

Mono Technology Public Company Limited and its subsidiaries  
Report and interim consolidated financial statements  
For the three-month and nine-month periods ended  
30 September 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 September 2017, the related consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2017, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-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: 8 November 2017

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

**Statement of financial position**

**As at 30 September 2017**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>		
	<b>Note</b>	<b>30 September 2017</b>	<b>31 December 2016</b>	<b>30 September 2017</b>	<b>31 December 2016</b>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		345,700	86,809	190,123	25,650
Current investments - bank deposits		232	230	3	3
Trade and other receivables	3	612,529	529,530	578,231	476,948
Inventories		10,229	8,829	-	-
Prepaid expenses		27,301	22,901	6,240	5,692
Undue input tax		26,208	25,782	6,288	8,845
<b>Total current assets</b>		<b>1,022,199</b>	<b>674,081</b>	<b>780,885</b>	<b>517,138</b>
<b>Non-current assets</b>					
Restricted bank deposits		62,754	9,129	220	106
Investments in subsidiaries	4	-	-	2,984,826	2,956,826
Investment in a joint venture	5	51,226	51,226	-	-
Loans to subsidiaries	2	-	-	770,250	498,900
Property, plant and equipment	6	756,472	777,357	45,028	55,217
Intangible assets	7	2,234,718	1,951,973	52,476	126,719
Cost of spectrum license		1,489,253	1,585,572	-	-
Deferred tax assets		211,368	210,848	3,069	2,513
Other non-current assets		162,078	131,474	50,868	55,305
<b>Total non-current assets</b>		<b>4,967,869</b>	<b>4,717,579</b>	<b>3,906,737</b>	<b>3,695,586</b>
<b>Total assets</b>		<b>5,990,068</b>	<b>5,391,660</b>	<b>4,687,622</b>	<b>4,212,724</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 30 September 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans from banks		101,097	135,000	-	15,000
Trade and other payables	8	415,592	295,055	162,607	197,722
Current portion of long-term liabilities					
Long-term loans from banks	9	81,371	54,894	-	-
Cost of spectrum license payable	10	204,337	360,566	-	-
Liabilities under finance lease agreements		7,939	6,044	2,234	3,245
Income tax payable		2,583	296	-	-
Undue output tax		26,829	30,209	11,562	10,333
Other current liabilities		9,091	47,162	1,424	864
<b>Total current liabilities</b>		<b>848,839</b>	<b>929,226</b>	<b>177,827</b>	<b>227,164</b>
<b>Non-current liabilities</b>					
Long-term liabilities - net of current portion					
Long-term loans from banks	9	1,461,559	1,338,985	-	-
Cost of spectrum license payable	10	689,116	708,842	-	-
Liabilities under finance lease agreements		7,014	3,094	-	1,406
Provision for long-term employee benefits		41,897	36,210	18,587	16,616
Deferred tax liabilities		9,003	9,692	-	-
<b>Total non-current liabilities</b>		<b>2,208,589</b>	<b>2,096,823</b>	<b>18,587</b>	<b>18,022</b>
<b>Total liabilities</b>		<b>3,057,428</b>	<b>3,026,049</b>	<b>196,414</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 30 September 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>			
	<u>Note</u>	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>	
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
<b>Shareholders' equity</b>						
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	11 334,394	320,094	334,394	320,094
	12	Share subscriptions received in advance	116,637	-	116,637	-
		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)	(750,449)	(795,592)	661,386	661,903
		Other components of shareholders' equity	<u>(146,733)</u>	<u>(144,432)</u>	-	-
		<b>Total shareholders' equity</b>	<u>2,932,640</u>	<u>2,365,611</u>	<u>4,491,208</u>	<u>3,967,538</u>
		<b>Total liabilities and shareholders' equity</b>	<u>5,990,068</u>	<u>5,391,660</u>	<u>4,687,622</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 September 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>
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales and service income		696,132	603,770	184,218	240,189
Dividend income	2	-	-	34,298	59,997
Other income		15,168	11,693	20,835	18,336
<b>Total revenues</b>		<b>711,300</b>	<b>615,463</b>	<b>239,351</b>	<b>318,522</b>
<b>Expenses</b>					
Cost of sales and services		460,399	438,790	155,129	195,287
Selling and servicing expenses		36,924	27,578	6,566	3,661
Administrative expenses		107,814	99,215	55,118	37,252
<b>Total expenses</b>		<b>605,137</b>	<b>565,583</b>	<b>216,813</b>	<b>236,200</b>
<b>Profit before share of loss from investment</b>					
<b>in a joint venture, finance cost and income tax</b>		<b>106,163</b>	<b>49,880</b>	<b>22,538</b>	<b>82,322</b>
Share of loss from investment in a joint venture		-	(1,585)	-	-
<b>Profit before finance cost and income tax</b>		<b>106,163</b>	<b>48,295</b>	<b>22,538</b>	<b>82,322</b>
Finance cost		(33,097)	(36,205)	(38)	(318)
<b>Profit before income tax</b>		<b>73,066</b>	<b>12,090</b>	<b>22,500</b>	<b>82,004</b>
Income tax	13	(2,375)	(1,974)	(888)	(1,450)
<b>Profit for the period</b>		<b>70,691</b>	<b>10,116</b>	<b>21,612</b>	<b>80,554</b>
<b>Other comprehensive income:</b>					
<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		(717)	(1,976)	-	-
<b>Other comprehensive income for the period</b>		<b>(717)</b>	<b>(1,976)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>69,974</b>	<b>8,140</b>	<b>21,612</b>	<b>80,554</b>
<b>Earnings per share</b>					
14					
<b>Basic earnings per share</b>					
Profit attributable to equity holders of the Company		0.0212	0.0031	0.0066	0.0253
<b>Diluted earnings per share</b>					
Profit attributable to equity holders of the Company		0.0186	0.0028	0.0058	0.0227

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 nine-month period ended 30 September 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>
<b>Profit or loss:</b>					
<b>Revenues</b>					
Sales and service income		2,017,593	1,682,044	637,914	738,412
Dividend income	2	-	-	132,695	177,193
Other income		33,592	24,332	61,413	73,592
<b>Total revenues</b>		<u>2,051,185</u>	<u>1,706,376</u>	<u>832,022</u>	<u>989,197</u>
<b>Expenses</b>					
Cost of sales and services		1,378,224	1,239,697	535,123	606,141
Selling and servicing expenses		103,781	85,430	17,614	15,853
Administrative expenses		319,416	321,716	178,731	146,106
<b>Total expenses</b>		<u>1,801,421</u>	<u>1,646,843</u>	<u>731,468</u>	<u>768,100</u>
<b>Profit before share of loss from investment</b>					
<b>in a joint venture, finance cost and income tax</b>		249,764	59,533	100,554	221,097
Share of loss from investment in a joint venture		-	(1,811)	-	-
<b>Profit before finance cost and income tax</b>		249,764	57,722	100,554	221,097
Finance cost		(100,858)	(106,011)	(300)	(921)
<b>Profit (loss) before income tax</b>		148,906	(48,289)	100,254	220,176
Income tax	13	(3,445)	(8,699)	(453)	(6,068)
<b>Profit (loss) for the period</b>		<u>145,461</u>	<u>(56,988)</u>	<u>99,801</u>	<u>214,108</u>
<b>Other comprehensive income:</b>					
<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		(2,301)	(3,715)	-	-
<b>Other comprehensive income for the period</b>		<u>(2,301)</u>	<u>(3,715)</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>143,160</u>	<u>(60,703)</u>	<u>99,801</u>	<u>214,108</u>
<b>Earnings per share</b>					
14					
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		<u>0.0434</u>	<u>(0.0180)</u>	<u>0.0299</u>	<u>0.0677</u>
Diluted earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company		<u>0.0382</u>	<u>(0.0180)</u>	<u>0.0263</u>	<u>0.0647</u>

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 nine-month period ended 30 September 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	148,906	(48,289)	100,254	220,176
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation	70,949	56,987	13,019	15,790
Amortisation	612,070	483,392	4,506	1,896
Amortisation of spectrum license cost	96,320	96,409	-	-
Reversal of allowance for doubtful accounts				
- loans to subsidiaries	-	-	(642)	(13,594)
Reversal of reduction of inventories to net realisable value	(1,202)	(742)	-	-
Allowance for impairment loss on investment in a subsidiary	-	-	17,000	-
Dividend income	-	-	(132,695)	(177,193)
Share of loss from investment in a joint venture	-	1,811	-	-
(Gains) losses on sales of equipment	115	1,365	(28)	(9)
Losses on write-off of intangible assets	-	6,601	-	295
Unrealised (gains) losses on exchange	(877)	(59)	-	114
Withholding tax written off	20	-	20	-
Provision for long-term employee benefits	7,420	4,102	2,539	1,815
Interest income	(1,103)	(333)	(15,610)	(27,401)
Interest expenses	100,858	106,012	300	921
Profit (loss) from operating activities before changes in operating assets and liabilities	1,033,476	707,256	(11,337)	22,810
Operating assets (increase) decrease				
Trade and other receivables	(86,403)	(22,847)	(24,642)	196,936
Inventories	(197)	(755)	-	-
Prepaid expenses	(4,735)	8,535	(696)	12,912
Other non-current assets	2,307	3,045	(127)	487
Operating liabilities increase (decrease)				
Trade and other payables	31,343	(8,919)	(33,209)	(35,666)
Other current liabilities	(38,074)	2,557	560	1,540
Cash flows from (used in) operating activities	937,717	688,872	(69,451)	199,019
Cash paid for corporate income tax	(56,410)	(53,683)	(17,580)	(23,877)
Withholding tax refund received	21,113	1,307	21,113	-
<b>Net cash flows from (used in) operating activities</b>	<b>902,420</b>	<b>636,496</b>	<b>(65,918)</b>	<b>175,142</b>

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 nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Cash flows from investing activities</b>				
Interest income	1,103	333	21,277	24,703
Increase in current investments - bank deposits	(2)	(3)	-	-
(Increase) decrease in loans to subsidiaries	-	-	(271,350)	1,888,052
(Increase) decrease in restricted bank deposits	(53,625)	(8,678)	(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	-	-	153,594	229,191
Acquisition of property, plant and equipment	(38,404)	(124,207)	(2,694)	(5,651)
Proceeds from sales of equipment	136	41	535	157
Acquisition of intangible assets	(793,817)	(634,893)	(32,242)	(2,814)
Cash paid for spectrum license	(206,000)	(412,000)	-	-
Cash paid to settle payables from asset purchases	(13,145)	(114,805)	-	-
<b>Net cash flows used in investing activities</b>	<b>(1,103,754)</b>	<b>(1,368,549)</b>	<b>(175,994)</b>	<b>(266,359)</b>
<b>Cash flows from financing activities</b>				
Cash paid for interest expenses	(70,479)	(51,837)	(151)	(969)
Decrease in bank overdrafts and short-term loans from banks	(33,903)	-	(15,000)	-
Cash received from long-term loans from banks	149,052	670,840	-	-
Repayment of liabilities under finance lease agreements	(6,096)	(8,248)	(2,416)	(2,106)
Proceeds from increase in share capital	407,550	95,000	407,550	95,000
Proceeds from exercises of warrants	116,637	-	116,637	-
Dividend paid	(100,235)	(4)	(100,235)	(4)
<b>Net cash flows from financing activities</b>	<b>462,526</b>	<b>705,751</b>	<b>406,385</b>	<b>91,921</b>
<b>Decrease in translation adjustments</b>	<b>(2,301)</b>	<b>(3,715)</b>	<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>258,891</b>	<b>(30,017)</b>	<b>164,473</b>	<b>704</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>345,700</b>	<b>164,271</b>	<b>190,123</b>	<b>27,151</b>
	-	-	-	-
<b>Supplemental disclosures of cash flow information</b>				
Non-cash transactions				
Payable of acquisition of equipment	11,911	-	-	-
Payable of acquisition of intangible assets	100,998	-	-	-
Purchase of intangible assets settled with ordinary shares	-	101,500	-	101,500
Settlement of loan to a subsidiary with assets	-	-	642	10,663

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 nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>								
	Equity attributable to owners of the Company					Other components of shareholders' equity			Total shareholders' equity
	Issued and fully paid-up share capital	Share subscriptions received in advance	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	
				Appropriated	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	-	-	-	-	(56,988)	-	-	-	(56,988)
Other comprehensive income for the period	-	-	-	-	-	(3,715)	-	(3,715)	(3,715)
Total comprehensive income for the period	-	-	-	-	(56,988)	(3,715)	-	(3,715)	(60,703)
Increase share capital (Note 11)	10,000	-	186,500	-	-	-	-	-	196,500
<b>Balance as at 30 September 2016</b>	<b>320,094</b>	<b>-</b>	<b>2,935,691</b>	<b>49,280</b>	<b>(596,633)</b>	<b>3,293</b>	<b>(152,365)</b>	<b>(149,072)</b>	<b>2,559,360</b>
<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	-	-	-	-	145,461	-	-	-	145,461
Other comprehensive income for the period	-	-	-	-	-	(2,301)	-	(2,301)	(2,301)
Total comprehensive income for the period	-	-	-	-	145,461	(2,301)	-	(2,301)	143,160
Increase share capital (Note 11)	14,300	-	393,250	-	-	-	-	-	407,550
Exercised warrants (Note 12)	-	116,637	-	-	-	-	-	-	116,637
Dividend paid (Note 15)	-	-	-	-	(100,318)	-	-	-	(100,318)
<b>Balance as at 30 September 2017</b>	<b>334,394</b>	<b>116,637</b>	<b>3,328,941</b>	<b>49,850</b>	<b>(750,449)</b>	<b>5,632</b>	<b>(152,365)</b>	<b>(146,733)</b>	<b>2,932,640</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 changes in shareholders' equity (continued)**

**For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

**Separate financial statements**

	Share				Total	
	Issued and fully paid-up share capital	subscriptions received in advance	Premium on ordinary shares	Retained earnings		
				Appropriated	Unappropriated	shareholders' equity
<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 - profit for the period	-	-	-	-	214,108	214,108
Increase share capital (Note 11)	10,000	-	186,500	-	-	196,500
<b>Balance as at 30 September 2016</b>	<u>320,094</u>	<u>-</u>	<u>2,935,691</u>	<u>49,280</u>	<u>619,545</u>	<u>3,924,610</u>
<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 - profit for the period	-	-	-	-	99,801	99,801
Increase share capital (Note 11)	14,300	-	393,250	-	-	407,550
Exercised warrants (Note 12)	-	116,637	-	-	-	116,637
Dividend paid (Note 15)	-	-	-	-	(100,318)	(100,318)
<b>Balance as at 30 September 2017</b>	<u>334,394</u>	<u>116,637</u>	<u>3,328,941</u>	<u>49,850</u>	<u>661,386</u>	<u>4,491,208</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 nine-month periods ended 30 September 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 adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which were 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 did 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 30 September		For the nine-month periods ended 30 September		
	2017	2016	2017	2016	
<u>Transactions with related companies</u>					
Sales and service income	6	9	17	23	Contract price or agreed-upon price
Cost of services	2	1	4	2	Contract price or agreed-upon price
Rental and service expenses	21	19	55	55	Contract price or agreed-upon price
Other expenses	4	4	11	12	Contract price or agreed-upon price

(Unit: Million Baht)

	Separated financial statements				Transfer pricing policy
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		
	2017	2016	2017	2016	
<u>Transactions with subsidiaries</u> (eliminated from the consolidated financial statements)					
Sales and service income	2	2	4	6	Contract price or agreed-upon price
Dividend income	35	60	133	177	In accordance with resolutions of meetings of a subsidiary (Mono Info System Co., Ltd.)
Interest income	6	3	15	27	3 percent per annum
Other income	13	13	39	39	Contract price
Service revenue sharing payments	105	112	340	356	Contract price or agreed-upon price
Sales promotion expenses	3	1	5	4	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 September <u>2017</u>	For the three-month periods ended 30 September <u>2016</u>	For the nine-month periods ended 30 September <u>2017</u>	For the nine-month periods ended 30 September <u>2016</u>	
<u>Transactions with related companies</u>					
Sales and service income	1	4	5	11	Contract price or agreed-upon price
Rental and service expenses	11	13	33	37	Contract price or agreed-upon price
Other expenses	4	3	10	11	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 September <u>2017</u>	31 December <u>2016</u> (Audited)	30 September <u>2017</u>	31 December <u>2016</u> (Audited)
<b><u>Trade receivables - related parties (Note 3)</u></b>				
Subsidiaries	-	-	10	6
Related companies	3	4	1	2
Total trade receivables - related parties	<u>3</u>	<u>4</u>	<u>11</u>	<u>8</u>
<b><u>Other receivables - related parties (Note 3)</u></b>				
Subsidiaries	-	-	335	194
<b><u>Dividend receivable - related parties (Note 3)</u></b>				
Subsidiaries	-	-	34	55
<b><u>Deposits and retentions - related parties</u></b>				
Related companies	<u>7</u>	<u>7</u>	<u>6</u>	<u>6</u>
<b><u>Trade payables - related parties (Note 8)</u></b>				
Subsidiaries	<u>3</u>	-	<u>76</u>	<u>117</u>
<b><u>Other payables - related parties (Note 8)</u></b>				
Subsidiaries	-	-	12	5
Related companies	<u>24</u>	<u>23</u>	<u>19</u>	<u>18</u>
Total other payables - related parties	<u>24</u>	<u>23</u>	<u>31</u>	<u>23</u>

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 September 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	19	-	100
Mono Radio Broadcast Co., Ltd.	5	-	-	5
Mono Talent Studio Co., Ltd.	9	9	-	18
Mono Broadcast Co., Ltd.	190	180	-	370
Mono Sport Entertainment Co., Ltd.	28	59	-	87
	522	284	(13)	793
Allowance for doubtful accounts	(23)	-	-	(23)
Total	499	284	(13)	770

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 periods, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Million Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	11	12	7	7

(Unit: Million Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	33	34	21	21
Post-employment benefits	1	-	-	-
Total	<u>34</u>	<u>34</u>	<u>21</u>	<u>21</u>

**3. Trade and other receivables**

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	(Audited)		(Audited)	
Trade receivables - related parties (Note 2)	3	4	11	8
Trade receivables - unrelated parties	145	164	74	87
Accrued income	351	251	119	131
Dividend receivable - related parties (Note 2)	-	-	34	55
Other receivables - related parties (Note 2)	-	-	335	194
Other receivables - unrelated parties	115	113	5	2
Total	<u>614</u>	<u>532</u>	<u>578</u>	<u>477</u>
Less: Allowance for doubtful accounts	<u>(1)</u>	<u>(2)</u>	<u>-</u>	<u>-</u>
Trade and other receivables - net	<u>613</u>	<u>530</u>	<u>578</u>	<u>477</u>



(Unaudited but reviewed)

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 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
<b><u>Trade receivables - related parties</u></b>				
Not yet due	2	4	2	3
Past due				
Up to 3 months	1	-	2	1
3 - 6 months	-	-	1	1
6 - 12 months	-	-	2	1
Over 12 months	-	-	4	2
Total trade receivables - related parties	3	4	11	8
<b><u>Trade receivables - unrelated parties</u></b>				
Not yet due	124	81	72	44
Past due				
Up to 3 months	17	87	1	43
3 - 6 months	4	7	1	-
6 - 12 months	13	6	-	-
Over 12 months	16	10	-	-
	174	191	74	87
Less: Allowance for sales return	(29)	(27)	-	-
	145	164	74	87
Less: Allowance for doubtful accounts	(1)	(2)	-	-
Total trade receivables - unrelated parties - net	144	162	74	87
Total trade receivables - net	147	166	85	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 September 2017, the net asset value of the subsidiaries was Baht 382 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. Investment in a joint venture

On 10 February 2017, a meeting of Yunnan Mono Digital Technology Company Limited's Board of Directors approved its dissolution, which was registered on 13 February 2017. Currently, it is in the process of liquidation.

## 6. 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	50	3
Depreciation for the period	(71)	(13)
Net book value as at 30 September 2017	<u>756</u>	<u>45</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.

## 7. Intangible assets

	(Unit: Million Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Net book value as at 1 January 2017	1,952	127
Acquisitions during the period - at cost	895	32
Disposal during the period - net book value at disposal date	-	(102)
Amortisation for the period	(612)	(5)
Net book value as at 30 September 2017	<u>2,235</u>	<u>52</u>

(Unaudited but reviewed)

## 8. Trade and other payables

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
Trade payables - related parties (Note 2)	3	-	76	117
Trade payables - unrelated parties	45	33	23	6
Other payables - related parties (Note 2)	24	23	31	23
Other payables - unrelated parties	51	51	9	13
Accrued expenses	93	76	24	39
Accounts payable for purchases of assets	200	112	-	-
Total trade and other payables	<u>416</u>	<u>295</u>	<u>163</u>	<u>198</u>

## 9. Long-term loans from banks

(Unit: Million Baht)

	Consolidated financial statements	
	30 September	31 December
	2017	2016
		(Audited)
Mono Broadcast Company Limited	1,338	1,166
Mono Production Company Limited	205	228
Total	<u>1,543</u>	<u>1,394</u>
Less: Current portion	<u>(81)</u>	<u>(55)</u>
Long-term loans from banks - net of current portion	<u>1,462</u>	<u>1,339</u>

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

(Unit: Million Baht)

	Consolidated
	financial statements
Balance as at 1 January 2017	1,394
Add: Additional borrowings	184
Less: Repayment	<u>(35)</u>
Balance as at 30 September 2017	<u>1,543</u>

(Unaudited but reviewed)

A loan is secured by the mortgage of a subsidiary's land with structures thereon, as described in Note 6 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.

#### 10. Cost of spectrum license payable

(Unit: Million Baht)

	Consolidated financial statements	
	30 September 2017	31 December 2016
		(Audited)
Cost of spectrum license payable	954	1,160
Less: Deferred interest expenses	(61)	(91)
Total	893	1,069
Less: Current portion	(204)	(360)
Cost of spectrum license payable - net of current portion	<u>689</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.

#### 11. Share capital

	Approved by	Ordinary shares	Par value	Registered share capital	Registered date
		(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 September 2017		<u>5,196,999,975</u>		<u>519,699,998</u>	

(Unaudited but reviewed)

	Ordinary shares	Par value	Issued and fully paid-up share capital	Premium on ordinary shares	Registered date
	(Shares)	(Baht)	(Baht)	(Baht)	
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.	50,000,000	0.10	5,000,000	96,500,000	7 June 2016
Balance as at 30 September 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.	143,000,000	0.10	14,300,000	393,250,000	19 January 2017
Balance as at 30 September 2017	<u>3,343,935,537</u>		<u>334,393,554</u>	<u>3,328,941,191</u>	

**12. Warrants**

In September 2017, the warrant holders exercised 46,664,694 warrants to purchase 46,804,687 newly issued ordinary shares with a par value of Baht 0.1 each. The Company registered the corresponding increase in its share capital with the Ministry of Commerce on 4 October 2017 and as at 30 September 2017 the Company therefore presented cash of Baht 117 million received from the exercise of the warrants as “Share subscriptions received in advance” in shareholders’ equity.

As at 30 September 2017, 1,432,402,371 warrants (31 December 2016: 1,479,067,065 warrants) were unexercised.

**13. 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 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Current income tax:</b>				
Current income tax charge	1	2	-	1
Adjustment in respect of income tax of previous year	1	-	1	-
Income tax reported in the statements of comprehensive income	<u>2</u>	<u>2</u>	<u>1</u>	<u>1</u>

	(Unit: Million Baht)			
	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Current income tax:</b>				
Current income tax charge	3	7	-	6
Adjustment in respect of income tax of previous year	1	-	1	-
<b>Deferred tax:</b>				
Deferred tax relating to origination and reversal of temporary differences	(1)	2	(1)	-
Income tax reported in the statements of comprehensive income	<u>3</u>	<u>9</u>	<u>-</u>	<u>6</u>

**14. 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 September						
		Weighted average				
Profit for the period		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)	
<b>Basic earnings per share</b>						
Profit attributable to equity holders of the parent	71	10	3,345	3,201	0.0212	0.0031
<b>Effect of dilutive potential ordinary shares</b>						
Warrants offered to existing shareholders	-	-	480	364		
<b>Diluted earnings per share</b>						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	71	10	3,825	3,565	0.0186	0.0028



(Unaudited but reviewed)

Separate financial statements						
For the three-month periods ended 30 September						
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)	
<b>Basic earnings per share</b>						
Profit attributable to equity holders of the parent	22	81	3,345	3,201	0.0066	0.0253
<b>Effect of dilutive potential ordinary shares</b>						
Warrants offered to existing shareholders	-	-	480	364		
<b>Diluted earnings per share</b>						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>22</u>	<u>81</u>	<u>3,825</u>	<u>3,565</u>	0.0058	0.0227

Consolidated financial statements						
For the nine-month periods ended 30 September						
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)	
<b>Basic earnings (loss) per share</b>						
Profit (loss) attributable to equity holders of the parent	145	(57)	3,338	3,163	0.0434	(0.0180)
<b>Effect of dilutive potential ordinary shares</b>						
Warrants offered to existing shareholders	-	-	462	143		
<b>Diluted earnings (loss) per share</b>						
Profit (loss) attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>145</u>	<u>(57)</u>	<u>3,800</u>	<u>3,306</u>	0.0382	Anti- dilutive

(Unaudited but reviewed)

Separate financial statements						
For the nine-month periods ended 30 September						
Weighted average						
Profit for the period		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)	
<b>Basic earnings per share</b>						
Profit attributable to equity holders of the parent	100	214	3,338	3,163	0.0299	0.0677
<b>Effect of dilutive potential ordinary shares</b>						
Warrants offered to existing shareholders	-	-	462	143		
<b>Diluted earnings per share</b>						
Profit attributable to ordinary shareholders assuming the conversion of warrants to ordinary shares	<u>100</u>	<u>214</u>	<u>3,800</u>	<u>3,306</u>	0.0263	0.0647

**15. 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 nine-month period end 30 September 2017		<u>100.32</u>	<u>0.03</u>

**16. 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 September								
				Eliminations of inter-segment revenues				
Media and Content <sup>(1)</sup>		Entertainment <sup>(2)</sup>				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	631	577	65	27	-	-	696	604
Inter-segment revenues	-	-	46	17	(46)	(17)	-	-
Total revenues	<u>631</u>	<u>577</u>	<u>111</u>	<u>44</u>	<u>(46)</u>	<u>(17)</u>	<u>696</u>	<u>604</u>
Segment profit (loss)	243	201	(7)	(36)			236	165

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month periods ended 30 September

	Media and		Entertainment <sup>(2)</sup>		Eliminations of		Consolidation	
	Content <sup>(1)</sup>				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>
Unallocated income and expenses:								
Other income							15	12
Selling and servicing expenses							(37)	(28)
Administrative expenses							(108)	(99)
Share of loss from investment in a joint venture							-	(2)
Finance cost							(33)	(36)
Income tax							(2)	(2)
Profit for the period							<u>71</u>	<u>10</u>

(Unit: Million Baht)

For the nine-month periods ended 30 September

	Media and		Entertainment <sup>(2)</sup>		Eliminations of		Consolidation	
	Content <sup>(1)</sup>				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	1,867	1,575	151	107	-	-	2,018	1,682
Inter-segment revenues	-	-	85	48	(85)	(48)	-	-
Total revenues	<u>1,867</u>	<u>1,575</u>	<u>236</u>	<u>155</u>	<u>(85)</u>	<u>(48)</u>	<u>2,018</u>	<u>1,682</u>
Segment profit (loss)	694	502	(56)	(59)			638	443
Unallocated income and expenses:								
Other income							34	24
Selling and servicing expenses							(104)	(85)
Administrative expenses							(319)	(322)
Share of loss from investment in a joint venture							-	(2)
Finance cost							(101)	(106)
Income tax							(3)	(9)
Profit (loss) for the period							<u>145</u>	<u>(57)</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.

**17. Commitments and contingent liabilities****17.1 Capital commitments**

As at 30 September 2017, the subsidiaries had capital commitments of approximately Baht 530 million (31 December 2016: Baht 437 million), relating to the purchases of movie rights.

**17.2 Guarantees**

- a) As at 30 September 2017, the Company had guaranteed bank credit facilities of its subsidiaries amounting to Baht 2,798 million (31 December 2016: Baht 3,092 million).
- b) The subsidiaries had guaranteed bank credit facilities of the Company amounting to Baht 35 million (31 December 2016: Baht 35 million).
- c) As at 30 September 2017, the Company and its subsidiaries had outstanding bank guarantees of Baht 1,306 million (31 December 2016: Baht 1,365 million) issued by banks on behalf of the Company and its subsidiaries to guarantee contractual performance and of the Company only amounting to Baht 5 million (31 December 2016: Baht 5 million).

**17.3 Operating lease and service commitments**

Future minimum lease and service payments required under these non-cancellable operating lease and service contracts were as follows.

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016 (Audited)	30 September 2017	31 December 2016 (Audited)
Payable:				
in up to 1 year	183	174	30	28
in over 1 year and up to 5 years	305	299	41	21
in over 5 years	326	369	-	-

## **18. Litigation**

18.1 In June 2015, the Company was sued by an unrelated company through 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.

18.2 In July 2017, the Company was sued by an unrelated company through the Central Intellectual Property and International Trade Court in a criminal case for infringement on the online broadcast rights of video and audio content via its website.

On 9 October 2017, the Central Intellectual Property and International Trade Court made an appointment for preliminary examinations. The Company and the plaintiff responded to the court that a settlement of the case could be achievable and they therefore requested a postponement to agree compensation with the plaintiff. Currently, the Company is in the negotiation process.

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.

**19. Event after the reporting period**

On 8 November 2017, the Company's Board of Directors meeting No. 5/2017 approved the following significant resolutions.

- a) the interim dividend declaration in respect of retained earnings as at 30 September 2017 to the shareholders at Baht 0.03 per share, totaling approximately Baht 102 million. This dividend will be recorded in the fourth quarter of the current year.
- b) the increase of registered share capital of Mono Music Company Limited (a subsidiary) amounting to Baht 68 million (680,000 additional ordinary shares with a par value of Baht 100 each), from Baht 38 million (380,000 ordinary shares of Baht 100 each) to Baht 106 million (1,060,000 ordinary shares of Baht 100 each). The increase in share capital does not have any effect to the Company's interest in this subsidiary.

**20. Approval of interim financial statements**

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