issued and fully paid-up					
3,343,935,537 ordinary shares (31 December 2016: 3,200,935,537 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)		(821,139)	(795,592)	639,773	661,903
Other components of shareholders' equity		<u>(146,017)</u>	<u>(144,432)</u>	-	-
Total shareholders' equity		<u>2,746,029</u>	<u>2,365,611</u>	<u>4,352,958</u>	<u>3,967,538</u>
Total liabilities and shareholders' equity		<u>5,720,985</u>	<u>5,391,660</u>	<u>4,549,818</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 30 June 2017**

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Profit or loss:					
Revenues					
Sales and service income		683,988	587,345	215,960	244,355
Dividend income	2	-	-	61,597	81,997
Other income		8,651	6,887	20,747	24,394
Total revenues		692,639	594,232	298,304	350,746
Expenses					
Cost of sales and services		471,489	407,245	200,558	204,649
Selling and servicing expenses		32,383	29,480	4,576	4,282
Administrative expenses		107,633	107,298	55,134	51,460
Total expenses		611,505	544,023	260,268	260,391
Profit before share of loss from investment					
in a joint venture, finance cost and income tax		81,134	50,209	38,036	90,355
Share of loss from investment in a joint venture		-	(226)	-	-
Profit before finance cost and income tax		81,134	49,983	38,036	90,355
Finance cost		(32,279)	(35,170)	(50)	(341)
Profit before income tax		48,855	14,813	37,986	90,014
Income tax	12	2,770	(1,738)	4,247	(1,977)
Profit for the period		51,625	13,075	42,233	88,037
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements in foreign currency		(658)	1,655	-	-
Other comprehensive income for the period		(658)	1,655	-	-
Total comprehensive income for the period		50,967	14,730	42,233	88,037
Earnings per share					
13					
Basic earnings per share					
Profit attributable to equity holders of the Company		0.0156	0.0041	0.0126	0.0278
Diluted earnings per share					
Profit attributable to equity holders of the Company		0.0137	0.0040	0.0111	0.0273

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 comprehensive income****For the six-month period ended 30 June 2017**

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Profit or loss:					
Revenues					
Sales and service income		1,321,461	1,078,274	453,696	498,223
Dividend income	2	-	-	98,396	117,196
Other income		18,424	12,639	40,578	55,256
Total revenues		1,339,885	1,090,913	592,670	670,675
Expenses					
Cost of sales and services		917,825	800,907	379,994	410,854
Selling and servicing expenses		66,857	57,851	11,047	12,192
Administrative expenses		211,602	222,502	123,614	108,854
Total expenses		1,196,284	1,081,260	514,655	531,900
Profit before share of loss from investment					
in a joint venture, finance cost and income tax		143,601	9,653	78,015	138,775
Share of loss from investment in a joint venture		-	(226)	-	-
Profit before finance cost and income tax		143,601	9,427	78,015	138,775
Finance cost		(67,761)	(69,806)	(262)	(603)
Profit (loss) before income tax		75,840	(60,379)	77,753	138,172
Income tax	12	(1,069)	(6,725)	435	(4,618)
Profit (loss) for the period		74,771	(67,104)	78,188	133,554
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements in foreign currency		(1,585)	(1,739)	-	-
Other comprehensive income for the period		(1,585)	(1,739)	-	-
Total comprehensive income for the period		73,186	(68,843)	78,188	133,554
Earnings per share					
13					
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		0.0225	(0.0213)	0.0234	0.0425
Diluted earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		0.0198	(0.0213)	0.0206	0.0421

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

(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries**Cash flow statement****For the six-month period ended 30 June 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from operating activities				
Profit (loss) before tax	75,840	(60,379)	77,753	138,172
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation	46,779	36,531	8,825	10,655
Amortisation	395,005	303,189	2,991	860
Amortisation of spectrum license cost	63,860	64,038	-	-
Reversal of allowance for doubtful accounts				
- loans to subsidiaries	-	-	(642)	-
Reversal of reduction of inventories to net realisable value	(1,291)	(767)	-	-
Allowance for impairment loss on investment in a subsidiary	-	-	17,000	-
Dividend income	-	-	(98,396)	(117,196)
Share of loss from investment in a joint venture	-	226	-	-
(Gains) losses on sales of equipment	84	478	(8)	(7)
Losses on write-off of intangible assets	-	295	-	295
Allowance for impairment loss on intangible assets	-	6,465	-	-
Unrealised (gains) losses on exchange	(305)	(1,551)	-	2,597
Provision for long-term employee benefits	5,524	3,830	1,882	1,570
Interest income	(1,102)	(329)	(9,855)	(23,968)
Interest expenses	67,760	69,806	262	603
Profit from operating activities before changes in operating assets and liabilities	652,154	421,832	(188)	13,581
Operating assets (increase) decrease				
Trade and other receivables	(76,012)	(30,023)	(38,780)	190,715
Inventories	848	(193)	-	-
Prepaid expenses	(3,207)	6,712	455	12,908
Other non-current assets	2,746	3,406	25	502
Operating liabilities increase (decrease)				
Trade and other payables	19,286	(2,828)	(33,280)	(13,870)
Other current liabilities	(34,480)	6,315	494	210
Cash flows from (used in) operating activities	561,335	405,221	(71,274)	204,046
Cash paid for corporate income tax	(38,685)	(35,908)	(13,603)	(17,260)
Receipt of withholding tax refund	-	1,307	-	-
Net cash flows from (used in) operating activities	522,650	370,620	(84,877)	186,786

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

(Unaudited but reviewed)

Mono Technology Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the six-month period ended 30 June 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from investing activities				
Interest income	1,102	329	21,276	16,012
Increase in current investments - bank deposits	(2)	(3)	-	-
(Increase) decrease in loans to subsidiaries	-	-	(246,350)	2,078,292
(Increase) decrease in restricted bank deposits	(62,347)	44	(114)	3
Cash paid for purchases of investments in subsidiaries	-	-	(45,000)	(2,400,000)
Cash paid for purchase of investment in a joint venture	-	(74,337)	-	-
Dividend income	-	-	111,996	169,194
Acquisition of property, plant and equipment	(29,115)	(70,025)	(1,794)	(2,596)
Proceeds from sales of equipment	16	40	113	62
Acquisition of intangible assets	(513,206)	(374,751)	(3,991)	(1,765)
Cash paid for spectrum license	(206,000)	(412,000)	-	-
Cash paid to settle payables from asset purchases	(17,524)	(21,226)	-	-
Net cash flows used in investing activities	(827,076)	(951,929)	(163,864)	(140,798)
Cash flows from financing activities				
Cash paid for interest expenses	(45,560)	(29,117)	(113)	(651)
Increase (decrease) in bank overdrafts and short-term loans				
from banks	(13,709)	2,189	(15,000)	-
Cash received from long-term loans from banks	168,980	590,840	-	-
Repayment of liabilities under finance lease agreements	(3,817)	(6,257)	(1,599)	(1,335)
Proceeds from increase in share capital	407,550	95,000	407,550	95,000
Dividend paid	(100,224)	(4)	(100,224)	(4)
Net cash flows from financing activities	413,220	652,651	290,614	93,010
Decrease in translation adjustments	(1,585)	(1,739)	-	-
Net increase in cash and cash equivalents	107,209	69,603	41,873	138,998
Cash and cash equivalents at beginning of period	86,809	194,288	25,650	26,447
Cash and cash equivalents at end of period	194,018	263,891	67,523	165,445
	-		-	
Supplemental disclosures of cash flow information				
Non-cash transactions				
Payable of acquisition of equipment	11,911	29,677	-	-
Purchase of intangible assets settled with ordinary shares	-	101,500	-	101,500

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 six-month period ended 30 June 2017

(Unit: Thousand Baht)

Consolidated financial statements

	Equity attributable to owners of the Company				Other components of shareholders' equity			
	Issued and fully paid-up share capital	Premium on ordinary shares	Retained earnings		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	Deficit				
Balance as at 1 January 2016	310,094	2,749,191	49,280	(539,645)	7,008	(152,365)	(145,357)	2,423,563
Loss for the period	-	-	-	(67,104)	-	-	-	(67,104)
Other comprehensive income for the period	-	-	-	-	(1,739)	-	(1,739)	(1,739)
Total comprehensive income for the period	-	-	-	(67,104)	(1,739)	-	(1,739)	(68,843)
Increase share capital (Note 10)	10,000	186,500	-	-	-	-	-	196,500
Balance as at 30 June 2016	<u>320,094</u>	<u>2,935,691</u>	<u>49,280</u>	<u>(606,749)</u>	<u>5,269</u>	<u>(152,365)</u>	<u>(147,096)</u>	<u>2,551,220</u>
Balance as at 1 January 2017	320,094	2,935,691	49,850	(795,592)	7,933	(152,365)	(144,432)	2,365,611
Profit for the period	-	-	-	74,771	-	-	-	74,771
Other comprehensive income for the period	-	-	-	-	(1,585)	-	(1,585)	(1,585)
Total comprehensive income for the period	-	-	-	74,771	(1,585)	-	(1,585)	73,186
Increase share capital (Note 10)	14,300	393,250	-	-	-	-	-	407,550
Dividend paid (Note 14)	-	-	-	(100,318)	-	-	-	(100,318)
Balance as at 30 June 2017	<u>334,394</u>	<u>3,328,941</u>	<u>49,850</u>	<u>(821,139)</u>	<u>6,348</u>	<u>(152,365)</u>	<u>(146,017)</u>	<u>2,746,029</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 six-month period ended 30 June 2017

(Unit: Thousand Baht)

Separate financial statements

	Issued and fully paid-up share capital	Premium on ordinary shares	Retained earnings		Total shareholders' equity
			Appropriated	Unappropriated	
Balance as at 1 January 2016	310,094	2,749,191	49,280	405,437	3,514,002
Total comprehensive income for the period - profit for the period	-	-	-	133,554	133,554
Increase share capital (Note 10)	10,000	186,500	-	-	196,500
Balance as at 30 June 2016	<u>320,094</u>	<u>2,935,691</u>	<u>49,280</u>	<u>538,991</u>	<u>3,844,056</u>
Balance as at 1 January 2017	320,094	2,935,691	49,850	661,903	3,967,538
Total comprehensive income for the period - profit for the period	-	-	-	78,188	78,188
Increase share capital (Note 10)	14,300	393,250	-	-	407,550
Dividend paid (Note 14)	-	-	-	(100,318)	(100,318)
Balance as at 30 June 2017	<u>334,394</u>	<u>3,328,941</u>	<u>49,850</u>	<u>639,773</u>	<u>4,352,958</u>

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 and six-month periods ended 30 June 2017

1. General information

1.1 Basis for 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”) (together referred to as “the Group”) and were prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016, with a change in the composition of the Group during the period as a result of the establishment of new subsidiaries, 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.

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 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, its subsidiaries and those related parties.

(Unit: Million Baht)

	Consolidated financial statements				Transfer pricing policy
	For the three-month periods ended		For the six-month periods ended		
	30 June		30 June		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<u>Transactions with related companies</u>					
Sales and service income	7	8	11	14	Contract price or agreed-upon price
Cost of services	2	-	2	1	Contract price or agreed-upon price
Rental and service expenses	17	18	34	36	Contract price or agreed-upon price
Other expenses	3	3	7	8	Contract price or agreed-upon price

(Unit: Million Baht)

	Separated financial statements				Transfer pricing policy
	For the three-month periods ended		For the six-month periods ended		
	30 June		30 June		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<u>Transactions with subsidiaries</u> (eliminated from the consolidated financial statements)					
Sales and service income	-	2	2	4	Contract price or agreed-upon price
Dividend income	62	82	98	117	In accordance with resolutions of meetings of a subsidiary (Mono Info System Co., Ltd.)
Interest income	5	7	9	24	3 percent per annum
Other income	13	14	26	26	Contract price
Service revenue sharing payments	127	119	235	244	Contract price or agreed-upon price
Sales promotion expenses	1	1	2	3	Contract price or agreed-upon price
Other expenses	-	-	-	2	Contract price or agreed-upon price
Sales of intangible assets	-	-	102	-	Agreed-upon price

(Unaudited but reviewed)

(Unit: Million Baht)

	Separated financial statements		Transfer pricing policy		
	For the three-month periods ended 30 June	For the six-month periods ended 30 June			
	2017	2016	2017	2016	
Transactions with related companies					
Sales and service income	4	4	4	7	Contract price or agreed-upon price
Rental and service expenses	11	12	22	24	Contract price or agreed-upon price
Other expenses	3	3	6	8	Contract price or agreed-upon price

The balances of the accounts between the Company, its subsidiaries and those related companies were as follows:

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
<u>Trade receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	9	6
Related companies	3	4	1	2
Total trade receivables - related parties	3	4	10	8
<u>Other receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	316	194
<u>Dividend receivable - related party (Note 3)</u>				
Subsidiary	-	-	42	55
<u>Deposits and retentions - related parties</u>				
Related companies	7	7	6	6
<u>Trade payables - related parties (Note 7)</u>				
Subsidiaries	-	-	95	117
<u>Other payables - related parties (Note 7)</u>				
Subsidiaries	-	-	3	5
Related companies	22	23	16	18
Total other payables - related parties	22	23	19	23

Loans to subsidiaries

The balances of loans to subsidiaries and the movements were as follows:

(Unit: Million Baht)

	Separate financial statements			Balance as at 30 June 2017
	Balance as at 31 December 2016	Increase during the period	Decrease during the period	
	(Audited)			
Mono Generation Co., Ltd.	10	-	(10)	-
Mono Travel Co., Ltd.	9	-	(3)	6
Mono Production Co., Ltd.	105	17	-	122
Mono Music Co., Ltd.	62	-	-	62
PT Mono Technology Indonesia	12	-	-	12
Mono Technology Vietnam Co., Ltd.	11	-	-	11
Mono Radio Co., Ltd.	81	10	-	91
Mono Radio Broadcast Co., Ltd.	5	-	-	5
Mono Talent Studio Co., Ltd.	9	6	-	15
Mono Broadcast Co., Ltd.	190	170	-	360
Mono Sport Entertainment Co., Ltd.	28	56	-	84
	522	259	(13)	768
Allowance for doubtful accounts	(23)	-	-	(23)
Total	499	259	(13)	745

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

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2017, the Company and its subsidiaries had employee benefit expenses payable to their directors and management amounting to Baht 12 million and Baht 23 million, respectively (2016: Baht 11 million and Baht 22 million, respectively) and the Company-only amounts to Baht 7 million and Baht 14 million, respectively (2016: Baht 7 million and Baht 14 million, respectively).

3. Trade and other receivables

(Unit: Million Baht)

	Consolidated		Separate		
	financial statements		financial statements		
	30 June	31 December	30 June	31 December	
	2017	2016	2017	2016	
	(Audited)			(Audited)	
Trade receivables - related parties (Note 2)	3	4	10	8	
Trade receivables - unrelated parties	167	164	95	87	
Accrued income	317	251	129	131	
Dividend receivable - related party (Note 2)	-	-	42	55	
Other receivables - related parties (Note 2)	-	-	316	194	
Other receivables - unrelated parties	119	113	1	2	
Total	606	532	593	477	
Less: Allowance for doubtful accounts	(2)	(2)	-	-	
Trade and other receivables - net	604	530	593	477	

The balances of trade receivables, aged on the basis of due dates, are summarised below.

(Unit: Million Baht)

Age of receivables	Consolidated		Separate		
	financial statements		financial statements		
	30 June	31 December	30 June	31 December	
	2017	2016	2017	2016	
	(Audited)			(Audited)	
Trade receivables - related parties					
Not yet due	3	4	4	3	
Past due					
Up to 3 months	-	-	-	1	
3 - 6 months	-	-	1	1	
6 - 12 months	-	-	2	1	
Over 12 months	-	-	3	2	
Total trade receivables - related parties	3	4	10	8	

(Unaudited but reviewed)

(Unit: Million Baht)

Age of receivables	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
<u>Trade receivables - unrelated parties</u>				
Not yet due	141	81	91	44
Past due				
Up to 3 months	21	87	4	43
3 - 6 months	2	7	-	-
6 - 12 months	16	6	-	-
Over 12 months	14	10	-	-
	194	191	95	87
Less: Allowance for sales return	(27)	(27)	-	-
	167	164	95	87
Less: Allowance for doubtful accounts	(2)	(2)	-	-
Total trade receivables - unrelated parties - net	165	162	95	87
Total trade receivables - net	168	166	105	95

4. Investments in subsidiaries

- 4.1 On 10 January 2017, a meeting of the Company's Board of Directors passed a resolution to pay up a further 7.5 percent of registered share capital of T Moment Company Limited, or a total of Baht 15 million (with 32.5 percent of the registered share capital being called up). The Company's shareholding in the 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 Company Limited, which was registered with the Ministry of Commerce on 22 February 2017, with a registered share capital of Baht 5 million (50,000 ordinary shares with a par value of Baht 100). The Company invested in 49,997 ordinary shares of this company, at a price of Baht 100 per share, or for a total of Baht 5 million (with 50 percent of the registered share capital being called up). On 21 March 2017, the Company made payment of Baht 2.5 million for the called-up share capital. The Company's shareholding in Mono Play Company Limited is 100 percent.

- b) Approved the establishment of Mono Astro Company Limited, which was registered with the Ministry of Commerce on 22 February 2017, with a registered share capital of Baht 5 million (50,000 ordinary shares with a par value of Baht 100). The Company invested in 49,997 ordinary shares of this company, at a price of Baht 100 per share, or for a total of Baht 5 million (with 50 percent of the registered share capital being called up). On 21 March 2017, the Company made payment of Baht 2.5 million for the called-up share capital. The Company's shareholding in Mono Astro Company Limited is 100 percent.
- c) Approved to pay up a further 12.5 percent of registered share capital of T Moment Company Limited, or a total of Baht 25 million (with 45 percent of the registered share capital being called up). The Company's shareholding in the subsidiary remained unchanged. On 2 June 2017, the Company made full payment of such share capital.
- 4.3 On 8 May 2017, a meeting of the Company's Board of Directors approved the registration of the dissolution of Mono Technology Vietnam Company Limited, which is currently in the process of liquidation.
- 4.4 During the first quarter of the current year, the Company recorded an allowance for impairment loss on its investment in Mono Technology Hong Kong Limited amounting to Baht 17 million.
- 4.5 As at 30 June 2017, the net asset value of the subsidiaries was Baht 389 million lower than the cost of the investments (31 December 2016: Baht 382 million). The Company did not record an allowance for impairment loss on such investments since its management believed that the decreases in the value of these investments was not permanent.

5. Property, plant and equipment

	(Unit: Million Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Net book value as at 1 January 2017	777	55
Acquisitions during the period - at cost	42	3
Depreciation for the period	(47)	(9)
Net book value as at 30 June 2017	<u>772</u>	<u>49</u>

A subsidiary has mortgaged its land with structures thereon as collateral against its long-term loan facility of Baht 250 million from a bank.

(Unaudited but reviewed)

6. Intangible assets

	(Unit: Million Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	1,952	127
Acquisitions during the period - at cost	513	4
Disposal during the period - net book value at disposal date	-	(102)
Amortisation for the period	(395)	(3)
Net book value as at 30 June 2017	<u>2,070</u>	<u>26</u>

7. Trade and other payables

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	(Audited)		(Audited)	
Trade payables - related parties (Note 2)	-	-	95	117
Trade payables - unrelated parties	35	33	5	6
Other payables - related parties (Note 2)	22	23	19	23
Other payables - unrelated parties	59	51	8	13
Accrued expenses	86	76	37	39
Accounts payable for purchases of assets	95	112	-	-
Total trade and other payables	<u>297</u>	<u>295</u>	<u>164</u>	<u>198</u>

(Unaudited but reviewed)

8. Long-term loans from banks

(Unit: Million Baht)

	Consolidated financial statements	
	30 June 2017	31 December 2016
		(Audited)
Mono Broadcast Company Limited	1,350	1,166
Mono Production Company Limited	213	228
Total	1,563	1,394
Less: Current portion	(81)	(55)
Long-term loans from banks - net of current portion	<u>1,482</u>	<u>1,339</u>

Movements in the long-term loans from banks account during the six-month period ended 30 June 2017 were summarised below.

(Unit: Million Baht)

	Consolidated financial statements
Balance as at 1 January 2017	1,394
Add: Additional borrowings	184
Less: Repayment	(15)
Balance as at 30 June 2017	<u>1,563</u>

A loan is secured by the mortgage of a 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.

9. Cost of spectrum license payable

(Unit: Million Baht)

	Consolidated financial statements	
	30 June 2017	31 December 2016 (Audited)
Cost of spectrum license payable	954	1,160
Less: Deferred interest expenses	(69)	(91)
Total	885	1,069
Less: Current portion	(202)	(360)
Cost of spectrum license payable - net of current portion	<u>683</u>	<u>709</u>

During the first quarter of the current year, Mono Broadcast Company Limited received a letter from the National Broadcasting and Telecommunications Commission (“NBTC”) approving an extension of the term for payment of the remaining license fee payable, together with interest, in accordance with the terms and conditions stipulated by the NBTC.

10. Share capital

	Approved by	Ordinary	Par value	Registered	Registered date
		shares		share capital	
		(Shares)	(Baht)	(Baht)	
Balance as at 1 January 2017		4,984,999,975	0.10	498,499,998	
1) Cancellation of unissued ordinary shares	Annual General Meeting of the shareholders on 26 April 2017	(122,000,000)	0.10	(12,200,000)	8 May 2017
2) Issue of ordinary shares under a general mandate	Annual General Meeting of the shareholders on 26 April 2017	<u>334,000,000</u>	0.10	<u>33,400,000</u>	9 May 2017
Balance as at 30 June 2017		<u>5,196,999,975</u>		<u>519,699,998</u>	

(Unaudited but reviewed)

	<u>Ordinary shares</u> (Shares)	<u>Par value</u> (Baht)	<u>Issued and fully paid-up share capital</u> (Baht)	<u>Premium on ordinary shares</u> (Baht)	<u>Registered date</u>
Balance as at 1 January 2016	3,100,935,537	0.10	310,093,554	2,749,191,191	
1) On 23 February 2016, the Company received payments of subscription to 50 million ordinary shares with a price of Baht 1.9 per share, or a total amount of Baht 95 million.	50,000,000	0.10	5,000,000	90,000,000	26 February 2016
2) On 3 June 2016, the Company allotted 50 million newly issued ordinary shares at a price of Baht 2.03 per share, or for a total amount of Baht 101.5 million, to fund payment for movie rights and screenplays amounting to approximately Baht 103 million. Since the offer price was less than 90 percent of the weighted average market price, a silent period requirement was to be applied, in accordance with the notification of the Stock Exchange of Thailand.	<u>50,000,000</u>	0.10	<u>5,000,000</u>	<u>96,500,000</u>	7 June 2016
Balance as at 30 June 2016	<u>3,200,935,537</u>		<u>320,093,554</u>	<u>2,935,691,191</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, the Company allotted the 143 million newly issued ordinary shares to certain investors by way of private placements at an offering price of Baht 2.85 per share, or for a total amount of Baht 407.55 million.	<u>143,000,000</u>	0.10	<u>14,300,000</u>	<u>393,250,000</u>	19 January 2017
Balance as at 30 June 2017	<u>3,343,935,537</u>		<u>334,393,554</u>	<u>3,328,941,191</u>	

11. Warrants

During the current period, no warrants were exercised to purchase newly issued ordinary shares, leaving 1,479,067,065 warrants unexercised as at 30 June 2017.

12. Income tax

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

Income tax expenses for the periods are made up as follows:

(Unit: Million Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax charge	(2)	2	(4)	2
Deferred tax relating to origination of temporary differences	(1)	-	-	-
Income tax reported in the statements of comprehensive income	<u>(3)</u>	<u>2</u>	<u>(4)</u>	<u>2</u>

(Unit: Million Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax charge	2	5	-	5
Deferred tax relating to origination and reversal of temporary differences	(1)	2	-	-
Income tax reported in the statements of comprehensive income	<u>1</u>	<u>7</u>	<u>-</u>	<u>5</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.

The following table sets forth the computation of basic and diluted earnings (loss) per share:

Consolidated financial statements						
For the three-month periods ended 30 June						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the parent	52	13	3,344	3,166	0.0156	0.0041
Effect of dilutive potential ordinary shares						
Warrants offered to existing shareholders	-	-	440	61		
Diluted earnings per share						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	52	13	3,784	3,227	0.0137	0.0040

(Unaudited but reviewed)

Separate financial statements						
For the three-month periods ended 30 June						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the parent	42	88	3,344	3,166	0.0126	0.0278
Effect of dilutive potential ordinary shares						
Warrants offered to existing shareholders	-	-	440	61		
Diluted earnings per share						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>42</u>	<u>88</u>	<u>3,784</u>	<u>3,227</u>	0.0111	0.0273

Consolidated financial statements						
For the six-month periods ended 30 June						
Profit (loss) for the period		Weighted average number of ordinary shares		Earnings (loss) per share		
<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
Basic earnings (loss) per share						
Profit (loss) attributable to equity holders of the parent	75	(67)	3,335	3,144	0.0225	(0.0213)
Effect of dilutive potential ordinary shares						
Warrants offered to existing shareholders	-	-	451	31		
Diluted earnings (loss) per share						
Profit (loss) attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>75</u>	<u>(67)</u>	<u>3,786</u>	<u>3,175</u>	0.0198	Anti- dilutive

(Unaudited but reviewed)

	Separate financial statements					
	For the six-month periods ended 30 June					
	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
(Million Baht)	(Million Baht)	(Million shares)	(Million shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders of the parent	78	134	3,335	3,144	0.0234	0.0425
Effect of dilutive potential ordinary shares						
Warrants offered to existing shareholders	-	-	451	31		
Diluted earnings per share						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>78</u>	<u>134</u>	<u>3,786</u>	<u>3,175</u>	0.0206	0.0421

14. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht per share)
Final dividends for 2016	Annual General Meeting of the shareholders on 26 April 2017	<u>100.32</u>	<u>0.03</u>
Total dividends for the six-month period end 30 June 2017		<u>100.32</u>	<u>0.03</u>

15. Segment information

The following tables present revenues and profit (loss) information regarding the Company's and its subsidiaries' operating segments for the periods.

(Unit: Million Baht)

	For the three-month periods ended 30 June							
	Media and Content ⁽¹⁾		Entertainment ⁽²⁾		Eliminations of inter-segment revenues		Consolidation	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	Sales and service income							
Revenues from external customers	646	557	38	31	-	-	684	588
Inter-segment revenues	-	-	22	18	(22)	(18)	-	-
Total revenues	<u>646</u>	<u>557</u>	<u>60</u>	<u>49</u>	<u>(22)</u>	<u>(18)</u>	<u>684</u>	<u>588</u>

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month periods ended 30 June

	Media and		Entertainment ⁽²⁾		Eliminations of		Consolidation	
	Content ⁽¹⁾				inter-segment			
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Segment profit (loss)	241	203	(29)	(24)			212	179
Unallocated income and expenses:								
Other income							9	7
Selling and servicing expenses							(32)	(29)
Administrative expenses							(108)	(107)
Finance cost							(32)	(35)
Income tax							3	(2)
Profit for the period							<u>52</u>	<u>13</u>

(Unit: Million Baht)

For the six-month periods ended 30 June

	Media and		Entertainment ⁽²⁾		Eliminations of		Consolidation	
	Content ⁽¹⁾				inter-segment			
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Sales and service income								
Revenues from external customers	1,235	998	86	80	-	-	1,321	1,078
Inter-segment revenues	-	-	39	31	(39)	(31)	-	-
Total revenues	<u>1,235</u>	<u>998</u>	<u>125</u>	<u>111</u>	<u>(39)</u>	<u>(31)</u>	<u>1,321</u>	<u>1,078</u>
Segment profit (loss)	450	302	(46)	(24)			404	278
Unallocated income and expenses:								
Other income							18	13
Selling and servicing expenses							(66)	(58)
Administrative expenses							(212)	(223)
Finance cost							(68)	(70)
Income tax							(1)	(7)
Profit (loss) for the period							<u>75</u>	<u>(67)</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.

16. Capital commitments

As at 30 June 2017, the Company and its subsidiaries had capital commitments of approximately Baht 640 million, relating to the purchases of movie rights (31 December 2016: Baht 437 million, relating to the construction of a building and purchases of movie rights).

17. 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 percent per annum on the principal until settlement is completed.

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 percent 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.

On 25 April 2017, the Central Intellectual Property and International Trade Court announced its judgement on the lawsuit in a criminal case. The Court of First Instance judged the Company to pay compensation of Baht 0.1 million. On 25 July 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 Company's management is confident that no significant losses will be incurred as a result of the lawsuit, and therefore no provision has been made for the contingent liabilities in its accounts.

18. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 9 August 2017.