REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

TO THE SHAREHOLDERS AND BOARD OF DIRECTORS
THAICOM PUBLIC COMPANY LIMITED

Opinion

We have audited the consolidated financial statements of Thaicom Public Company Limited and its subsidiaries (the "Group") and the separate financial statements of Thaicom Public Company Limited (the "Company"), which comprise the consolidated and separate statements of financial position as at December 31, 2017, and the related consolidated and separate statements of profit or loss, profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of Thaicom Public Company Limited and its subsidiaries and of Thaicom Public Company Limited as at December 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards ("TFRSs").

Basis for Opinion

We conducted our audit in accordance with Thai Standards on Auditing ("TSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group in accordance with the Federation of Accounting Professions' Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to the audit of the consolidated and separate financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 4 to the financial statements that Thaicom Public Company Limited and its subsidiaries have elected to change accounting policy related to investments in subsidiaries and joint venture in the separate financial statements from cost method to equity method for the financial statements for the periods beginning on or after January 1, 2017 onwards and the Company restated the separate financial statements for the year ended December 31, 2016 and the separate statement of financial position as at January 1, 2016 which are presented as comparative information, to be in accordance with the revised Thai Financial Reporting Standards.

In addition, we draw attention to Note 10 and Note 36.1 to the financial statements that a subsidiary of the Company has sold its entire investment in CS Loxinfo Public Company Limited to Advance Wireless Network Co., Ltd. on January 25, 2018. The Company classified assets and liabilities of CS Loxinfo Public Company Limited as non-current assets classified as held for sale and liabilities directly associated with non-current assets classified as held for sale in the statements of financial of position as at December 31, 2017 and classified its net profit as net profit from discontinued operation in the consolidated and separate statements of profit or loss for the years ended December 31, 2017 and 2016.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters	Key Audit Procedures
Recognition of revenue from rendering of services The Group has many service agreements which have different terms and pricing conditions. Therefore, the key audit matter is occurrence of recognition of revenue from rendering of services whether the revenue from rendering of services has been recorded in accordance with TFRSs Accounting policy of revenue recognition and detail of revenue from rendering of services were disclosed in the Note 3.18 and Note 25 to the financial statements.	Key audit procedures included: • Understanding the revenue recognition process related to rendering of services and related internal control procedures • Testing the design and implementation of the internal control procedures • Performing the operating effectiveness testing over the internal control procedures around revenue recognition process related to rendering of services including related information and technology system, and • Performing substantive testing as follows: – Examine terms and condition of the service agreements and recalculate the revenues whether it has been recorded appropriately and examine the related supporting documents of those revenues from rendering of services – Perform substantive analytical procedures relating to the revenue from rendering of services.
Impairment of investment in subsidiaries and goodwill The consideration of impairment of investment in subsidiaries and goodwill is depended on the management judgements and assumptions. Therefore, the key audit matter is whether the valuation of investment in subsidiaries and goodwill and impairment of investment in subsidiaries and goodwill has been recognized in accordance with TFRSs. Accounting policies of investments, intangible assets and impairment and detail of investments in subsidiaries and intangible assets were disclosed in the Note 3.8, Note 3.12, Note 3.13, Note 11, and Note 14 to the financial statements, respectively.	Key audit procedures included: • Understanding the impairment consideration process and related internal control procedures • Testing the design and implementation of the internal control procedures • Performing the operating effectiveness testing over the internal control procedures around impairment consideration process, and • Performing substantive testing as follows: – Examine the supporting documents in relation to the management consideration of impairment indicators for investment in subsidiaries – Assess the appropriateness of valuation model and key assumptions the management used in the estimation of the impairment provision for investment in subsidiaries.

Key Audit Matters	Key Audit Procedures
Impairment of equipment and intangible assets under operating agreement The consideration of impairment of equipment and intangible asset under operating agreement is depended on the management judgements and assumptions. Therefore, the key audit matter is whether the valuation of equipment and intangible asset under operating agreement and impairment of equipment and intangible asset under operating agreement have been recognized in accordance with TFRSs. Accounting policies of property, plant and equipment, intangible assets under operating agreement and impairment and detail of property, plant and equipment and intangible assets under operating agreement were disclosed in the Note 3.9, Note 3.10, Note 3.13, Note 13, and Note 14 to the financial statements, respectively.	Key audit procedures included: • Understanding the impairment consideration process and related internal control procedures • Testing the design and implementation of the internal control procedures • Performing the operating effectiveness testing over the internal control procedures around impairment consideration process, and • Performing substantive testing as follows: – Examine the supporting documents in relation to the management consideration of impairment indicators for equipment and intangible asset under operating agreement. – Assess the appropriateness of valuation model and key assumptions the management used in the estimation of the impairment provision for equipment and intangible asset under operating agreement.

Other Information

Management is responsible for the other information. The other information comprises information in the annual report, we have received such other information in the annual report that has been prepared for issuance before the date of this auditors' report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We have read other information in the annual report that has been prepared for issuance, we did not find any material inconsistency therein which we have to report.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of the consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with TSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Chavala Tienpasertkij
Certified Public Accountant (Thailand)
Registration No. 4301
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

BANGKOK
January 31, 2018

Thaicom Public Company Limited and its Subsidiaries
Statements of financial position
At 31 December 2017

		Consolidated financial statements		Separate financial statements		
					(Restated)	(Restated)
		31 December	31 December	31 December	31 December	1 January
		2017	2016	2017	2016	2016
	Notes	Baht	Baht	Baht	Baht	Baht
Assets						
Current assets						
Cash and cash equivalents	6	1,960,770,857	2,683,685,053	683,765,774	477,958,084	1,253,746,837
Current investments	7	3,407,069,423	3,537,888,499	3,436,461,878	3,540,581,148	1,574,220,655
Trade and other current receivables	8	1,666,859,482	2,427,969,689	1,957,412,837	1,721,754,705	1,361,316,236
Amounts due from related parties	5	90,824,861	124,368,293	190,369,034	302,799,910	211,886,621
Short-term loan to a joint venture	5	-	18,185,988	-	18,185,988	168,520,658
Current portion of long-term loan to related parties	5	244,591,079	-	244,591,079	-	-
Inventories	9	124,813,587	323,878,790	106,892,786	235,029,321	160,423,960
Other current assets		93,203,229	11,373,239	25,951,957	15,681,613	32,865,381
Non-current assets classified as held for sale	10	1,837,189,239	-	-	-	-
Total current assets		**9,425,321,757**	**9,127,349,551**	**6,645,445,345**	**6,311,990,769**	**4,762,980,348**
Non-current assets						
Long-term loans to related parties	5	1,712,137,550	2,145,946,584	1,752,137,549	2,175,946,584	2,161,864,194
Investments in subsidiaries	11	-	-	1,674,859,190	2,027,097,883	3,955,685,945
Investments in a joint venture	11	1,356,700,860	1,417,200,767	1,356,700,860	1,417,200,767	1,210,350,988
Property, plant and equipment	13	7,859,316,266	9,347,159,923	7,794,040,539	8,441,135,667	8,073,204,433
Intangible assets under operating agreement	14	3,986,568,906	9,204,747,659	3,986,568,906	9,204,747,659	11,227,186,999
Deferred charges	14	15,632,576	17,650,218	15,632,576	17,650,218	19,667,859
Intangible assets	14	427,047,889	710,771,623	333,565,036	422,338,668	515,934,767
Deferred tax assets	15	775,824,882	310,411,352	704,853,399	83,079,498	86,460,112
Other non-current assets	16	380,643,468	558,527,020	361,623,550	519,167,622	838,416,858
Total non-current assets		**16,513,872,397**	**23,712,415,146**	**17,979,981,605**	**24,308,364,566**	**28,088,772,155**
Total assets		**25,939,194,154**	**32,839,764,697**	**24,625,426,950**	**30,620,355,335**	**32,851,752,503**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries
Statements of financial position (Continued)
At 31 December 2017

		Consolidated financial statements		Separate financial statements		
					(Restated)	(Restated)
		31 December	31 December	31 December	31 December	1 January
		2017	2016	2017	2016	2016
	Notes	Baht	Baht	Baht	Baht	Baht
Liabilities and equity						
Current liabilities						
Short-term borrowings from financial institutions	17	-	230,000,000	-	-	1,460,520,587
Trade and other current payables	18	866,662,159	1,417,118,257	658,855,472	683,564,020	673,890,214
Amounts due to related parties	5	829,729	49,369	23,522,941	2,262,237	2,539,821
Current portion of long-term borrowings	17	421,788,460	728,871,183	421,788,460	667,991,230	7,992,543
Short-term borrowings from related party		-	-	-	-	1,126,768,104
Advance receipts from customers		218,392,223	805,729,858	60,020,292	277,360,149	676,917,443
Accrued operating agreement fee		263,344,848	316,222,960	263,344,848	316,222,960	333,401,729
Income tax payable		7,225,864	32,836,808	-	7,156,197	55,972,634
Other current liabilities	19	95,844,393	81,346,770	63,253,253	77,519,266	72,919,034
Liabilities directly associated with non-current assets classified as held for sale	10	1,055,257,237	-	-	-	-
Total current liabilities		**2,929,344,913**	**3,612,175,205**	**1,490,785,266**	**2,032,076,059**	**4,410,922,109**
Non-current liabilities						
Long-term borrowings	17	7,024,628,257	9,265,989,310	7,061,628,257	9,202,060,708	9,905,129,460
Long-term accounts payable - property and equipment		226,645,680	248,417,250	226,645,680	248,417,250	250,151,220
Net liabilities in subsidiaries	4, 11	-	-	576,045,267	82,222,033	-
Non-current provisions for employee benefit	20	175,939,941	429,770,347	148,950,511	207,511,871	208,848,138
Other non-current liabilities	21	302,925,926	362,240,425	299,278,905	338,461,308	392,876,579
Total non-current liabilities		**7,730,139,804**	**10,306,417,332**	**8,312,548,620**	**10,078,673,170**	**10,757,005,397**
Total liabilities		**10,659,484,717**	**13,918,592,537**	**9,803,333,886**	**12,110,749,229**	**15,167,927,506**
Equity						
Share capital	22					
Authorised share capital		5,499,884,200	5,499,884,200	5,499,884,200	5,499,884,200	5,494,512,700
Issued and paid-up share capital		5,480,333,200	5,479,969,700	5,480,333,200	5,479,969,700	5,479,687,700
Premium on ordinary shares	22	4,324,626,137	4,305,387,362	4,324,626,137	4,305,387,362	4,301,989,672
Retained earnings						
Appropriated						
Legal reserve		549,988,420	549,988,420	549,988,420	549,988,420	549,451,270
Unappropriated		4,201,676,132	7,614,333,524	4,201,676,132	7,614,333,524	6,715,451,453
Other components of equity		265,469,175	559,927,100	265,469,175	559,927,100	637,244,902
Equity attributable to owners of the Company		**14,822,093,064**	**18,509,606,106**	**14,822,093,064**	**18,509,606,106**	**17,683,824,997**
Non-controlling interests	12	457,616,373	411,566,054	-	-	-
Total equity		**15,279,709,437**	**18,921,172,160**	**14,822,093,064**	**18,509,606,106**	**17,683,824,997**
Total liabilities and equity		**25,939,194,154**	**32,839,764,697**	**24,625,426,950**	**30,620,355,335**	**32,851,752,503**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries

Statements of profit or loss
For the year ended 31 December 2017

	Notes	Consolidated financial statements		Separate financial statements	
		2017	(Restated) 2016	2017	(Restated) 2016
		Baht	Baht	Baht	Baht
Continuing operations					
Income	5				
Revenues from sale of goods and rendering of services	25	6,688,843,268	8,641,553,129	5,878,290,011	7,076,757,129
Construction revenue under operating agreement		186,400	105,000	186,400	105,000
Net foreign exchange gain		152,243,504	151,970,327	152,315,241	162,693,134
Other income	26	387,141,296	187,578,884	253,622,355	331,269,089
Total income		**7,228,414,468**	**8,981,207,340**	**6,284,414,007**	**7,570,824,352**
Expenses	5				
Cost of sale of goods and rendering of services		4,312,036,220	4,511,442,164	3,778,396,818	3,867,990,052
Construction cost under operating agreement		186,400	105,000	186,400	105,000
Operating agreements fee		978,521,346	1,057,053,328	978,521,346	1,057,053,328
Selling expenses		105,906,051	195,014,783	99,321,380	155,421,301
Administrative expenses		1,515,011,381	1,227,922,658	848,276,646	787,150,835
Impairment loss on assets		3,308,681,047	-	3,196,000,000	-
Directors and management benefit expenses		63,129,812	88,155,149	62,764,012	87,800,291
Finance costs		382,429,405	337,557,961	378,304,300	337,745,898
Total expenses		**10,665,901,662**	**7,417,251,043**	**9,341,770,902**	**6,293,266,705**
Share of profit (loss) of investment in subsidiaries and a joint venture		196,184,926	198,469,354	(263,785,847)	506,207,579
Profit (loss) before income tax expense from continuing operations		**(3,241,302,268)**	**1,762,425,651**	**(3,321,142,742)**	**1,783,765,226**
Income tax expense	29	454,566,970	(270,253,103)	534,407,444	(291,592,678)
Profit (loss) from continuing operations		**(2,786,735,298)**	**1,492,172,548**	**(2,786,735,298)**	**1,492,172,548**
Discontinued operation					
Profit from discontinued operation, net of income tax	10	325,660,831	291,088,913	136,958,006	119,600,588
Profit (loss) for the year		**(2,461,074,467)**	**1,783,261,461**	**(2,649,777,292)**	**1,611,773,136**
Profit (loss) attributable to:					
Owner of the Company		(2,649,777,292)	1,611,773,136	(2,649,777,292)	1,611,773,136
Non-controlling interest					
Continuing operation		-	(430)	-	-
Discontinued operation		188,702,825	171,488,755	-	-
Profit (loss) for the year		**(2,461,074,467)**	**1,783,261,461**	**(2,649,777,292)**	**1,611,773,136**
Earnings (loss) per share (Baht)	30				
Basic earnings (loss) per share		(2.42)	1.47	(2.42)	1.47
Diluted earnings (loss) per share		(2.42)	1.47	(2.42)	1.47
Earnings (loss) per share - continuing operation (Baht)	30				
Basic earnings (loss) per share		(2.54)	1.36	(2.54)	1.36
Diluted earnings (loss) per share		(2.54)	1.36	(2.54)	1.36

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries
Statements of profit or loss and other comprehensive income
For the year ended 31 December 2017

	Notes	Consolidated financial statements		Separate financial statements	
					(Restated)
		2017	2016	2017	2016
		Baht	Baht	Baht	Baht
Profit (loss) for the year		**(2,461,074,467)**	**1,783,261,461**	**(2,649,777,292)**	**1,611,773,136**
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Defined benefit plan actuarial gains		15,874,884	-	4,762,288	-
Income tax on other comprehensive income		(2,674,819)	-	(452,300)	-
		13,200,065	**-**	**4,309,988**	**-**
Items that maybe reclassified to profit or loss					
Foreign currency translation differences for foreign operations		(288,274,898)	(74,763,946)	(288,274,898)	(74,763,946)
Unrealised loss from increase in shareholding in subsidiary		(17)	-	(17)	-
Changes in fair value of available-for-sale investment transfers to profit or loss		(1,564,964)	11,257,263	(1,564,964)	11,257,263
Changes in fair value of available-for-sale investment		5,996,514	(18,361,763)	5,996,514	(18,361,763)
Income tax on other comprehensive income		(886,310)	266,680	(886,310)	266,680
		(284,729,675)	(81,601,766)	(284,729,675)	(81,601,766)
Other comprehensive income for the year, net of income tax		**(271,529,610)**	**(81,601,766)**	**(280,419,687)**	**(81,601,766)**
Total comprehensive income for the year		**(2,732,604,077)**	**1,701,659,695**	**(2,930,196,979)**	**1,530,171,370**
Total comprehensive income attributable to:					
Owners of the Company		(2,930,196,979)	1,530,171,800	(2,930,196,979)	1,530,171,800
Non-controlling interests		197,592,902	171,487,895	-	(430)
Total comprehensive income for the year		**(2,732,604,077)**	**1,701,659,695**	**(2,930,196,979)**	**1,530,171,370**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries

Statement of changes in equity

For the year ended 31 December 2017

		Consolidated financial statements											
				Retained earnings		Other components of equity							
	Notes	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in a subsidiaries	Foreign currency translation differences	Changes in fair value of available-for-sale investments	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Year ended 31 December 2016													
Balance at 1 January 2016		**5,479,687,700**	**4,301,989,672**	**549,451,270**	**6,715,451,453**	**17,237,023**	**328,844,656**	**285,392,125**	**5,771,098**	**637,244,902**	**17,683,824,997**	**426,955,757**	**18,110,780,754**
Transactions with owners, recorded directly in equity													
Shares options exercised	22	282,000	3,397,690	-	-	(3,679,690)	-	-	-	(3,679,690)	-	-	-
Share-based payment transactions	22	-	-	-	-	7,963,654	-	-	-	7,963,654	7,963,654	-	7,963,654
Dividends to owners of the Company	31	-	-	-	(712,353,915)	-	-	-	-	-	(712,353,915)	(144,654,426)	(857,008,341)
Capital return from liquidation of a subsidiary		-	-	-	-	-	-	-	-	-	-	(42,223,602)	(42,223,602)
Total transactions with owners, recorded directly in equity		**282,000**	**3,397,690**	**-**	**(712,353,915)**	**4,283,964**	**-**	**-**	**-**	**4,283,964**	**(704,390,261)**	**(186,878,028)**	**(891,268,289)**
Comprehensive income for the year													
Profit	30	-	-	-	1,611,773,136	-	-	-	-	-	1,611,773,136	171,488,325	1,783,261,461
Other comprehensive income		-	-	-	-	-	-	(74,763,946)	(6,837,820)	(81,601,766)	(81,601,766)	-	(81,601,766)
Total comprehensive income for the year		**-**	**-**	**-**	**1,611,773,136**	**-**	**-**	**(74,763,946)**	**(6,837,820)**	**(81,601,766)**	**1,530,171,370**	**171,488,325**	**1,701,659,695**
Transfer to legal reserve		-	-	537,150	(537,150)	-	-	-	-	-	-	-	-
Balance at 31 December 2016		**5,479,969,700**	**4,305,387,362**	**549,988,420**	**7,614,333,524**	**21,520,987**	**328,844,656**	**210,628,179**	**(1,066,722)**	**559,927,100**	**18,509,606,106**	**411,566,054**	**18,921,172,160**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries

Statement of changes in equity (Continued)

For the year ended 31 December 2017

		Consolidated financial statements											
				Retained earnings		Other components of equity							
	Notes	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in a subsidiaries	Foreign currency translation differences	Changes in fair value of available-for-sale investments	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Year ended 31 December 2017													
Balance at 1 January 2017		**5,479,969,700**	**4,305,387,362**	**549,988,420**	**7,614,333,524**	**21,520,987**	**328,844,656**	**210,628,179**	**(1,066,722)**	**559,927,100**	**18,509,606,106**	**411,566,054**	**18,921,172,160**
Transactions with owners, recorded directly in equity													
Shares options exercised	22	363,500	19,238,775	-	-	(19,602,275)	-	-	-	(19,602,275)	-	-	-
Share-based payment transactions	22	-	-	-	-	9,874,025	-	-	-	9,874,025	9,874,025	-	9,874,025
Dividends to owners of the Company	31	-	-	-	(767,190,088)	-	-	-	-	-	(767,190,088)	(151,542,583)	(918,732,671)
Total transactions with owners, recorded directly in equity		**363,500**	**19,238,775**	**-**	**(767,190,088)**	**(9,728,250)**	**-**	**-**	**-**	**(9,728,250)**	**(757,316,063)**	**(151,542,583)**	**(908,858,646)**
Comprehensive income for the year													
Profit	30	-	-	-	(2,649,777,292)	-	-	-	-	-	(2,649,777,292)	188,702,825	(2,461,074,467)
Other comprehensive income		-	-	-	4,309,988	-	(17)	(288,274,898)	3,545,240	(284,729,675)	(280,419,687)	8,890,077	(271,529,610)
Total comprehensive income for the year		**-**	**-**	**-**	**(2,645,467,304)**	**-**	**(17)**	**(288,274,898)**	**3,545,240**	**(284,729,675)**	**(2,930,196,979)**	**197,592,902**	**(2,732,604,077)**
Balance at 31 December 2017		**5,480,333,200**	**4,324,626,137**	**549,988,420**	**4,201,676,132**	**11,792,737**	**328,844,639**	**(77,646,719)**	**2,478,518**	**265,469,175**	**14,822,093,064**	**457,616,373**	**15,279,709,437**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries

Statement of changes in equity

For the year ended 31 December 2017

		Separate financial statements (Restated)									
				Retained earnings		Other components of equity					
	Notes	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in a subsidiaries	Foreign currency translation differences	Changes in fair value of available-for-sale investments	Total other components of equity	Total equity
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Year ended 31 December 2016											
Balance at 1 January 2016 - as reported		**5,479,687,700**	**4,301,989,672**	**549,451,270**	**3,767,092,570**	**17,237,023**	**-**	**-**	**-**	**17,237,023**	**14,115,458,235**
Impact of changes in accounting policies	4	-	-	-	2,948,358,883	-	328,844,656	285,392,125	5,771,098	620,007,879	3,568,366,762
Balance at 1 January 2016 - as restated		**5,479,687,700**	**4,301,989,672**	**549,451,270**	**6,715,451,453**	**17,237,023**	**328,844,656**	**285,392,125**	**5,771,098**	**637,244,902**	**17,683,824,997**
Transactions with owners, recorded directly in equity											
Shares options exercised	22	282,000	3,397,690	-	-	(3,679,690)	-	-	-	(3,679,690)	-
Share-based payment transactions	22	-	-	-	-	7,963,654	-	-	-	7,963,654	7,963,654
Dividends to owners of the Company	31	-	-	-	(712,353,915)	-	-	-	-	-	(712,353,915)
Total transactions with owners, recorded directly in equity		**282,000**	**3,397,690**	**-**	**(712,353,915)**	**4,283,964**	**-**	**-**	**-**	**4,283,964**	**(704,390,261)**
Comprehensive income for the year											
Profit	30	-	-	-	1,611,773,136	-	-	-	-	-	1,611,773,136
Other comprehensive income		-	-	-	-	-	-	(74,763,946)	(6,837,820)	(81,601,766)	(81,601,766)
Total comprehensive income for the year		**-**	**-**	**-**	**1,611,773,136**	**-**	**-**	**(74,763,946)**	**(6,837,820)**	**(81,601,766)**	**1,530,171,370**
Transfer to legal reserve		-	-	537,150	(537,150)	-	-	-	-	-	-
Balance at 31 December 2016		**5,479,969,700**	**4,305,387,362**	**549,988,420**	**7,614,333,524**	**21,520,987**	**328,844,656**	**210,628,179**	**(1,066,722)**	**559,927,100**	**18,509,606,106**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries

Statement of changes in equity (Continued)

For the year ended 31 December 2017

		Separate financial statements									
				Retained earnings		Other components of equity					
	Notes	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Other reserve for share-based payment	Cumulative gain on dilution of investment in a subsidiaries	Foreign currency translation differences	Changes in fair value of available-for-sale investments	Total other components of equity	Total equity
		Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Year ended 31 December 2017											
Balance at 31 December 2016 - as reported		**5,479,969,700**	**4,305,387,362**	**549,988,420**	**6,081,939,772**	**21,520,987**	**-**	**-**	**-1,066,722**	**20,454,265**	**16,437,739,519**
Impact of changes in accounting policies	4	-	-	-	1,532,393,752	-	328,844,656	210,628,179	-	539,472,835	2,071,866,587
Balance at 1 January 2017 - as restated		**5,479,969,700**	**4,305,387,362**	**549,988,420**	**7,614,333,524**	**21,520,987**	**328,844,656**	**210,628,179**	**-1,066,722**	**559,927,100**	**18,509,606,106**
Transactions with owners, recorded directly in equity											
Shares options exercised	22	363,500	19,238,775	-	-	(19,602,275)	-	-	-	(19,602,275)	-
Share-based payment transactions	22	-	-	-	-	9,874,025	-	-	-	9,874,025	9,874,025
Dividends to owners of the Company	31	-	-	-	(767,190,088)	-	-	-	-	-	(767,190,088)
Total transactions with owners, recorded directly in equity		**363,500**	**19,238,775**	**-**	**(767,190,088)**	**(9,728,250)**	**-**	**-**	**-**	**(9,728,250)**	**(757,316,063)**
Comprehensive income for the year											
Profit	30	-	-	-	(2,649,777,292)	-	-	-	-	-	(2,649,777,292)
Other comprehensive income		-	-	-	4,309,988	-	(17)	(288,274,898)	3,545,240	(284,729,675)	(280,419,687)
Total comprehensive income for the year		**-**	**-**	**-**	**(2,645,467,304)**	**-**	**(17)**	**(288,274,898)**	**3,545,240**	**(284,729,675)**	**(2,930,196,979)**
Balance at 31 December 2017		**5,480,333,200**	**4,324,626,137**	**549,988,420**	**4,201,676,132**	**11,792,737**	**328,844,639**	**(77,646,719)**	**2,478,518**	**265,469,175**	**14,822,093,064**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries
Statements of cash flows
For the year ended 31 December 2017

	Notes	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	(Restated) 2016
		Baht	Baht	Baht	Baht
Cash flows from operating activities					
Profit (loss) for the year		(2,461,074,467)	1,783,261,461	(2,649,777,292)	1,611,773,136
Adjustments for					
Depreciation of property and equipment	13	910,015,082	773,279,858	699,697,390	542,608,146
Amortisation of intangible assets under operating agreements	14	2,022,365,154	2,022,544,340	2,022,365,154	2,022,544,340
Amortisation of deferred charges	14	2,017,642	2,002,650	2,017,642	2,017,642
Amortisation of intangible assets	14	125,264,936	127,039,726	95,119,440	95,111,935
Impairment loss on assets		3,308,681,047	-	3,196,000,000	-
Investment income		(159,053,634)	(130,344,693)	(151,947,441)	(132,675,027)
Share-based payment	22	9,874,025	7,963,654	9,874,025	7,963,654
Finance costs		400,807,998	358,781,093	378,304,300	337,745,898
Gain on exchange rate		(297,171,291)	(125,457,532)	(207,898,131)	(20,512,752)
Amortisation of borrowing costs	17, 27	1,065,891	1,065,891	1,065,891	1,065,891
Bad and doubtful debts expense	8	494,032,966	138,114,229	109,609,606	116,272,388
Allowance for obsolete inventory		12,931,779	15,749,802	12,189,598	16,016,830
Gain on disposal of property and equipment		(4,798,459)	(10,132,316)	(4,036,281)	(17,749,925)
Write-off property and equipment		1,691,518	566,630	32,789	113,995
Write-off intangible assets		950,001	523,335	-	6,472
Share of (profits) loss of investment in subsidiaries and a joint venture	11	(196,184,926)	(198,469,354)	126,827,841	(625,808,167)
Income tax expense		(383,352,970)	347,609,167	(534,407,444)	291,592,678
Others		-	23,289,922	-	23,289,922
		3,788,062,292	5,137,387,863	3,105,037,087	4,271,377,056
Changes in operating assets and liabilities					
Trade and other current receivables		(234,633,428)	(121,871,376)	(402,775,404)	(472,554,387)
Amounts due from related parties		33,311,762	(41,810,316)	112,358,336	(94,348,010)
Inventories		147,918,136	(109,830,084)	117,282,165	(90,658,712)
Other current assets		(27,229,677)	25,275,538	(11,931,498)	14,939,591
Other non-current assets		132,322,907	278,195,231	135,139,062	289,391,042
Trade and other current payables		(112,096,459)	82,639,729	(9,947,827)	(5,082,593)
Amounts due to related parties		780,360	(174,635)	21,179,158	129,385
Advance receipts from customers		(465,788,925)	71,773,499	(217,339,857)	(399,557,294)
Accrued operating agreement fee		(52,878,113)	(17,178,769)	(52,878,113)	(17,178,769)
Other current liabilities		21,961,645	(26,138,244)	(11,416,741)	9,656,752
Other non-current liabilities		(17,929,002)	(42,365,234)	(17,246,337)	(42,743,642)
Non-current provisions for employee benefit		143,402	11,642,956	15,686,080	597,824
Income tax paid		(234,177,100)	(536,516,788)	(112,939,711)	(336,761,820)
Net cash from operating activities		**2,979,767,800**	**4,711,029,370**	**2,670,206,400**	**3,127,206,423**

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries
Statements of cash flows (Continued)
For the year ended 31 December 2017

	Notes	Consolidated financial statements		Separate financial statements	
					(Restated)
		2017	2016	2017	2016
		Baht	Baht	Baht	Baht
Cash flows from investing activities					
Interest received		161,005,365	135,818,555	155,761,047	129,476,850
Dividends received		-	-	431,473,936	2,147,194,820
Current investments		98,250,625	(1,911,097,571)	108,550,819	(1,967,693,895)
Payment for property and equipment		(303,764,408)	(1,075,377,355)	(46,048,295)	(914,012,339)
Proceeds from sale of property and equipment		7,783,701	15,712,680	5,316,561	31,047,884
Proceeds from short-term loan to a joint venture	5	18,185,988	150,199,775	18,185,988	150,199,775
Long-term loan to related parties		-	-	(10,000,000)	(30,000,000)
Purchase of intangible assets		(27,857,560)	(9,268,896)	(1,449,807)	(1,409,907)
Proceeds from capital return of subsidiaries		-	-	-	211,724,581
Net cash outflow on investment in subsidiaries		-	-	(1,272,348)	(16,110,143)
Net cash from (used in) investing activities		**(46,396,289)**	**(2,694,012,812)**	**660,517,901**	**(259,582,374)**
Cash flows from financing activities					
Dividends paid to owners of the Company	31	(918,734,829)	(856,999,270)	(767,190,088)	(712,353,915)
Proceeds from borrowings		480,000,000	2,433,672,383	-	1,793,672,383
Repayments of borrowings	17	(2,496,861,589)	(3,926,269,284)	(1,976,063,810)	(3,264,778,201)
Repayments of short-term borrowings from related party		-	-	-	(1,126,768,104)
Capital return of shareholder from liquidation of a subsidiary		-	(41,921,918)	-	-
Interest paid		(391,157,693)	(342,963,191)	(381,704,594)	(333,172,929)
Net cash used in financing activities		**(3,326,754,111)**	**(2,734,481,280)**	**(3,124,958,492)**	**(3,643,400,766)**
Net increase (decrease) in cash and cash equivalents		**(393,382,600)**	**(717,464,722)**	**205,765,809**	**(775,776,717)**
Cash and cash equivalents at 1 January		2,683,685,053	3,401,140,969	477,958,084	1,253,746,837
Non-current assets classified as held for sale		(329,573,477)	-	-	-
Effect of exchange rate changes on ending balances held in foreign currencies		41,881	8,806	41,881	(12,036)
Cash and cash equivalents at 31 December	6	**1,960,770,857**	**2,683,685,053**	**683,765,774**	**477,958,084**
Non cash transactions					
Acquisition of property and equipment through credit		40,351,222	21,361,200	7,724,688	10,119,873
Finance lease liabilities		38,559,624	43,369,654	34,640,408	38,561,099

The accompanying notes are an integral part of these financial statements.

Thaicom Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2017

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These notes form an integral part of the financial statements.

The financial statements were approved and authorized for issuing by the Board of Directors on 31 January 2018.

1 General information

Thaicom Public Company Limited, the "Company", is incorporated in Thailand and has its registered office at 414 Phaholyotin Road, SamsenNai, Phayathai, Bangkok 10400.

The Company was listed on the Stock Exchange of Thailand in January 1994.

The Company's parent company during the financial year was Intouch Holdings Public Company Limited (41.14% shareholding) which is incorporated in Thailand.

The Company, its subsidiaries and a joint venture (collectively referred to as "the Group") are primarily involved in transponder service is for domestic and international communications, sale of user terminal of iPSTAR, broadband content services, sale of direct television equipment, internet data center services, internet services, satellite uplink-downlink services, providing technical support in relation satellite business, broadcasting television service, telecommunication, printing and publishing of business telephone directories, banner advertising, telephone network services, mobile contents, and engineering and development services on communication technology and electronics, which are mainly operated under agreements for operation.

The Group has operations in 10 countries; Thailand, Singapore, Cambodia, Lao PDR, Australia, New Zealand, Mauritius, the British Virgin Islands, Japan and India.

The Company obtained agreements for operation from the Ministry of Transport and Communication for a period of 30 years to operate and administer satellite projects and to render transponder services for domestic and international communications as well as the right to collect, for a 30-year period, service charges from users of the transponders. These agreements for operation have been transferred to the Ministry of Digital Economy and Society and will expire in 2021.

The Company received a license from the National Broadcasting and Telecommunications Commission ("NBTC"), to provide telecommunication services on its network for domestic and international communications. The license has a term of 20 years and will expire in 2032.

Details of the Company's subsidiaries and a joint venture as at 31 December 2017 and 2016 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			2017 (%)	2016 (%)
Direct subsidiaries				
DTV Service Company Limited	Sale of direct television equipment, providing system integration consultancy service for broadband network	Thailand	99.99	99.99
iPSTAR Company Limited	Providing Thaicom 4 transponder services	The British Virgin Islands	100	100
Star Nucleus Company Limited	Providing engineering and development services, technology and electronics	The British Virgin Islands	100	100
IPSTAR International Pte Limited	Providing Thaicom 4 transponder services and sale of satellite equipment of Thaicom 4	Singapore	100	100
IPSTAR Global Services Company Limited	Providing Thaicom 4 transponder services	Mauritius	100	100
Cambodian DTV Network Limited	Sale of direct television equipment	Cambodia	100	100
IPSTAR Australia Pty Limited	Providing Thaicom 4 transponder services and sale of user terminal of Thaicom 4 in Australia	Australia	100	100
TC Broadcasting Company Limited	Providing broadcasting, television and telecommunication services	Thailand	99.99	99.99
IPSTAR Japan Company Limited	Providing Thaicom 4 transponder services and sale of user terminal of Thaicom 4 in Japan	Japan	100	100
IPSTAR New Zealand Company Limited	Providing Thaicom 4 transponder services and sale of user terminal of Thaicom 4 in New Zealand	New Zealand	100	100
International Satellite Company Limited	Providing Thaicom 7 and Thaicom 8 transponder services	Mauritius	100	100

Name of the entity	Type of business	Country of incorporation	Ownership interest	
			2017 (%)	2016 (%)
IPSTAR (India) Private Limited	Sale of satellite equipment and providing technical support in relation satellite business	India	100	100
TC Global Services Company Limited	Providing technology service	Mauritius	100	100
Indirect subsidiaries				
CS Loxinfo Public Company Limited *(Non-current assets classified as held for sale)*	Providing internet data center service, internet and satellite uplink-downlink services	Thailand	42.07	42.07
Orion Satellite Systems Pty Limited	Providing satellite communication services and business solutions in Australia	Australia	100	100
Joint venture				
Shenington Investments Pte Limited	Holding company for investment in international telecommunications	Singapore	51	51
Joint ventures of Shenington Investments Pte Limited				
Lao Telecommunications Company Limited	Providing fixed line, mobile phone, public phone, public international facilities and Internet services	Lao PDR	24.99	24.99

Material intercompany transactions between the Company and its subsidiaries have been eliminated from this consolidated financial statements. The consolidated financial statements for the year ended 31 December 2017 have included the subsidiaries' financial information for the year ended 31 December 2017 which were audited.

2. Basis of preparation of the financial statements

2.1 Statement of compliance

The Group's financial statements have been prepared in accordance with Thai Financial Reporting Standards (TFRS); guidelines promulgated by the Federation of Accounting Professional ("FAP"), and the Regulation of The Stock Exchange of Thailand (SET) dated 22 January 2001, regarding the preparation and submission of financial statements and reports for the financial position and financial performance of the listed companies B.E. 2544. The format of presentation of the financial statements is not significantly different from the Notification of the Department of Business Development regarding "The Brief Particulars in the Financial Statements (No. 2) B.E. 2559" dated 11 October 2016.

The FAP has issued new and revised TFRS effective for annual accounting periods beginning on or after 1 January 2017. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group or the Company except Thai Accounting Standard No. 27 (Revised 2016) "Separate Financial Statements" (See Note 4).

In addition to the above new and revised TFRS, the FAP has issued a number of other new and revised TFRS which are effective for annual financial periods beginning on or after 1 January 2018 and have not been adopted in the preparation of these financial statements. Those new and revised TFRS that are relevant to the Group's operations are disclosed in Note 38.

2.2 Basis of measurement

The financial statements have been prepared on the historical cost basis unless otherwise stated.

2.3 Functional and presentation currency

The financial statements are prepared and presented in Thai Baht, which is the Company's functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

2.4 Use of estimates and judgements

The preparation of financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

(i) Judgements

Information about judgements made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

Note 11	Classification of the joint venture
Note 11	Consolidation: whether the Group has De facto control over an investee

(ii) Assumptions and estimation uncertainties

Information about significant areas of estimation uncertainties that have a significant risk of resulting in a material adjustments to the amounts recognised in the financial statements is included in the following notes:

Note 8	Allowance for doubtful accounts
Note 9	Realisable value of inventory
Note 11, 13, 14	Key assumptions used in discounted cash flow projections
Note 13	Estimated useful lives and measurement of the recoverable amounts of property and equipment
Note 14	Estimated useful lives and measurement of the recoverable amounts of intangible asset under operating agreements and other intangible assets.
Note 15	Deferred income tax
Note 20	Measurement of employee benefits
Note 22	Measurement of share-based payment
Note 32	The measurement of fair values of foreign currency forward contracts
Note 34 and 35	Provisions and contingencies

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 Basis of consolidation

The consolidated financial statements relate to the Company and its subsidiaries and joint ventures.

Business combinations

The Group applies the acquisition method for all business combinations when control is transferred to the Group, as describe in subsidiaries section, other than those with entities under common control.

Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The acquisition date is the date on which control is transferred to the acquirer. Judgment is applied in determining the acquisition date and determining whether control is transferred from one party to another.

Goodwill is measured as the fair value of the consideration transferred including the recognized amount of any non-controlling interest in the acquiree, less the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date. Any gain on bargain purchase is recognised in profit or loss immediately.

Consideration transferred includes the fair values of the assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, and equity interests issued by the Group. Consideration transferred also includes the fair value of any contingent consideration and share-based payment awards of the acquiree that are replaced mandatorily in the business combination. If a business combination results in the termination of pre-existing relationships between the Group and the acquiree, then the lower of the termination amount, as contained in the agreement, and the value of the off-market element is deducted from the consideration transferred and recognised in other expenses.

When share-based payment awards exchanged (replacement awards) for awards held by the acquiree's employees (acquiree's awards) relate to past services, then a part of the market-based measure of the awards replaced is included in the consideration transferred. If they require future services, then the difference between the amount included in consideration transferred and the market-based measure of the replacement awards is treated as post-combination compensation cost.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

The Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree.

Transaction costs that the Group incurs in connection with a business combination, such as legal fees, and other professional and consulting fees are expensed as incurred.

Acquisitions from entities under common control

Business combinations arising from transfers of interests in entities that are under the control of the shareholder that controls the Group are accounted for as if the acquisition had occurred at the beginning of the earliest comparative period presented or, if later, at the date that common control was established; for this purpose comparatives are revised. The assets and liabilities acquired are recognised at the carrying amounts recognised previously in the Group controlling shareholder's consolidated financial statements. The components of equity of the acquired entities are added to the same components within Group equity except that any share capital of the acquired entities is recognised as part of share premium. Any cash paid for the acquisition is recognised directly in equity.

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Interests in equity–accounted investees

The Group's interests in equity-accounted investees is interests in a joint venture.

A joint venture is an arrangement in which the Group has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Interests in joint ventures are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of equity–accounted investees, until the date on which significant influence or joint control ceases.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with associates and jointly-controlled entities are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

3.2 Foreign currencies

Foreign currency transactions

Transactions in foreign currencies are translated to the functional currency (Baht) at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the foreign exchange rates ruling at that date. Foreign exchange differences arising on translation are recognised in profit or loss.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated to the functional currency at the foreign exchange rates ruling at the dates of the transactions.

Foreign entities

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated to Thai Baht at the foreign exchange rates ruling at the reporting date.

Goodwill and fair value adjustments arising on the acquisition of foreign operations are stated at exchange rates ruling on the reporting date.

The revenues and expenses of foreign operations are translated to Thai Baht at the weighted average foreign exchange rates for the year.

Foreign exchange differences are recognised in other comprehensive income and accumulated in the translation reserve, except to extent that the translation difference is allocated to non-controlling interest.

When a foreign operation is disposed of in its entirety or partially such that control, significant influence or joint control is lost, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal. If the Group disposes of part of its interest in a subsidiary but retains control, then the relevant proportion of the cumulative amount is reattributed to non-controlling interests. When the Group disposes of only part of an associate or joint venture while retaining significant influence or joint control, the relevant proportion of the cumulative amount is reclassified to profit or loss.

3.3 Derivative financial instruments

Derivative financial instruments are used to manage exposure to foreign exchange arising from operational, financing and investment activities. Derivative financial instruments are not used for trading purposes. However, derivatives that do not qualify for hedge accounting are accounted for as trading instruments.

Derivative financial instruments are recognised initially at fair value; attributable transaction costs are recognised in the profit or loss when incurred. Subsequent to initial recognition, they are remeasured at fair value. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss. However, where derivatives qualify for hedge accounting, recognition of any resultant gain or loss depends on the nature of the item being hedged.

The fair value of forward exchange contracts is based on their listed market price, if available. If a listed market price is not available, then fair value is estimated by discounting the difference between the contractual forward price and the current forward price at the reporting date for the residual maturity of the contract using a risk-free interest rate (based on government bonds).

3.4 Cash and cash equivalents

Cash and cash equivalents in the statements of cash flows comprise cash balances, call deposits and highly liquid short-term investments with original maturities of three months or less. Bank overdrafts that are repayable on demand are a component of operating activities for the purpose of the statement of cash flows.

3.5 Trade and other current receivables

Trade and other current receivables are stated at their invoice value less allowance for doubtful accounts.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments, net of deposit from customers. Bad debts are written off when incurred.

3.6 Inventories

Inventories are measured at the lower of cost and net realisable value.

Cost is calculated using the weighted average cost principle, and comprises all costs of purchase and costs directly attributable to the acquisition of the inventory, such as taxes and transportation charges, less all attributable discounts, allowances or rebates. The cost of finished goods and work in progress comprises raw materials, direct labour, other direct costs and related production overheads based on normal operating capacity, but excludes borrowing costs.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

3.7 Non-current assets classified as held for sale

Non-current assets, or disposal groups comprising assets and liabilities, are classified as held for sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets, or disposal group, are measured at the lower of their carrying amount and fair value less cost to sell. Any impairment loss on a disposal group is allocated first to goodwill, and then to remaining assets and liabilities on a pro rata basis, except that no loss is allocated to inventories, financial assets, deferred tax assets and investment properties. Impairment losses on initial classification as held for sale or held for distribution and subsequent gains and losses on remeasurement are recognised in profit or loss.

Once classified as held for sale, intangible assets and property, plant and equipment are no longer amortised or depreciated, and any equity-accounted investee is no longer equity accounted.

3.8 Investments

Investments in subsidiaries and joint ventures

Investments in subsidiaries and joint ventures in the separate financial statements of the Company are accounted for using the equity method. Investments in joint ventures in the consolidated financial statements are accounted for using the equity method.

Interests in associates, subsidiaries and joint ventures are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the separate financial statements include the Company's share of the profit or loss and other comprehensive income of equity–accounted investees, until the date on which significant influence or joint control ceases.

Investments in other debt and equity securities

Debt securities and marketable equity securities held for trading are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in profit or loss.

Debt securities that the Group has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are stated at amortised cost, less any impairment losses. The difference between the acquisition cost and redemption value of such debt securities is amortised using the effective interest rate method over the period to maturity.

Debt securities and marketable equity securities, other than those securities held for trading or intended to be held to maturity, are classified as available-for-sale investments. Available-for-sale investments are, subsequent to initial recognition, stated at fair value, and changes therein, other than impairment losses and foreign currency differences on available-for-sale monetary items, are recognised in other comprehensive income. Impairment losses and foreign exchange differences are recognised in profit or loss. When these investments are derecognised, the cumulative gain or loss previously recognised in other comprehensive income is recognised in profit or loss. Where these investments are interest-bearing, interest calculated using the effective interest method is recognised in profit or loss.

Equity securities which are not marketable are stated at cost less any impairment losses.

The fair value of financial instruments classified as held-for-trading and available-for-sale is determined as the quoted bid price at the reporting date.

Disposal of investments

On disposal of an investment, the difference between net disposal proceeds and the carrying amount together with the associated cumulative gain or loss that was reported in equity is recognised in profit or loss.

If the Group disposes of part of its holding of a particular investment, the deemed cost of the part sold is determined using the weighted average method applied to the carrying value of the total holding of the investment.

3.9 Property, plant and equipment

Owned assets

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property and equipment.

Any gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property and equipment, and are recognised net in profit or loss.

Leased assets

Leases in terms of which the Group substantially assumes all the risk and rewards of ownership are classified as finance leases. Property, plant and equipment acquired by way of finance leases is capitalised at the lower of its fair value and the present value of the minimum lease payments at the inception of the lease, less accumulated depreciation and impairment losses. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to the profit or loss.

Assets for rent

Assets leased out under operating leases are included in property and equipment in the statements of financial position. They are depreciated over their expected useful lives on a basis consistent with similar fixed assets.

Subsequent costs

The cost of replacing a part of an item of property and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property and equipment are recognised as expenses in profit or loss as incurred.

Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property and equipment or, if shorter, the lease term. The estimated useful lives are as follows:

Leasehold land	30	years
Buildings and improvements	5-10	years
Equipment	5-18	years
Furniture fixtures and office equipment	5-18	years
Computer equipment	3-5	years
Motor vehicles	5	years

No depreciation is provided on freehold land or assets under construction.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

3.10 Intangible assets under operating agreement

Intangible assets under operating agreement comprise rights of the charges for satellite services under the operating agreement.

Amortisation is amortised on the straight-line basis over the lower of the period of useful lives or operating agreement.

3.11 Deferred charges

Deferred charges principally represent bond issuing and long-term borrowing costs and are amortised on the straight-line basis over the period of time to maturity of the bond or long-term loan agreement.

3.12 Intangible assets

Goodwill

Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. The measurement of goodwill at initial recognition is described in note 3.1. Subsequent to initial recognition, goodwill is measured at cost less accumulated impairment losses. In respect of equity-accounted investees, the carrying amount of goodwill is included in the carrying amount of the investment, and an impairment loss on such an investment is not allocated to any asset, including goodwill, that forms part of the carrying amount of the equity-accounted investee.

Research and development

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding, is recognised in profit or loss as incurred.

Costs incurred on development projects (relating to the design and testing of new or improved products) are recognised as intangible assets when it is probable that the project will be a success considering its commercial and technological feasibility, and only if the cost can be measured reliably. Other development expenditure is recognised as an expense as incurred. Development costs previously recognised as an expense are not recognised as an asset in a subsequent period. Development costs that have been capitalised are amortised from the commencement of the commercial production of the product.

Capitalised development expenditure is measured at cost less accumulated amortisation and accumulated impairment losses.

Other intangible assets

Other intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses.

The cost of other intangible assets comprises the development of IPSTAR technology, expenditure on acquired software, patents, trademarks and licenses and is amortised using the straight-line method over their period of their benefits of related assets for a period of 5 to 15.75 years.

Specific software is recognised as assets when acquired and operated to intend purposes and is amortised using the straight-line method over their expected benefits for a period of 3 - 5 years.

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

3.13 Impairment

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For goodwill and intangible assets that have indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year, at the same time.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in profit or loss.

Calculation of recoverable amount

The recoverable amount of available-for-sale financial assets is calculated by reference to the fair value.

The recoverable amount of a non-financial asset is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of impairment

An impairment loss in respect of a financial asset is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised in profit or loss. For available-for-sale financial assets that are equity securities, the reversal is recognised in other comprehensive income.

An impairment loss in respect of goodwill is not reversed. Impairment losses recognised in prior periods in respect of other non-financial assets are assessed at each reporting date for any indications

that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

3.14 Interest-bearing liabilities

Interest-bearing liabilities are recognised initially at fair value less attributable transaction charges. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in profit or loss over the period of the borrowings on an effective interest basis.

3.15 Trade and other current payables

Trade and other current payables are stated at cost.

3.16 Provision for employee benefits

Defined contribution plans

The Group operates a provident fund, which is a defined contribution plan. The assets of which are held in a separate trust fund which is managed by external fund manager. The provident fund is funded by payments from employees and by the relevant Group companies. Contributions to the provident fund are charged to the statements of income in the year to which they relate.

Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount.

The calculation of defined benefit obligations is performed at least one in three years by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any application minimum funding requirements.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognized immediately in other comprehensive income. The Group determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognized in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

Other long-term employee benefits

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognized in profit or loss in the period in which they arise.

Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognizes costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Share-based payments

The grant-date fair value of equity-settled share-based payment awards granted to employees is generally recognised as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognised as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognised is based on the number of awards that meet the related service and non-market performance conditions at the vesting date. For share-based payment awards with non-vesting conditions, the grant-date fair value of the share-based payment is measured to reflect such conditions and there is no true-up for differences between expected and actual outcomes.

The fair value of the amount payable to employees in respect of share appreciation rights, which are settled in cash, is recognised as an expense with a corresponding increase in liabilities, over the period that the employees become unconditionally entitled to payment. The liability is remeasured at each reporting date and at settlement date. Any changes in the fair value of the liability are recognised as personnel expenses in profit or loss.

3.17 Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

Warranties

A provision for warranties is recognised when the underlying products or services are sold. The provision is based on historical expense related to warranty data and a weighting of all possible outcomes against their associated probabilities.

3.18 Revenue

Revenue excludes value added taxes and is arrived at after deduction of trade discounts.

Sale of goods and services rendered

Revenue is recognised in profit or loss when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods.

Revenue and cost of sales of gateway equipment with installation are recognised using the percentage of completion method. The stage of completion is measured by reference to the related contract costs incurred for work performed to date compared with the estimated total costs for the contract. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

Revenue from rendering transponder services and services related to the satellite business, internet services, and other business related to the internet business, and telephone services is recognised when the said services are provided to customers and there are certainties regarding recovery of the consideration due.

Revenue from leases on equipment is recognised over the period and at the rate of the leasing contract.

Revenue arising from royalties is recognised on an accrual basis in accordance with the substance of the relevant agreements.

Interest income

Interest income is recognised in profit or loss as it accrues.

3.19 Finance costs

Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions and contingent consideration, losses on disposal of available-for-sale financial assets, dividends on preference shares classified as liabilities, fair value losses on financial assets at fair value through profit or loss, impairment losses recognised on financial assets (other than trade receivables), and losses on hedging instruments that are recognised in profit or loss.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

3.20 Lease payment

Payments made under operating leases are recognised in profit or loss on a straight line basis over the term of the lease. Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

Determining whether an arrangement contains a lease

At inception of an arrangement, the Group determines whether such an arrangement is or contains a lease. A specific asset is the subject of a lease if fulfilment of the arrangement is dependent on the use of that specified asset. An arrangement conveys the right to use the asset if the arrangement conveys to the Group the right to control the use of the underlying asset.

At inception or upon reassessment of the arrangement, the Group separates payments and other consideration required by such an arrangement into those for the lease and those for other elements on the basis of their relative fair values. If the Group concludes for a finance lease that it is impracticable to separate the payments reliably, an asset and a liability are recognised at an amount equal to the fair value of the underlying asset. Subsequently the liability is reduced as payments are made and an imputed finance charge on the liability is recognised using the Group's incremental borrowing rate.

3.21 Income tax

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that they relate to a business combination, or items recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and joint venture to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Group to change its judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

4. Changes in accounting policies

Since 1 January 2017, the Group has adopted TAS 27 (Revised 2016) "Separate Financial Statements", the amendments reinstate the equity method in accordance with TAS 28 "Investment in Associates and Joint Ventures" as an accounting option in an entity's separate financial statements instead of cost method or fair value by retrospective application to the financial statements.

The Group adopted equity method as an accounting option for investments in subsidiaries and joint ventures in the separate financial statements instead of cost method which impacted to a change in accounting policy of the Group for the preparation of the separate financial statements for the year ended 31 December 2016 and the separate statement of financial position as at 1 January 2016 which presented as comparative information.

The effects from the adoption of TAS 27 (Revised 2016) "Separate Financial Statements" will be recognised retrospectively in the financial statements which impacted to certain accounts in separate financial statements (not impacted to the consolidated financial statements) as follows:

	As previously reported	Adjustment	As restated
	Baht'000	Baht'000	Baht'000
Statements of financial position			
As at 1 January 2016			
Assets			
Non-current assets			
Investment in subsidiaries	1,460,031	2,495,655	3,955,686
Investment in a joint venture	137,639	1,072,712	1,210,351
Equity			
Unappropriated retained earnings	3,767,092	2,948,359	6,715,451
Other components of equity	17,237	620,008	637,245
Statements of financial position			
As at 31 December 2016			
Assets			
Non-current assets			
Investment in subsidiaries	1,152,571	874,526	2,027,097
Investment in a joint venture	137,639	1,279,562	1,417,201
Liabilities and equity			
Non-current liabilities			
Net liabilities in subsidiaries	-	82,222	82,222
Equity			
Unappropriated retained earnings	6,081,940	1,532,394	7,614,334
Other components of equity	20,454	539,473	559,927

	As previously reported	Adjustment	As restated
	Baht'000	Baht'000	Baht'000
Statement of profit or loss			
For the year ended 31 December 2016			
Continuing operating			
Share of profit of investment in subsidiaries	-	307,738	307,738
Share of profit of investment in a joint venture	-	198,469	198,469
Profit before income tax expense from continuing operation	**3,319,331**	**(1,535,566)**	**1,783,765**
Profit from continuing operation	**3,027,738**	**(1,535,566)**	**1,492,172**
Discontinued operation			
Profit from discontinued operation	-	119,601	119,601
Profit for the year	**3,027,738**	**(1,415,965)**	**1,611,773**
Profit attributable to owner of the Company	**3,027,738**	**(1,415,965)**	**1,611,773**
Earnings per share of owner of the Company (Baht)			
Basic earnings per share	2.76	(1.29)	1.47
Diluted earnings per share	2.76	(1.29)	1.47
Earnings per share – continuing operation of owner of the Company (Baht)			
Basic earnings per share	2.65	(1.29)	1.36
Diluted earnings per share	2.65	(1.29)	1.36
Statement of profit or loss and other comprehensive income			
For the year ended 31 December 2016			
Profit for the year	**3,027,738**	**(1,415,965)**	**1,611,773**
Items that maybe reclassified to profit or loss			
Foreign currency translation differences for foreign operations	-	(74,764)	(74,764)
Changes in fair value of available-for-sale investment transfers to profit or loss	-	11,257	11,257
Changes in fair value of available-for-sale investment	(1,333)	(17,029)	(18,362)
Income tax on other comprehensive income	267	-	267
Other comprehensive income for the year, net of income tax	**(1,066)**	**(80,536)**	**(81,602)**
Total comprehensive income for the year	**3,026,672**	**(1,496,501)**	**1,530,171**
Total comprehensive income attributable to owners of the Company	**3,026,672**	**(1,496,501)**	**1,530,171**

	As previously reported	Adjustment	As restated
	Baht'000	Baht'000	Baht'000
Statement of cash flows			
For the year ended 31 December 2016			
Cash flows from operating activities			
Profit for the year	3,027,738	(1,415,965)	1,611,773
Adjustments for			
Investment income	(2,276,220)	2,143,545	(132,675)
Impairment loss on investment in subsidiary	92,000	(92,000)	-
Loss on write-off investment in subsidiary	9,772	(9,772)	-
Share of profit of investment in subsidiaries	-	(307,738)	(307,738)
Share of profit of discontinued operation	-	(119,601)	(119,601)
Share of profit of investment in a joint venture	-	(198,469)	(198,469)
Net cash from operating activities	**3,127,206**	-	**3,127,206**

5. Related parties

Related parties are enterprises and/or individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Joint ventures and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals, and companies associated with these individuals also constitute related parties. In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company is controlled by Intouch Holdings Public Company Limited ("Intouch") (incorporated in Thailand), which owns 41.14 % (2016: 41.14%) of the Company's shares. Transactions with Intouch Group and shareholders of the Intouch Group are recognised as related party transactions of the Group.

Sales and service transactions with related parties were conducted under normal commercial terms and conditions, which were the same as for other customers. Consulting and management services were charged at an agreed percentage of assets. Transactions between the Company and Codespace, Inc.; an other related company, were conducted based on hourly rates plus reimbursement of actual expenses.

Significant transactions for the years ended 31 December 2017 and 2016 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Revenue				
Revenue from sale of goods and rendering of services				
Parent	968	896	-	-
Subsidiaries	-	-	1,919,389	2,053,628
Related parties under common control	290,679	447,431	63,171	102,140
Other related party	1,163	1,892	-	-
Other income				
Subsidiaries	-	-	75,339	152,463
Joint venture	98,032	94,973	98,031	94,973
Related parties under common control	2,254	139	19	19
Other related party	2	-	-	-
Total revenue	**393,098**	**545,331**	**2,155,949**	**2,403,223**
Expenses				
Purchases of goods and services				
Parent	-	140	-	-
Subsidiaries	-	-	102,269	197,791
Joint venture	6,009	6,518	-	-
Related parties under common control	21,250	16,868	51	38
Other related party	36,986	44,627	14,365	15,535
Selling and administrative expenses				
Parent	485	1,691	446	1,379
Subsidiaries	-	-	16,034	10,879
Related parties under common control	12,584	11,822	6,836	5,667
Director and management benefit expenses	107,992	116,578	63,354	88,336
Finance cost				
Subsidiary	-	-	-	15,644
Total expenses	**185,306**	**198,244**	**203,355**	**335,269**

Balance as at 31 December 2017 and 2016 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Trade receivables and accrued income				
Trade receivables				
Parent	-	293	-	-
Subsidiaries	-	-	332,109	359,741
Related parties under common control	52	33,544	22	8,080
Other related parties	54,293	60,053	2,648	2,904
Total	**54,345**	**93,890**	**334,779**	**370,725**
Accrued income				
Parent	-	40	-	-
Subsidiaries	-	-	325,817	270,409
Related parties under common control	5,305	37,949	5,305	5,097
Total	**5,305**	**37,989**	**331,122**	**275,506**
Total trade receivables and accrued income	**59,650**	**131,879**	**665,901**	**646,231**
Less allowance for doubtful accounts	(54,293)	(59,526)	(2,648)	(2,904)
Net	**5,357**	**72,353**	**663,253**	**643,327**
Other receivables				
Parent	-	232	-	232
Subsidiaries	-	-	99,544	178,432
Joint venture	90,825	124,136	90,825	124,136
Total	**90,825**	**124,368**	**190,369**	**302,800**
Loan to related parties				
Current				
Short-term loan				
Joint venture	-	18,186	-	18,186
	-	**18,186**	-	**18,186**
Current portion of long-term loan				
Joint venture	244,591	-	244,591	-
	244,591	**-**	**244,591**	**-**
	244,591	**18,186**	**244,591**	**18,186**
Non-current				
Long-term Loans				
Subsidiary	-	-	40,000	30,000
Joint venture	1,712,138	2,145,947	1,712,138	2,145,947
	1,712,138	**2,145,947**	**1,752,138**	**2,175,947**
Total	**1,956,729**	**2,164,133**	**1,996,729**	**2,194,133**

The term of the long-term loan to subsidiary is 2 years. As at 31 December 2017, the interest rate at the rate of 5.05% to 5.17% per annum (31 December 2016: 4.92% per annum).

The term of the long-term loan to a joint venture is 10 years with the interest rate at the rate of LIBOR + 3.

Movements during the year ended 31 December 2017 and 2016 of loans to subsidiary and a joint venture were as follow:

	Consolidated and Separate financial statements	
	2017	2016
	Baht'000	Baht'000
Short-term loans to a joint venture		
At 1 January	18,186	168,521
Decrease	(18,186)	(150,200)
Net foreign exchange gain (loss)	-	(135)
At 31 December	**-**	**18,186**

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Long-term loans				
Subsidiary				
At 1 January	-	-	30,000	-
Increase	-	-	10,000	30,000
At 31 December	**-**	**-**	**40,000**	**30,000**
Joint venture				
At 1 January	2,145,947	2,161,864	2,145,947	2,161,864
Unrealised loss on exchange rate	(189,218)	(15,917)	(189,218)	(15,917)
At 31 December	**1,956,729**	**2,145,947**	**1,956,729**	**2,145,947**

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Other current assets				
Subsidiaries	-	-	560	560
Related party under common control	2	2	2	1
Other related party	-	17	-	-
Total	**2**	**19**	**562**	**561**
Trade payables				
Subsidiaries	-	-	16,956	44,773
Joint venture	-	333	-	333
Related party under common control	919	4,998	765	-
Other related parties	3,732	4,082	2,339	1,243
Total	**4,651**	**9,413**	**20,060**	**46,349**
Other payables				
Subsidiaries	-	-	23,398	2,258
Related party under common control	830	49	125	4
Total	**830**	**49**	**23,523**	**2,262**
Advance receipts from customers				
Parent	-	32	-	-
Subsidiaries	-	-	14,178	10,357
Related party under common control	5,714	3,989	4,649	3,948
Total	**5,714**	**4,021**	**18,827**	**14,305**
Accrued expenses				
Subsidiaries	-	-	109,696	125,583
Joint venture	1,794	-	-	-
Related party under common control	928	350	926	320
Other related party	8,011	12,318	-	-
Total	**10,733**	**12,668**	**110,622**	**125,903**
Other current liabilities				
Subsidiaries	-	-	10	14,359
Related party under common control	2,200	160	160	160
Total	**2,200**	**160**	**170**	**14,519**
Other non-current liabilities				
Subsidiaries	**-**	**-**	**1,444**	**-**

Key management personnel compensation

Key management personnel compensation comprised:

	Consolidated financial statements		Separate financial statements	
For the year ended 31 December	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Short-term benefits	101,279	107,927	57,868	80,723
Other long-term benefits				
- Current service costs, included in administrative expenses	1,740	1,671	1,056	1,010
- Interest on obligation, included in finance costs	1,003	913	590	536
- Share-based payment	3,840	6,067	3,840	6,067
Total	**107,862**	**116,578**	**63,354**	**88,336**

From time to time directors of the Group, or their related entities, may purchase goods from the Group. These purchases are on the same terms and conditions as those entered into by the Group with employees or customers.

Directors' remuneration

The directors' remuneration represents monthly compensation, annual remuneration, meeting fees, and other benefits. The directors' remuneration was approved by the shareholders of the Company at their annual general meetings. The directors' remuneration was presented as part of directors and management benefit expenses presented in the statement of income.

Significant agreements with related parties

1. The Company and subsidiary entered into agreements with a subsidiary, under which the Company and subsidiaries were committed to pay royalty fee at 1% of revenue from sale or lease of IPSTAR gateway, 1% of revenue from sale or lease of IPSTAR user terminal and 3% of revenue from sale or service of Thaicom 4.

2. The Company entered into agreements with subsidiaries and related parties under common control, under which the Company was committed to provide transponder service and advisory service. Subsidiaries and related parties under common control were committed to pay the Company for the service of the agreements at approximately USD 33.48 million and Baht 14.60 million (2016: approximately USD 25.50 million and Baht 20.78 million). The service fees of contracts vary to the actual used or number of installed user terminal at the rate stated in the contract.

3. The Company had entered into agreements with a subsidiary, under which a subsidiary was committed to provide broadcasting, television and telecommunication service. The Company was committed to pay for the service in respect of the agreements at USD 6,480 per channel/ per year.

6. Cash and cash equivalents

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Cash on hand	41,066	35,675	25,358	25,673
Current accounts and saving deposits	1,629,080	2,164,755	658,408	452,285
Highly liquid short-term investments	290,625	483,255	-	-
Total	**1,960,771**	**2,683,685**	**683,766**	**477,958**
The weighted average interest rate of saving deposits and fixed deposits	**0.67%**	**0.59%**	**0.24%**	**0.29%**

7. Current investments

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Current investments				
Short-term deposit and bill of exchange	2,501,522	2,933,732	2,412,500	2,837,554
Debt securities available for sale	905,547	604,156	1,023,962	703,027
Total	**3,407,069**	**3,537,888**	**3,436,462**	**3,540,581**

As at 31 December 2017, short-term deposit and bill of exchange have interest rates of 1.35% to 1.70% per annum (2016: 0.87% to 1.70% per annum) and mature within 1 year.

8. Trade and other current receivables

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
Trade receivables					
Related parties	5	54,345	93,890	334,779	370,725
Other parties		1,708,865	1,718,528	985,674	777,490
Total		**1,763,210**	**1,812,418**	**1,320,453**	**1,148,215**
Accrued income					
Related parties	5	5,305	37,989	331,122	275,506
Other parties		413,580	605,001	407,601	387,834
Total		**418,885**	**642,990**	**738,723**	**663,340**
Other receivables					
Prepaid expenses		46,744	174,554	31,125	47,328
Advance payments		158,977	76,805	136,060	31,981
Others		33,102	73,701	14,300	11,835
Total		**238,823**	**325,060**	**181,485**	**91,144**
Total trade receivables accrued income and other receivables		**2,420,918**	**2,780,468**	**2,240,661**	**1,902,699**
Less allowance for doubtful accounts		(754,059)	(352,498)	(283,248)	(180,944)
Net		**1,666,859**	**2,427,970**	**1,957,413**	**1,721,755**

	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Bad and doubtful debts expenses for the year ended 31 December	**494,033**	**138,114**	**109,610**	**116,272**

Aging analyses for trade receivables were as follow :

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Related parties				
Within credit terms	22	33,160	291,797	355,851
Overdue:				
Less than 3 months	30	860	38,667	2,036
3 - 6 months	-	-	768	6,761
6 - 12 months	-	-	-	2,274
Over 12 months	54,293	59,870	3,547	3,803
	54,345	**93,890**	**334,779**	**370,725**
Less allowance for doubtful accounts	(54,293)	(59,526)	(2,648)	(2,904)
	52	**34,364**	**332,131**	**367,821**
Other parties				
Within credit terms	253,857	404,072	146,600	132,528
Overdue:				
Less than 3 months	426,551	459,331	187,225	256,790
3 - 6 months	395,136	497,663	192,006	130,536
6 - 12 months	389,601	166,604	264,450	156,638
Over 12 months	243,720	190,858	195,393	100,998
	1,708,865	**1,718,528**	**985,674**	**777,490**
Less allowance for doubtful accounts	(699,766)	(292,972)	(280,600)	(178,040)
	1,009,099	**1,425,556**	**705,074**	**599,450**
Net	**1,009,151**	**1,459,920**	**1,037,205**	**967,271**

The normal credit term for general customers were granted by the Group ranging 15 - 120 days.

9. Inventories

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Raw material and supplies	47,069	51,598	46,776	47,812
Work in process	14,717	116,525	14,717	104,671
Finished goods	157,780	237,747	114,800	140,158
Goods in transit	535	596	402	-
	220,101	**406,466**	**176,695**	**292,641**
Less allowance for decline in value	(95,287)	(82,587)	(69,802)	(57,612)
Net	**124,814**	**323,879**	**106,893**	**235,029**

10. Non-current assets classified as held for sale and liabilities directly associated with non-current assets classified as held for sale

Investment in CS Loxinfo Public Company Limited ("CSL") is presented as assets held for sale following the Shares Tender Agreement of the Group's subsidiary, DTV Services Company Limited ("DTV") on 6 October 2017 to sell entire ordinary shares held in CSL amount of 250,099,990 shares or 42.07% of the issue and paid-up share capital to Advance Wireless Network Company Limited ("AWN") at the bid price of Baht 7.80 per share, totaling of Baht 1,950.78 million. The disposal of CSL is accomplished on 25 January 2018 (Note 36.1).

At 31 December 2017, the disposal group comprised of;

Details of non-current assets held for sale and liabilities directly associated with non-current assets held for sale are as follows:

	Consolidated financial statements
	2017
	Baht'000
Assets	
Cash and cash equivalents	329,573
Trade and other current receivables	446,297
Inventories	43,767
Other current assets	797
Property, plant and equipment	872,880
Intangible assets	68,617
Deferred tax assets	51,683
Other non-current assets	23,575
	1,837,189
Liabilities	
Short-term borrowing from financial institution	250,000
Trade and other current payables	432,790
Amount due to related parties	90
Current portion of long-term borrowings	60,548
Advance receipts from customers	121,549
Income tax payable	6,585
Other current liabilities	7,464
Long-term borrowings	1,799
Non-current provisions for employee benefit	154,983
Other non-current liabilities	19,449
	1,055,257

The statement of profit or loss for the years ended 31 December 2017 and 2016 has been re-presented to show the discontinued operations separately from continuing operations.

		Consolidated financial statements	
For the year ended 31 December	Note	2017	2016
		Baht'000	Baht'000
Results of discontinued operation			
Revenue		2,818,829	2,889,663
Expenses		(2,421,954)	(2,521,218)
Results from operating activities		**396,875**	**368,445**
Income tax		(71,214)	(77,356)
Results from operating activities, net of income tax		**325,661**	**291,089**
Earnings per share			
Basic earnings per share (Baht)	30	0.12	0.11
Diluted earnings per share (Baht)	30	0.12	0.11

	Consolidated Financial statements
	2017
	Baht'000
Cash flows from (used in) discontinued operation	
Net cash from operating activities	442,196
Net cash used in investing activities	(222,051)
Net cash used in financing activities	(310,900)
Net cash used in discontinued operation	**(90,755)**

11. Investments in subsidiaries and a joint venture

		Consolidated financial statements		Separate financial statements	
	Note	2017	2016	2017	(Restated) 2016
		Baht'000	Baht'000	Baht'000	Baht'000
Investments in subsidiaries		-	-	1,098,814	1,944,875
Investments in a joint venture	4	1,356,701	1,417,201	1,356,701	1,417,201
Total investments, net		**1,356,701**	**1,417,201**	**2,455,515**	**3,362,076**
Presentation in the statement of financial position as follows:					
Investments - equity method		1,356,701	1,417,201	3,031,560	3,444,298
Net liabilities in subsidiaries	4	-	-	(576,045)	(82,222)
Total investments, net		**1,356,701**	**1,417,201**	**2,455,515**	**3,362,076**

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	(Restated) 2016
		Baht'000	Baht'000	Baht'000	Baht'000
At 1 January		1,417,201	1,210,351	1,290,210	1,597,670
Impacted from changes accounting policies	4	-	-	2,071,866	3,568,367
Addition		-	-	1,272	16,110
Capital return		-	-	-	(221,799)
Share of net profits of investments in equity method		196,185	198,469	(263,786)	506,207
Share of net profits of Discontinued operation		-	-	136,958	119,601
Dividend income		-	-	(431,474)	(2,143,545)
Defined benefit plan actuarial loss		(77,978)	-	(61,256)	-
Changes in fair value of available-for-sale investment		-	-	-	(5,771)
Foreign currency translation adjustments		(178,707)	8,381	(288,275)	(74,764)
At 31 December		**1,356,701**	**1,417,201**	**2,455,515**	**3,362,076**

Investments in subsidiaries and joint venture as at 31 December 2017 and 2016 and dividend income from those investments for the years then ended were as follows:

	Consolidated financial statements									
	Ownership interest		Paid-up capital		Cost		Equity		Dividend income	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Joint venture										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	138	138	1,357	1,417	-	-
					138	**138**	**1,357**	**1,417**	**-**	**-**

Name of the Company's joint venture is publicly listed and consequently do not have published price quotations.

	Ownership interest		Paid-up capital		Separate financial statements: Cost-net of impairment		Equity method		Dividend income	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	%	%			Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Subsidiaries										
DTV Service Company Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	419	378	95	100
iPSTAR Company Limited	100.00	100.00	USD 2 million	USD 2 million	157	157	(564)	(63)	-	1,561
Star Nucleus Company Limited	100.00	100.00	-	-	-	-	149	203	68	36
IPSTAR International Pte Limited	100.00	100.00	SGD 20,000	SGD 20,000	1	1	37	24	-	70
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	43	37	-	-
Cambodian DTV Network Limited	100.00	100.00	USD 600,000	USD 600,000	21	21	68	50	-	-
IPSTAR Australia Pty Limited	100.00	100.00	AUD 6.95 million	AUD 6.95 million	425	425	383	442	-	-
TC Broadcasting Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	5	(8)	-	-
IPSTAR Japan Company Limited	100.00	100.00	JPY 100 million	JPY 100 million	33	33	202	133	-	-
IPSTAR New Zealand Company Limited	100.00	100.00	NZD 3.20 million	NZD 3.20 million	98	98	108	127	-	30
International Satellite Company Limited	100.00	100.00	USD 50,000	USD 50,000	2	2	240	616	268	347
IPSTAR (India) Private Limited	100.00	100.00	INR 30 million	INR 30 million	16	16	21	17	-	-
TC Global Services Company Limited	100.00	100.00	USD 12,500	USD 12,500	1	-	(12)	(11)	-	-
Total					**1,154**	**1,153**	**1,099**	**1,945**	**431**	**2,144**
Joint venture										
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	**138**	**138**	**1,357**	**1,417**	**-**	**-**

Joint Venture

The following table summarises the financial information of the joint ventures as included in their own financial statements, adjusted for fair value adjustments at acquisition and differences in accounting policies. The table also reconciles the summarized financial information to the carrying amount of the Group's interest in these companies.

	Reporting date	Ownership	Current assets	Non-current assets	Current liabilities	Non-current liabilities	Net assets	Total revenues	Net profit	Other comprehensive income (loss)	Total other comprehensive income
		(%)	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
2017											
Shenington Investments Pte Limited	31 December	51.00	105,507	6,702,003	(668,610)	(3,374,303)	2,764,597	8	384,676	(361,722)	22,954
Total			**105,507**	**6,702,003**	**(668,610)**	**(3,374,303)**	**2,764,597**	**8**	**384,676**	**(361,722)**	**22,954**
2016											
Shenington Investments Pte Limited	31 December	51.00	26,977	7,378,625	(248,448)	(4,263,853)	2,893,301	1	389,156	165,196	554,352
Total			**26,977**	**7,378,625**	**(248,448)**	**(4,263,853)**	**2,893,301**	**1**	**389,156**	**165,196**	**554,352**

Significant movements in investments in subsidiaries and joint ventures for the year ended 31 December 2017 were as follows:

Joint venture

Dividend payment of Lao Telecommunications Company Limited ("LTC")

At the Annual General Meeting of the shareholders of LTC held on 2 February 2017, the shareholders approved the appropriation of dividend from 2016 operation of USD 26 million.

Commitments

According to the joint venture agreement between the Group and the Government of the Lao People's Democratic Republic, the Group must transfer all of LTC's shares to the Government of the Lao People's Democratic Republic, without any charges or compensation, on the expiration date of the joint venture agreement in 2046 (Note 33.2).

12. Non-controlling interests

The following table summarises the information relating to each of the Group's subsidiaries (CS Loxinfo Public Company Limited ("CSL")) that has a material non-controlling interest, before any intra-group eliminations:

	CSL	
As at 31 December	2017	2016
	Baht'000	Baht'000
Non-controlling interest percentage	57.93%	57.93%
Current assets	-	943,834
Non-current assets classified as held for sale	1,837,189	-
Non-current assets	-	954,512
Current liabilities	-	(923,361)
Non-current liabilities classified as held for sale	(1,055,257)	-
Non-current liabilities	-	(261,961)
Net assets	**781,932**	**713,024**
Carrying amount of non-controlling interest	457,616	411,566

	CSL	
For the year ended 31 December	2017	2016
	Baht'000	Baht'000
Non-controlling interest percentage	57.93%	57.93%
Profit from discontinued operation	325,743	305,905
Other comprehensive income	15,346	-
Total comprehensive income	**341,089**	**305,905**
Profit allocated to non-controlling interest	188,703	171,488
Other comprehensive income allocated to non-controlling interest	197,593	171,488

13. Property, plant and equipment

	Consolidated financial statements				
	Land Leasehold land & building	Equipment	Vehicles & equipment	Asset under construction	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Cost					
At 1 January 2016	**687,824**	**6,497,401**	**1,349,258**	**4,963,174**	**13,497,657**
Additions	29,829	233,055	61,291	772,422	1,096,597
Transfers	441	5,831,134	4,525	(5,693,983)	142,117
Disposals	-	(63,374)	(63,276)	-	(126,650)
Write-offs	(2,833)	(65,538)	(2,875)	(49)	(71,295)
Foreign currency translation adjustments	(3,884)	(2,264)	(480)	(23)	(6,651)
At 31 December 2016 and 1 January 2017	**711,377**	**12,430,414**	**1,348,443**	**41,541**	**14,531,775**
Additions	11,559	89,980	97,633	115,196	314,368
Transfers	58,249	12,323	56,929	(152,131)	(24,630)
Disposals	-	(57,353)	(50,874)	-	(108,227)
Write-offs	(2,098)	(202,607)	(12,117)	-	(216,822)
Foreign currency translation adjustments	(5,603)	(26,151)	(5,097)	(99)	(36,950)
Less transferred to current assets held for sale	(334,775)	(802,652)	(1,056,036)	(127)	(2,193,590)
At 31 December 2017	**438,709**	**11,443,954**	**378,881**	**4,380**	**12,265,924**
Accumulated depreciation and impairment loss					
At 1 January 2016	**349,983**	**3,200,626**	**915,214**	**-**	**4,465,823**
Depreciation for the year	52,495	601,871	118,914	-	773,280
Transfers	-	148,724	(4,516)	-	144,208
Disposals	-	(62,444)	(58,627)	-	(121,071)
Write-offs	(2,472)	(65,533)	(2,723)	-	(70,728)
Foreign currency translation adjustments	(3,678)	(2,685)	(534)	-	(6,897)
At 31 December 2016 and 1 January 2017	**396,328**	**3,820,559**	**967,728**	**-**	**5,184,615**
Depreciation for the year	38,534	749,092	122,389	-	910,015
Transfers	(20,414)	4,651	(3,130)	-	(18,893)
Disposals	-	(57,130)	(48,169)	-	(105,299)
Write-offs	(1,888)	(202,583)	(10,659)	-	(215,130)
Foreign currency translation adjustments	(5,398)	(19,783)	(2,810)	-	(27,991)
Less transferred to current assets held for sale	(28,068)	(554,201)	(738,440)	-	(1,320,709)
At 31 December 2017	**379,094**	**3,740,605**	**286,909**	**-**	**4,406,608**
Net book value					
At 1 January 2016					
Owned assets	337,841	3,296,775	388,911	4,963,174	8,986,701
Assets under finance leases	-	-	45,133	-	45,133
	337,841	**3,296,775**	**434,044**	**4,963,174**	**9,031,834**

	Consolidated financial statements				
	Land Leasehold land & building	Equipment	Vehicles & equipment	Asset under construction	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
At 31 December 2016 and 1 January 2017					
Owned assets	315,049	8,609,855	346,914	41,541	9,313,359
Assets under finance leases	-	-	33,801	-	33,801
	315,049	**8,609,855**	**380,715**	**41,541**	**9,347,160**
At 31 December 2017					
Owned assets	59,615	7,703,349	70,984	4,380	7,838,328
Assets under finance leases	-	-	20,988	-	20,988
	59,615	**7,703,349**	**91,972**	**4,380**	**7,859,316**

The gross amount of the Group's fully depreciated property and equipment that was still in use as at 31 December 2017 amounted to Baht 2,123.43 million (2016: Baht 1,963.36 million).

	Separate financial statements				
	Leasehold land & building	Equipment	Vehicles & equipment	Asset under construction	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Cost					
At 1 January 2016	**131,139**	**4,983,478**	**249,944**	**4,925,811**	**10,290,372**
Additions	29,409	158,267	17,717	718,626	924,019
Transfers	-	5,644,251	-	(5,644,437)	(186)
Disposals	-	(101,183)	(44,948)	-	(146,131)
Write-offs	-	(10,855)	(659)	-	(11,514)
At 31 December 2016 and 1 January 2017	**160,548**	**10,673,958**	**222,054**	**-**	**11,056,560**
Additions	8,438	25,954	21,045	-	55,437
Transfers	-	(1,882)	-	-	(1,882)
Disposals	(295)	(49,036)	(18,891)	-	(68,222)
Write-offs	(131)	(94,106)	(1,391)	-	(95,628)
At 31 December 2017	**168,560**	**10,554,888**	**222,817**	**-**	**10,946,265**

	Separate financial statements				
	Leasehold land & building	Equipment	Vehicles & equipment	Asset under construction	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Accumulated depreciation and impairment loss					
At 1 January 2016	**73,914**	**1,973,133**	**170,120**	**-**	**2,217,167**
Depreciation for the year	18,982	497,437	26,189	-	542,608
Transfers	-	(117)	-	-	(117)
Disposals	-	(91,577)	(41,257)	-	(132,834)
Write-offs	-	(10,855)	(545)	-	(11,400)
At 31 December 2016 and 1 January 2017	**92,896**	**2,368,021**	**154,507**	**-**	**2,615,424**
Depreciation for the year	22,280	650,788	26,629	-	699,697
Transfers	-	(360)	-	-	(360)
Disposals	(295)	(48,975)	(17,672)	-	(66,942)
Write-offs	(98)	(94,106)	(1,391)	-	(95,595)
At 31 December 2017	**114,783**	**2,875,368**	**162,073**	**-**	**3,152,224**
Net book value					
At 1 January 2016					
Owned assets	57,225	3,010,345	39,999	4,925,811	8,033,380
Assets under finance leases	-	-	39,825	-	39,825
	57,225	**3,010,345**	**79,824**	**4,925,811**	**8,073,205**
At 31 December 2016 and 1 January 2017					
Owned assets	67,652	8,305,937	37,322	-	8,410,911
Assets under finance leases	-	-	30,225	-	30,225
	67,652	**8,305,937**	**67,547**	**-**	**8,441,136**
At 31 December 2017					
Owned assets	53,777	7,679,520	39,756	-	7,773,053
Assets under finance leases	-	-	20,988	-	20,988
	53,777	**7,679,520**	**60,744**	**-**	**7,794,041**

The gross amount of the Company's fully depreciated property and equipment that was still in use as at 31 December 2017 amounted to Baht 1,571.74 million (2016: Baht 1,574.97 million).

Capital expenditure commitments

Capital expenditure contracted but not provided at December 31, 2017 and 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Building and other constructions	**-**	**22,325**	**-**	**-**

14. Intangible assets under operating agreement, deferred charges and intangible assets

	Consolidated financial statements				
			Intangible assets		
	Intangible assets under operating agreement	Deferred charges	Goodwill	Other intangible assets	Total intangible assets
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Cost					
1 January 2016	**26,423,384**	**674,372**	**970,166**	**1,844,040**	**2,814,206**
Additions	-	-	-	9,411	9,411
Transfer	(148,737)	-	-	6,503	6,503
Disposal	-	-	-	(707)	(707)
Write-offs	(41,737)	(654,139)	-	(6,269)	(6,269)
Foreign currency translation adjustment	-	-	(1,182)	(1,652)	(2,834)
At 31 December 2016 and 1 January 2017	**26,232,910**	**20,233**	**968,984**	**1,851,326**	**2,820,310**
Additions	-	-	-	32,754	32,754
Transfer	186	-	-	(640)	(640)
Disposal	-	-	-	(800)	(800)
Write-offs	-	(56)	-	(1,456)	(1,456)
Foreign currency translation adjustment	-	-	(1,481)	(13,430)	(14,911)
Less transferred to current assets held for sale	-	-	-	(251,947)	(251,947)
As at 31 December 2017	**26,233,096**	**20,177**	**967,503**	**1,615,807**	**2,583,310**

	Consolidated financial statements				
			Intangible assets		
	Intangible assets under operating agreement	Deferred charges	Goodwill	Other intangible assets	Total intangible assets
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Accumulated amortisation and impairment loss					
1 January 2016	**15,196,197**	**654,719**	**825,930**	**1,159,141**	**1,985,071**
Amortisation for the year	2,022,544	2,003	-	127,040	127,040
Transfers	(148,842)	-	-	4,516	4,516
Disposals	-	-	-	(705)	(705)
Write-offs	(41,737)	(654,139)	-	(5,745)	(5,745)
Foreign currency translation adjustment	-	-	-	(639)	(639)
At 31 December 2016 1 January 2017	**17,028,162**	**2,583**	**825,930**	**1,283,608**	**2,109,538**
Amortisation for the year	2,022,365	2,017	-	125,265	125,265
Impairment loss	3,196,000	-	85,059	27,622	112,681
Transfers	-	-	-	(640)	(640)
Disposals	-	-	-	(741)	(741)
Write-offs	-	(56)	-	(505)	(505)
Foreign currency translation adjustment	-	-	2,550	(8,555)	(6,005)
Less transferred to current assets held for sale	-	-	-	(183,331)	(183,331)
At 31 December 2017	**22,246,527**	**4,544**	**913,539**	**1,242,723**	**2,156,262**
Net book value					
At 1 January 2016	**11,227,187**	**19,653**	**144,236**	**684,899**	**829,135**
At 31 December 2016 and 1 January 2017	**9,204,748**	**17,650**	**143,054**	**567,718**	**710,772**
At 31 December 2017	**3,986,569**	**15,633**	**53,964**	**373,084**	**427,048**

As at 31 December 2017 the impairment loss of Baht 3,309 million comprised an impairment loss for intangible assets under operating agreement amounting to Baht 3,196 million an impairment loss for goodwill amounting to Baht 85 million and an impairment loss for other intangible assets amounting to Baht 28 million.

Impairment loss for intangible assets under operating agreement

The fierce competition in satellite industry has resulted to a significant market price erosion. Moreover, the major customers were churned both domestic and international with uncertainty of replacement. As a consequence, the satellite operating result of the company has been affected. The Company has assessed the impairment of intangible assets under operating agreements by way of discounted cash flow approach applying the discount rate of 10%. The book value of the assets were higher than the recoverable amount estimated by the discounted cash flow. Therefore, the impairment losses was recorded in the amount of Baht 3,196 million, which was presented as impairment losses.

Impairment loss for goodwill and other intangible assets

The declining of mining and construction sectors in Australia, which were the major customers of Orion Satellite Systems Pty Limited (OSS), has affected the operating results of OSS, which is the indirect subsidiary of the Group. As a consequence, the Company has assessed the impairment of goodwill and intangible assets by way of discounted cash flow approach applying the discount rate of 10%. The book value of the assets were higher than the recoverable amount estimated by the discounted cash flow. Therefore, the impairment losses was recorded in the amount of Baht 113 million, which was presented as impairment losses.

	Separate financial statements		
	Intangible assets under operating agreement	Deferred charges	Other intangible assets
	Baht'000	Baht'000	Baht'000
Cost			
1 January 2016	**26,232,805**	**674,316**	**1,418,306**
Additions	-	-	1,523
Transfers	105	-	-
Disposals	-	-	(20)
Write-offs	-	(654,139)	(25)
At 31 December 2016 and 1 January 2017	**26,232,910**	**20,177**	**1,419,784**
Additions	-	-	6,346
Transfers	186	-	-
Write-offs	-	-	(126)
As at 31 December 2017	**26,233,096**	**20,177**	**1,426,004**
Accumulated amortisation and impairment loss			
1 January 2016	**15,005,618**	**654,648**	**902,371**
Amortisation for the year	2,022,544	2,018	95,112
Disposals	-	-	(20)
Write-offs	-	(654,139)	(18)
At 31 December 2016 and 1 January 2017	**17,028,162**	**2,527**	**997,445**
Amortisation for the year	2,022,365	2,017	95,120
Impairment loss an assets	3,196,000	-	-
Write-offs	-	-	(126)
At 31 December 2017	**22,246,527**	**4,544**	**1,092,439**
Net book value			
At 1 January 2016	**11,227,187**	**19,668**	**515,935**
At 31 December 2016 and 1 January 2017	**9,204,748**	**17,650**	**422,339**
At 31 December 2017	**3,986,569**	**15,633**	**333,565**

15. Deferred tax assets

Deferred tax assets determined after appropriate off-setting are included in the statement of financial position as follow:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Deferred tax assets	775,825	310,411	704,853	83,079
	775,825	**310,411**	**704,853**	**83,079**

Deferred tax assets for tax loss carried forward are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

The subsidiaries have tax losses carried forward to offset future taxable income, which are not recognised in the consolidated financial statements as follows:

	2017	2016
	Baht'000	Baht'000
Year expired		
2017	-	82,924
2018	34,652	34,652
2019	68,589	68,589
2020	45,717	45,717
2021	13,615	13,615
2022	9,867	-
Total	**172,440**	**245,497**

Movements in total deferred tax assets during the year were as follows:

		Consolidated financial statements (Charged)/credited to:			
	At 1 January 2017	Profit or loss (*Note 29*)	Other comprehensive income	Discontinued Operation	**At 31 December 2017**
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Deferred tax assets					
Loss carry forward	60,057	(47,482)	(2,571)	(6,882)	3,122
Allowance for doubtful accounts	13,006	933	(62)	(9,527)	4,350
Allowance for obsolete inventory	12,879	2,706	671	(6)	16,250
Deposits	36,696	(5,961)	-	-	30,735
Advance receipts from customers	(11,674)	34,760	(366)	(1,589)	21,131
Employee benefit obligations	83,431	5,071	(18,333)	(36,228)	33,941
Accrued expenses	66,608	(48,209)	77	(711)	17,765
Prepaid expenses	30,782	(30,910)	128	-	-
Impairment loss on asstes	-	639,200	-	-	639,200
Others	18,626	(3,336)	(2,328)	(3,631)	9,331
Total	**310,411**	**546,772**	**(22,784)**	**(58,574)**	**775,825**

	Consolidated financial statements			
		(Charged)/credited to:		
	At 1 January 2016	Profit or loss	Other comprehensive income	**At 31 December 2016**
	Baht'000	Baht'000	Baht'000	Baht'000
Deferred tax assets				
Loss carry forward	31,681	39,754	(11,378)	60,057
Allowance for doubtful accounts	10,359	2,697	(50)	13,006
Allowance for obsolete inventory	9,028	3,866	(15)	12,879
Deposits	43,085	(6,389)	-	36,696
Advance receipts from customers	4,454	(16,323)	195	(11,674)
Employee benefit obligations	79,720	3,711	-	83,431
Accrued expenses	19,113	48,600	(1,105)	66,608
Prepaid expenses	21,832	9,374	(424)	30,782
Others	20,764	(3,568)	1,430	18,626
Total	**240,036**	**81,722**	**(11,347)**	**310,411**

	Separate financial statements			
		(Charged)/credited to:		
	At 1 January 2017	Profit or loss (*Note 29*)	Other comprehensive income	**At 31 December 2017**
	Baht'000	Baht'000	Baht'000	Baht'000
Deferred tax assets				
Allowance for obsolete inventory	11,522	2,438	-	13,960
Deposits	35,821	(5,858)	-	29,963
Employee benefit obligations	41,502	4,680	(16,392)	29,790
Impairment loss on assets	-	639,200	-	639,200
Others	(5,766)	(1,408)	(886)	(8,060)
Total	**83,079**	**639,052**	**(17,278)**	**704,853**

	Separate financial statements			
		(Charged)/credited to:		
	At 1 January 2016	Profit or loss (*Note 29*)	Other comprehensive income	**At 31 December 2016**
	Baht'000	Baht'000	Baht'000	Baht'000
Deferred tax assets				
Allowance for obsolete inventory	8,319	3,203	-	11,522
Deposits	43,085	(7,264)	-	35,821
Employee benefit obligations	41,770	(268)	-	41,502
Others	(6,714)	682	266	(5,766)
Total	**86,460**	**(3,647)**	**266**	**83,079**

16. Other non-current assets

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Withholding taxes receivable	187,322	340,319	180,138	336,032
Tax assessment's deposits	220,214	229,661	220,214	229,661
Others deposit	15,506	39,368	15,506	15,694
Others	11,835	11,398	-	-
	434,877	620,746	415,858	581,387
Less accumulated impairment loss	(54,234)	(62,219)	(54,234)	(62,219)
Total	**380,643**	**558,527**	**361,624**	**519,168**

17. Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Current				
Short-term loans				
Short-term loans from financial institution	-	230,000	-	-
Total short-term loans	-	230,000	-	-
Current portion of long-term borrowings				
Loans from financial institutions	415,064	720,664	415,064	660,664
Loans from others	6,724	8,207	6,724	7,327
Total current portion of long-term borrowings	421,788	728,871	421,788	667,991
Total current interest-bearing liabilities	421,788	958,871	421,788	667,991
Non-current				
Long-term borrowings				
Loans from financial institutions	2,490,386	4,684,647	2,490,386	4,624,647
Loans from others	23,997	35,162	23,997	31,234
Total long-term borrowings	2,514,383	4,719,809	2,514,383	4,655,881
Long-term debentures	4,510,246	4,546,180	4,547,246	4,546,180
Total non-current interest-bearing liabilities	7,024,629	9,265,989	7,061,629	9,202,061
Total	**7,446,417**	**10,224,860**	**7,483,417**	**9,870,052**

Long-term debentures

As at 31 December 2017, the Company has two tranches totaling Baht 4,550 million, with a par value of Baht 1,000 each, unsubordinated and unsecured with having registered and bond holders' representative debentures as follow:

Issue date	No. of units	Amount	Interest rate (per annum)	Term of interest payment	Principal payment term	Outstanding balance as at 31 December 2017
	(Million)	(Million Baht)				Million Baht
29 September 2014	2.275	2,275	4.28%	Semiannually	Entirely redeemed on 2 October 2019	2,275
29 September 2014	2.275	2,275	4.68%	Semiannually	Entirely redeemed on 2 October 2021	2,275
Total debentures						4,550
Less bond issuing cost						(3)
Net						**4,547**

The movements in the borrowing can be analysed as follows:

For the year ended 31 December	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
Opening net book value		10,224,860	11,749,942	9,870,052	11,373,643
Proceeds from borrowings, net of financial costs		481,664	2,437,013	1,664	1,797,013
Repayment of borrowings		(2,496,861)	(3,926,269)	(1,976,064)	(3,264,778)
Amortisation of finance costs	27	1,066	1,066	1,066	1,066
Gain on exchange rate		(413,301)	(36,892)	(413,301)	(36,892)
Others		(38,664)	-	-	
Less transferred to current assets held for sale		(312,347)	-	-	-
Closing net book value		**7,446,417**	**10,224,860**	**7,483,417**	**9,870,052**

The group has to maintain the financial ratios restricted in the long-term loan agreements.

The interest rate exposure of the borrowings of the Group is as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Total borrowings:				
- at fixed rates	4,540,967	4,819,549	4,577,967	4,584,741
- at floating rates	2,905,450	5,405,311	2,905,450	5,285,311
Total	**7,446,417**	**10,224,860**	**7,483,417**	**9,870,052**
Weighted average interest rates:				
- Loans	3.70%	3.39%	3.70%	3.43%
- Debentures	4.48%	4.48%	4.48%	4.48%

The periods to maturity of long-term borrowings and long-term debentures net of financial costs were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Later than 1 year but not later than 2 years	2,663,742	729,239	2,697,742	668,437
Later than 2 years but not later than 5 years	4,360,887	6,554,758	4,363,887	6,551,632
Later than 5 years	-	1,981,992	-	1,981,992
Total	**7,024,629**	**9,265,989**	**7,061,629**	**9,202,061**

The Group has to maintain the financial ratios restricted in the long-term borrowing agreements and to comply with certain restrictions and maintain certain financial ratios under the terms and conditions of the debentures.

Credit facilities

As at 31 December 2017 available credit facilities for loans from local and overseas banks are Baht 4,583.03 million and USD 30.00 million (2016: Baht 5,959.42 million and USD 90.80 million).

18. Trade and other current payables

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
Trade payables					
- Related parties	5	4,651	9,413	20,060	46,349
- Other parties		438,740	544,165	256,801	213,601
Total		**443,391**	**553,578**	**276,861**	**259,950**
Other payables					
- Accrued expenses		309,753	759,153	298,612	388,380
- Others		113,518	104,387	83,382	35,234
Total		**423,271**	**863,540**	**381,994**	**423,614**
Total trade and other current payables		**866,662**	**1,417,118**	**658,855**	**683,564**

19. Other current liabilities

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Short-term deposits from customers	52,206	35,069	48,734	36,951
Other taxes	41,352	43,968	14,518	40,564
Others	2,286	2,310	1	4
Total	**95,844**	**81,347**	**63,253**	**77,519**

20. Non-current provisions for employee benefit

The statement of financial position obligations was determined as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Present value of unfunded obligations	175,940	429,770	148,951	207,512
Statement of financial position	**175,940**	**429,770**	**148,951**	**207,512**

Movements in the present value of the employee benefit obligations:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Employee benefit obligations at 1 January	429,770	404,260	207,512	208,848
Benefits paid by the plan	(37,518)	(32,362)	(5,413)	(155)
Include in profit or loss:				
Current service costs and interest	52,019	57,872	28,811	26,890
Curtailment gain from transferred of employee to subsidiary	-	-	-	(28,071)
	52,019	**57,872**	**28,811**	**(1,181)**
Included in other comprehensive income:				
Actuarial gain recognised in the year	(113,348)	-	(81,959)	-
	(113,348)	-	**(81,959)**	-
Less Transferred to non-current assets classified as held for sale	(154,983)	-	-	-
Employee benefit obligations at 31 December	**175,940**	**429,770**	**148,951**	**207,512**

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	%	%	%	%
Discount rate	3.00	3.50	3.00	3.50
Future salary increases	5.00	7.00-8.00	5.00	8.00

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	Consolidated financial statements		Separate financial statements	
	Baht'000	Baht'000	Baht'000	Baht'000
Defined benefit obligation 31 December 2017	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(24,726)	28,944	(20,591)	24,064
Future salary growth (1% movement)	27,946	(24,401)	23,238	(20,323)

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

21. Other non-current liabilities

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Long-term deposits from customers	174,042	215,575	170,395	207,074
Others	128,884	146,665	128,884	131,387
Total	**302,926**	**362,240**	**299,279**	**338,461**

22. Share capital and share-based payment transaction

	Par value per share (Baht)	2017 Number Share'000	2017 Amount Baht'000	2016 Number Share'000	2016 Amount Baht'000
Authorised					
At 1 January					
- ordinary shares	*5*	1,099,977	5,499,884	1,098,902	5,494,513
Increase of new shares	5	-	-	1,075	5,371
At 31 December					
- ordinary shares	***5***	**1,099,977**	**5,499,884**	**1,099,977**	**5,499,884**
Issued and paid-up					
At 1 January					
- ordinary shares	*5*	1,095,994	5,479,970	1,095,938	5,479,688
Issue of new shares from exercise warrants	*5*	73	363	56	282
At 31 December					
- ordinary shares	***5***	**1,096,067**	**5,480,333**	**1,095,994**	**5,479,970**

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Issue of ordinary shares

At the annual general meeting of the shareholders of the Company held on 30 March 2016, a resolution was passed to approve the issuance of 1,074,300 ordinary shares at the par value of Baht 5 per share, in total of Baht 5,371,500 to reserve for the exercise of the warrant. The Company registered the increased share capital with the Ministry of Commerce on 16 May 2016.

Share-based payment transaction

1. Information of project

The issuance and offering of warrants to purchase ordinary shares to directors and employees of the Company and its subsidiaries. The warrants are offered directly to employees who are full-time employed and qualify for the Performance Share Plan project ("Project"). Major information is listed below

	Project I	**Project II**	**Project III**	**Project IV**
Issued date:	28 March 2013	27 March 2014	26 March 2015	30 March 2016
Issued:	682,000 units	1,197,700 units	1,085,300 units	1,074,300 units
Exercise price:	23.266 Baht/Share	38.265 Baht/Share	37.626 Baht/Share	25.918 Baht/Share
Number of reserved shares:	682,000 shares	1,197,700 shares	1,085,300 shares	1,074,300 shares
Offer period:	5 years after first time to offered the warrant			
Offer price per unit:	Baht 0 (zero Baht)			
Exercise ratio:	One unit of warrant per one ordinary share			

Movements in the number of warrants outstanding are as follows:

	1 January 2017	Issue during the period	Return during the period	Exercise during the period	31 December 2017*
	thousand unit	thousand unit	thousand unit	thousand unit	thousand unit
ESOP - Grant I					
Directors	371	-	-	(11)	360
Employees	255	-	-	(62)	193
Total	**626**	**-**	**-**	**(73)**	**553**
ESOP - Grant II					
Directors	374	-	-	-	374
Employees	769	-	-	-	769
Total	**1,143**	**-**	**-**	**-**	**1,143**
ESOP - Grant III					
Directors	254	-	-	-	254
Employees	691	-	-	-	691
Total	**945**	**-**	**-**	**-**	**945**
ESOP - Grant IV					
Directors	155	-	-	-	155
Employees	741	-	-	-	741
Total	**896**	**-**	**-**	**-**	**896**
Grand Total	**3,610**	**-**	**-**	**(73)**	**3,537**

* Include ESOP of employees or executives who cannot exercise their rights under the terms and conditions specified.

2. Fair value measurement

The measurement is in reference to the fair value of the offered ordinary shares issued at the grant date using Monte Carlo Simulation techniques. The assumptions are as below:

	Project I	**Project II**	**Project III**	**Project IV**
Fair value at grant date	Baht 35.037	Baht 27.864	Baht 20.424	Baht 12.475
Share price at grant date	Baht 35.750	Baht 40.500	Baht 36.500	Baht 27.000
Exercise price	Baht 23.266	Baht 38.265	Baht 37.626	Baht 25.918
Expected volatility	55.392%	41.562%	39.894%	36.534%
Expected dividend	1.119%	1.111%	1.781%	2.407%
Risk-free interest rate	3.074%	3.082%	2.340%	1.721%

Reconciliation of other reserve-shared-base payment:

	Consolidated and separate financial statements	
For the year ended 31 December	2017	2016
	Baht'000	Baht'000
At 1 January	21,521	17,237
Total expense recognised during the year in the statement of profit and loss	9,874	7,963
Decrease during the year	(19,602)	(3,679)
At 31 December	**11,793**	**21,521**

Share premium

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account ("share premium"). Share premium is not available for dividend distribution.

23. Reserves

Reserves comprise:

Appropriations of profit and/or retained earnings

Legal reserve

The Public Companies Act B.E. 2535 Section 116 requires that a company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward (if any), to a reserve account ("legal reserve"), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

Other components of equity

Currency translation differences

The currency translation differences account within equity comprises all foreign currency differences arising from the translation of the financial statements of foreign operations.

Fair value changes in available-for-sale investments

The fair value changes in available-for-sale investments account within equity comprise the cumulative net change in the fair value of available-for-sale investments until the investments are derecognised or impaired.

24. Segment information

Segment information is presented in respect of the Group's business and geographic segments. The primary format, business segments / geographic segments is based on the Group's management and internal reporting structure.

Business segments

The Group comprises the following main business segments:

Segment 1 Services relating to the satellite business and the transponder services segment
Segment 2 Sales and services relating to the internet and media business
Segment 3 Sales and services relating to the telephone network business

Geographic segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographic location of customers.

The areas of operation in Thailand are principally satellite business services, internet and media services and printing and publishing of business telephone directories services. Lao PDRs' main activities are sales and services relating to telephone network business and satellite business services. Australia, China, India, Japan and Myanmar main activities are sales and services relating to satellite business. Australia, China, India, Japan and Myanmar main activities are sales and services relating to satellite business.

The Group comprises the following main geographic segments:

Segment 1 Thailand
Segment 2 China
Segment 3 India
Segment 4 Japan
Segment 5 Myanmar
Segment 6 Others

Revenue and results, based on business segments, in the consolidated financial statements for the years ended 31 December 2017 and 2016 were as follows:

For the year ended	**Satellite business services**		**Internet services and media**		**Telephone network**		**Consolidation eliminations**		**Total continuing operations**		**Discontinued operation**		**Consolidated financial statements**	
31 December	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Revenues	6,475	8,414	299	310	-	-	(85)	(82)	6,689	8,642	2,793	2,875	9,482	11,517
Shares of profit of investment in joint venture	-	-	-	-	196	198	-	-	196	198	-	-	196	198
Cost of sales and services	(5,129)	(5,419)	(243)	(233)	-	-	81	84	(5,291)	(5,568)	(1,732)	(1,786)	(7,023)	(7,354)
Selling and administrative expenses	(1,659)	(1,486)	(30)	(32)	-	-	7	7	(1,682)	(1,511)	(672)	(714)	(2,354)	(2,225)
Segment results	(313)	1,509	26	45	196	198	3	9	(88)	1,761	389	375	301	2,136
Other income									387	188	26	14	413	202
Net gain on foreign exchange									152	152	-	-	152	152
Loss on impairment asset									(3,309)	-	-	-	(3,309)	-
Profit (loss) before finance cost and income tax									(2,858)	2,101	415	389	(2,443)	2,490
Finance costs									(383)	(338)	(18)	(21)	(401)	(359)
Operating profit (loss)									(3,241)	1,763	397	368	(2,844)	2,131
Income tax									454	(271)	(71)	(77)	383	(348)
Non-controlling interests									-	-	(189)	(171)	(189)	(171)
Net Profit (loss)									**(2,787)**	**1,492**	**137**	**120**	**(2,650)**	**1,612**

	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Total continuing operations		Discontinued operation		Consolidated financial statements	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
Segment assets	21,154	27,756	219	2,143	-	-	(585)	(640)	20,788	29,259	1,837	-	22,625	29,259
Loan to related parties	1,957	2,164	-	-	-	-	-	-	1,957	2,164	-	-	1,957	2,164
Investment in joint venture	-	-	-	-	1,357	1,417	-	-	1,357	1,417	-	-	1,357	1,417
Total assets													**25,939**	**32,840**
Segment liabilities	2,135	2,834	46	940	-	-	(23)	(80)	2,158	3,694	1,055	-	3,213	3,694
Borrowings	7,446	9,870	-	355	-	-	-	-	7,446	10,225	-	-	7,446	10,225
Total liabilities													**10,659**	**13,919**

Revenue and results, based on geographical segments, in the consolidated financial statements for the years ended 31 December 2017 and 2016 were as follows:

	2017	2016
	Baht'000	Baht'000
Segment revenue		
Thailand	3,377,172	4,328,465
China	216,909	298,854
India	686,249	706,017
Japan	834,482	631,047
Myanmar	365,036	529,294
Others	1,208,995	2,147,876
Total continued operation	**6,688,843**	**8,641,553**
Discontinued Operation	2,792,840	2,875,077
Total	**9,481,683**	**11,516,630**

Major customer

For the year ended 31 December 2017 and 2016, the Group has no revenue transactions with a single external customer amount to 10 percent or more of the Group's revenues.

Non-current assets based on geographical segments in the consolidated financial statements as at 31 December 2017 and 2016 were as follows:

	2017	2016
	Baht'000	Baht'000
Non-current assets		
Thailand	12,441,711	19,458,766
China	5,766	11,453
India	25,288	24,636
Japan	29,611	32,203
Myanmar	48	106
Others	3,235,624	3,874,840
Total	**15,738,048**	**23,402,004**

25. Revenues from sale of goods and rendering of services

	Consolidated financial statements		**Separate financial statements**	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Continuing operation				
Revenues from sale of goods	544,582	518,653	262,163	205,667
Revenues from rendering of services	6,144,261	8,122,900	5,616,127	6,871,090
	6,688,843	**8,641,553**	**5,878,290**	**7,076,757**
Discontinued operation				
Revenues from sale of goods	406,039	392,369	-	-
Revenues from rendering of services	2,386,801	2,482,708	-	-
	2,792,840	**2,875,077**	**-**	**-**
Total	**9,481,683**	**11,516,630**	**5,878,290**	**7,076,757**

26. Other income

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Continuing operation				
Loss on sale available for sale securities	-	(11,257)	-	-
Consulting and management fees	-	-	76,706	150,128
Interest income	158,165	138,664	151,947	132,675
Gain on sale of equipment	3,903	9,557	4,036	17,750
Compensation from customers	195,460	11,092	11,092	-
Others	29,613	39,523	9,841	30,716
Total other income from continuing operation	**387,141**	**187,579**	**253,622**	**331,269**
Discontinued operation	25,727	14,448	-	-
Total	**412,868**	**202,027**	**253,622**	**331,269**

27. Expenses by nature

The statements of profit or loss include an analysis of expenses by function. Expenses by nature disclosed in accordance with the requirements of various TFRS were as follows:

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
	Baht'000	Baht'000	Baht'000	Baht'000
Continuing operation				
Depreciation of property and equipment	910,015	626,976	699,697	542,608
Amortisation of intangible assets under the agreements for operations, deferred charges and intangible assets	2,149,648	2,134,364	2,117,485	2,119,674
Amortisation of finance costs	1,066	1,066	1,066	1,066
Staff costs	963,378	1,048,672	644,538	767,788
Discontinued operation				
Depreciation of property and equipment	146,113	146,304	-	-
Amortisation of intangible assets	16,023	17,222	-	-
Staff costs	540,095	570,635	-	-

28. Provident funds

The defined contribution plans comprise provident funds established by the Group for its employees. Membership to the funds is on a voluntary basis. Contributions are made monthly by the employees at rates ranging from 3% to 7% of their basic salaries and by the Group at rates ranging from 3% to 7% of the employees' basic salaries. The provident funds are registered with the Ministry of Finance as juristic entities and are managed by a licensed Fund Manager.

29. Income tax expense

	Notes	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
		Baht'000	Baht'000	Baht'000	Baht'000
Current tax expense from continuing operation					
Current tax expense		(92,205)	(350,260)	(104,645)	(287,946)
Deferred tax expense					
Movement in temporary differences	15	546,772	80,007	639,052	(3,647)
Total		**454,567**	**(270,253)**	**534,407**	**(291,593)**
Total current tax expense from continuing operation		**454,567**	**(270,253)**	**534,407**	**(291,593)**
Current tax expenses from discontinued operation	10	(71,214)	(77,356)	-	-
Total current tax expenses		**383,353**	**(347,609)**	**534,407**	**(291,593)**

Reconciliation of effective tax rate

	Consolidated financial statements			
	2017		2016	
	Rate (%)	Baht'000	Rate (%)	Baht'000
Profit (loss) for the year		(2,786,735)		1,492,173
Total income tax expense		(454,567)		270,253
Profit (loss) before total income tax expense		(3,241,302)		1,762,426
Income tax using the Thai corporation tax rate	20	648,260	20	(352,485)
Effect of different tax rates in foreign jurisdictions		(22,879)		120,801
Share of profit of investment in a joint venture		39,237		39,694
Effect of the income recognised in different periods for account and tax purposes		3,766		7,333
Expenses not deductible for tax purposes and expense recognised in different periods for accounting and tax purposes		(231,250)		(68,992)
Current year losses for which no deferred tax asset was recognised		(816)		(5,652)
Others		18,249		(10,952)
Total	**14**	**454,56**	**15**	**(270,253**

	Separate financial statements			
	2017		2016	
	Rate (%)	Baht'000	Rate (%)	Baht'000
Profit (loss) for the year		(2,786,735)		1,492,173
Total income tax expense		(534,407)		291,593
Profit (loss) before total income tax expense		(3,321,142)		1,783,766
Income tax using the Thai corporation tax rate	20	664,228	20	(356,753)
Income not subject to tax		17,700		-
Share of profit (loss) of investment in subsidiaries and a joint venture		(52,757)		101,242
Effect of the income recognised in different periods for account and tax purposes		3,777		7,294
Effect of the non-deductible tax expense and expense recognised in different periods for accounting and tax purposes		(114,678)		(56,477)
Others		16,137		13,101
Total	**16**	**534,407**	**16**	**(291,593)**

Income tax reduction

Royal Decree No. 577 B.E. 2557 dated 10 November 2014 grants the reduction to 20% of net taxable profit for the accounting period 2015 which begins on or after 1 January 2015.

Revenue Code Amendment Act No. 42 B.E. 2559 dated 3 March 2016 grants a reduction of the corporate income tax rate to 20% of net taxable profit for accounting periods which begin on or after 1 January 2016.

The Group has applied the tax rate of 20% in measuring deferred tax asset and liabilities as at 31 December 2017 and 2016.

30. Earnings (loss) per share

Basic earnings (loss) per share

The calculations of basic earnings (loss) per share for the years ended 31 December 2017 and 2016 were based on the profit (loss) for the years attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the years by weighted average method as follows:

	Consolidated financial statements and separate financial statements					
	2017			2016		
For the year ended 31 December	Continuing operation	Discontinued operation	Total	Continuing operation	Discontinued operation	Total
			(in thousand Baht/thousand share)			
Profit (loss) attributable to ordinary shareholders of the Company (basic)	**(2,786,735)**	**136,958**	**(2,649,777)**	**1,492,172**	**119,601**	**1,611,773**
Number of ordinary shares outstanding	**1,096,067**	**1,096,067**	**1,096,067**	**1,095,994**	**1,095,994**	**1,095,994**
Earnings (loss) per share (basic) ***(in Baht)***	**(2.54)**	**0.12**	**(2.42)**	**1.36**	**0.11**	**1.47**

Diluted earnings (loss) per share

The calculations of diluted earnings (loss) per share for the years ended 31 December 2017 and 2016 were based on the profit (loss) for the years attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the years after adjusting for the effects of all dilutive potential ordinary shares as follows:

For the year ended 31 December	**Consolidated financial statements and separate financial statements**					
	2017			2016		
	Continuing operation	Discontinued operation	Total	Continuing operation	Discontinued operation	Total
	(in thousand Baht/thousand share)					
Profit (loss) attributable to ordinary shareholders of the Company (diluted)	**(2,786,735)**	**136,958**	**(2,649,777)**	**1,492,172**	**119,601**	**1,611,773**
Weighted average number of ordinary shares outstanding (basic)	**1,096,067**	**1,096,067**	**1,096,067**	**1,095,994**	**1,095,994**	**1,095,994**
Effect of exercise of shares options	**-**	**-**	**-**	(22)	(22)	(22)
Weighted average number of ordinary shares outstanding (diluted)	**1,096,067**	**1,096,067**	**1,096,067**	**1,095,972**	**1,095,972**	**1,095,972**
Earnings (loss) per share (diluted) ***(in Baht)***	**(2.54)**	**0.12**	**(2.42)**	**1.36**	**0.11**	**1.47**

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31. Dividends

At the annual general meeting of the shareholders of the Company held on 29 March 2017, the shareholders approved the appropriation of dividend of Baht 0.70 per share, amounting to Baht 767 million. The dividend was paid to shareholders on 26 April 2017.

At the annual general meeting of the shareholders of the Company held on 30 March 2016, the shareholders approved the appropriation of dividend of Baht 0.65 per share, amounting to Baht 712 million. The dividend was paid to shareholders on 26 April 2016.

32. Financial instruments

Financial risk management policies

The principal financial risks faced by the Group are interest rate risk and exchange rate risk. The Group borrows at fixed and floating rates of interest for capital expenditure. Certain sales, purchases and a portion of borrowings are denominated in foreign currencies. In order to manage the risks arising from fluctuations in exchange rates and interest rates, the Group makes use of derivative financial instruments.

The objectives of using derivative financial instruments are to reduce uncertainty over future cash flows arising from movements in interest and exchange rates, and to manage the liquidity of cash resources. The following strategies are employed to achieve these objectives. Interest rate exposures are managed through interest rate swaps taken out with commercial banks and foreign exchange forward contracts and foreign currency options are taken out to manage the currency risks in future sales, purchases and loan repayments. Decisions on the level of risk undertaken are governed by corporate policy, which has established limits by transaction type and by counterparty.

Trading for speculative purposes is prohibited. All derivative transactions are subject to approval of the management before execution.

Management of currency and interest rate exposures is the responsibility of the Treasury Department. Management reports contain detail of cost and market value for all derivative financial instruments including outstanding forward contracts and cross currency and interest rate swap. An analysis of exposures against the limits established by the management is also provided. These limits principally cover the maximum permitted exposure in respect of short-term investment regarding to guideline to short-term investment policy.

Capital management

The primary objective of the Company's capital management is to provide good returns to shareholders and benefits to other stakeholders and to maintain an optimal capital structure in order to support asset management plan and new investment opportunities which will create value and strengthen financial position for the whole group.

Foreign currency risk

The Group is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies.

At 31 December 2017 and 2016, the Group was exposed to foreign currency risk in respect of financial assets and liabilities denominated in the following currencies:

	Consolidated financial statements			
	2017		2016	
	Foreign currency	Baht	Foreign currency	Baht
	million	million	million	million
Assets				
US Dollars	37.62	1,223.24	91.46	3,261.01
India Rupee	446.35	212.24	448.23	222.28
New Zealand Dollars	0.11	2.56	0.10	2.44
Hong kong Dollars	2.5	10.36	-	-
Total		1,448.40		3,485.73
Liabilities				
US Dollars	105.53	3,466.38	161.84	5,826.80
India Rupee	236.08	128.71	235.38	130.82
New Zealand Dollars	0.15	3.51	0.32	8.09
Total		3,598.60		5,965.71

Foreign currency assets mainly represent cash in bank and accounts receivable. Foreign currency liabilities mainly represent trade payables, accounts payable - property and equipment and borrowings.

Credit risk

The Group has no significant concentrations of credit risks. The Group has policies in place to ensure that sales of products and services are made to customers with an appropriate credit history. Derivative counterparties and cash transactions are limited to high quality financial institutions.

Liquidity risk

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations, including finding short term credit facility from various banks for reserve in case of necessary and to mitigate the effects of fluctuations in cash flows.

Determination of fair values

The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The carrying amount of cash and cash equivalents, short-term investments, trade receivables, amounts due from related parties, short-term loans and advances to related parties, trade creditors, accounts payable-property and equipment, amounts due to related parties, and borrowings are assumed to approximate their fair value due to the short maturities of these instruments.

Fair values of interest-bearing liabilities, together with the carrying amount values shown in the statement of financial position as follows:

	Consolidated financial statements				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
As at 31 December 2017					
Current					
Equity securities available for sale	1,023,962	-	1,023,962	-	1,023,962
Current portion of long-term loan to related parties	244,591	-	-	244,591	244,591
Current portion of long-term borrowings	421,788	-	-	421,788	421,788
Non - current					
Long-term loan to related parties	1,712,138	-	-	1,743,763	1,743,763
Long term borrowings	2,514,383	-	-	2,512,028	2,512,028
Debentures	4,510,246	-	4,822,658	-	4,822,658
As at 31 December 2016					
Current					
Equity securities available for sale	604,156	-	604,156	-	604,156
Short-term loan to a joint venture	18,186	-	-	18,186	18,186
Short-term loans from financial institution	230,000	-	-	230,000	230,000
Current portion of long term borrowings	728,871	-	-	728,871	728,871
Non - current					
Long-term loan to a joint venture	2,145,947	-	-	2,153,803	2,153,803
Long-term loans	4,719,809	-	-	4,758,095	4,758,095
Debentures	4,546,180	-	4,850,600	-	4,850,600

	Separated financial statements				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
As at 31 December 2017					
Current					
Equity securities available for sale	1,023,962	-	1,023,962	-	1,023,962
Current portion of long-term loan to related parties	244,591	-	-	244,591	244,591
Current portion of long-term borrowings	421,788	-	-	421,788	421,788
Non - current					
Long-term loan to related parties	1,712,138	-	-	1,721,277	1,721,277
Long term borrowings	2,514,383	-	-	2,512,028	2,512,028
Debentures	4,547,246	-	4,862,197	-	4,862,197
As at 31 December 2016					
Current					
Equity securities available for sale	703,027	-	703,027	-	703,027
Short-term loan to a joint venture	18,186	-	-	18,186	18,186
Current portion of long-term borrowings	667,991	-	-	667,991	667,991
Non - current					
Long-term loan to a joint venture	2,145,947	-	-	2,153,803	2,153,803
Long term loans	4,655,881	-	-	4,693,779	4,693,779
Debentures	4,546,180	-	4,850,600	-	4,850,600

Fair value hierarchy

The table above analyses recurring fair value measurements for financial assets. These fair value measurements are categorised into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group/Company can access at the measurement date.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: unobservable inputs for the asset or liability.

The Group determines Level 2 fair values for debentures have been determined based on quoted selling prices from The Thai Bond Market Association at the close of the business on the reporting date.

The Group determines Level 3 fair values for borrowing have been estimated using discounted cash flows based on the Group's incremental borrowing rates for similar types of borrowings.

33. Commitments with non-related parties

33.1 Agreement for operation of domestic communication satellite

The Company was permitted by the Ministry of Transport and Communications, under an agreement dated 11 September 1991 and an amendment thereto dated 22 March 1992, to operate and administer certain satellite projects and to render transponder services for domestic and international communications as well as the right to collect, for a thirty-year period, service charges from users of the transponders. The agreements for operation have been transferred to the Ministry of Digital Economy and Society ("MDE") (previously named Ministry of Information and Communication Technology ("MICT")).

Under the aforementioned agreement, the Company must pay an annual fee to MDE based on a percentage of certain service incomes or at the minimum level specified in the agreement, whichever is higher. As at 31 December 2017, the remaining minimum fee is Baht 327 million (2016: Baht 405 million). In addition, the Company, according to the aforementioned agreement, must transfer its ownership of all satellites, and monitoring stations and other operating equipment to MDE on the date of completion of construction and installation.

33.2 Shareholder agreement

Lao Telecommunications Company Limited ("LTC") is a joint venture, which was established under the terms of a Joint Venture Contract dated 8 October 1996, signed by the Government of the Lao People's Democratic Republic ("LAOGOV") and Intouch Holdings Public Company Limited (formerly named Shinawatra Computer and Communications Public Company Limited), According to the aforementioned Joint Venture Contract, LTC has the right to provide telecommunication services - fixed line phone, mobile phone, international facilities, internet and paging - within the Lao PDR for 25 years. Currently, Shenington Investments Pte Ltd ("SHEN"), which is a joint venture of the Company, owns 49% of LTC's registered shares. After the end of the 20th year, in 2016, LAOGOV shall have the right to consider purchasing all LTC's shares at a market price. And after the end of 23rd year, in 2019, the Group has a right to submit a proposal to LAOGOV to consider the extension of the term of agreement. Otherwise at the end of the 25th year, in 2021, the Group has to transfer all of LTC's shares to LAOGOV without any charges (Note 11). According to the shareholder agreement, LTC is required to invest at least USD 400 million in the projects specified in the agreement within 25 years.

On 23 October 2015, SHEN and LAOGOV have officially reached the agreement to extend the Joint Venture Agreement and the Master Agreement for the Development of Telecommunications Services in the Lao PDR, as a result LTC obtain right to operate communication service in Lao PDR for a further period of 25 years until 2046. According to the amended agreements, LTC is required to invest at least USD 400 million in the projects specified in the agreements within 25 years.

33.3 Agreements for operation of the Company and subsidiary companies for the satellite uplink-downlink and Satellite Internet services and Internet services in Thailand

Currently, the National Broadcasting and Telecommunications Commission ("NBTC") (previously termed the National Telecommunications Commission ("NTC")) is responsible for granting licenses to provide telecommunication services and internet access services in Thailand. The Company and its subsidiaries operate the business to provide internet, broadcasting and telecommunication services under licenses granted by NBTC as follow:

Type of license	Issued Date	Period
License of the Company		
Telecom Operation License Type I	16 August 2016	5 years
Telecom Operation License Type III	26 September 2012	20 years
Internet Operation License Type I	7 May 2015	5 years
License of DTV Service Company Limited		
Broadcasting Operation License	21 January 2013	15 years
Broadcasting Operation License (Lao Star)	28 January 2016	5 years
Broadcasting Operation License (D-Channel)	28 January 2016	5 years
Broadcasting Operation License (Lao PSTV)	13 July 2016	2 years
Broadcasting Operation License (LNTV 3)	13 July 2016	2 years
Broadcasting Operation License (TV Lao)	24 November 2017	5 years
License of TC Broadcasting Company Limited		
Broadcasting Operation License	4 March 2013	15 years
Telecom Operation License Type III	10 November 2015	15 years

Revenue of the Company under the NBTC's regulation

Revenue from rendering of services and equipment rentals of the Company for the years ended 31 December 2017 and 2016 was classified as follows:

	Separate financial statements	
	2017	2016
	Baht'000	Baht'000
Telecom Operation License Type I	95,153	46,538
Telecom Operation License Type III	283,261	408,619
Other service income	5,499,876	6,621,600
Total	**5,878,290**	**7,076,757**

33.4 Operating lease commitments

The Group has future aggregate minimum lease payments under non-cancellable operating leases as follows:

	Currency	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
		thousands	thousands	thousands	thousands
Within one year	THB	16,121	72,593	16,121	24,807
	YEN	1,452	1,392	-	-
	USD	247	243	195	227
	INR	2,434	695	-	695
	PHP	600	30	600	30
	AUD	186	180	-	-
	NZD	26	307	-	-
Total equivalent Baht		31,627	94,506	22,937	33,381
After one year but within five years	THB	9,514	52,413	9,514	25,634
	YEN	5,441	5,500	-	-
	USD	36	113	-	113
	INR	1,825	-	-	-
	AUD	189	375	-	-
	NZD	-	843	-	-
Total equivalent Baht		18,013	88,953	9,514	29,716
Grand total equivalent Baht		**49,640**	**183,459**	**32,451**	**63,097**

33.5 Other commitments

The Group has commitments with banks, whereby the banks issued letters of guarantee, letters of credit and other guarantees in respect of business contracts, for the following amounts:

	Currency	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
		thousands	thousands	thousands	thousands
Minimum operating agreement fee payable to Ministry of Digital Economy and Society	THB	54,000	57,750	54,000	57,750
Satellite space leasing by customers	USD	2,529	3,077	2,522	3,077
	THB	21,235	446,827	21,079	446,827
	AUD	-	5,000	-	-
Others	THB	16,681	41,653	16,411	14,519

34. Contingent liabilities

Assessment for income tax in India

The Tax Authority in India ('the Tax Authority'), has held that the payments received by the Company for providing Transponder Services ('TPS') to its Indian Customers and non-resident customers targeting Indian audience ('the Customer') was Royalty under both the Indian Income Tax Act ('the Act'), and the Double Taxation Avoidance Agreement between Thailand and India ('the DTAA') and subject to withholding tax at the rate of 15% on gross basis. But the Company considered income from Transponder Services to be business income, and as the Company does not have permanent establishment in India, such income is not taxable in India.

The Tax Authority still insisted on its consideration and raised the tax demand including surcharge, education tax and interest aggregating to INR 859.4 million (approximately Baht 439 million) against the said payment received by it from the customers and also levied penalty of INR 566.1 million (approximately Baht 289 million) for the Assessment Year ('AY') 1998-1999 to 2012-2013 (1 April 1997 to 30 March 2012).

So far, the Company had received Withholding Tax Certificates ('WTC') from its customers until Assessment Year ('AY') 2012-2013 net amounting to INR 593.8 million (approximately Baht 303 million), in which part of the amount is substituted and paid by the customer on behalf of the Company and used it as deposit. The Company had also deposited INR 480.4 million (approximately Baht 245 million). The deposit is presented as non-current assets in the statements of financial position.

On 4 March 2011 Income Tax Appellate Tribunal (ITAT) gave its decision that the Company's income from transponder services in India was not a royalty and, as the Company has no permanent establishment in India, such income was not taxable in India.

As the consequence, the Company does not have to pay interest and penalty imposed by the Revenue Department of India, and ITAT also decided that the demand for penalty for the assessment year 1998-1999, 1999-2000, 2000-2001, 2001-2002 and 2002-2003 made by the Revenue Department of India against the Company be cancelled. The Revenue Department of India did not appeal against the ITAT's decision on penalty for the said assessment years to the High Court of Delhi and the ITAT's decision on penalty was final. On 30 December 2011, the Tax authority notified the partial return of deposit placed by the Company against the penalty for the Assessment Year ('AY') 1998-1999 to 2001-2002 and interest, aggregating to INR 162.4 million (approximately Baht 83 million.)

Further to ITAT decision as stated in the preceding paragraphs, the Company is in the process of requesting the refund of the remaining deposit and withholding tax from the Tax Authority. Upon the final decision of the Supreme Court and the receipt of refund, the Company will forward the Customer the amount they substituted on behalf of the Company.

On 28 September 2011, the Tax Authority has filed an appeal against the decision of High Court on 17 February 2011 which decided that the Company's income from transponder services in India was not a royalty, to the Supreme Court. At the moment, this issue is still under the consideration of the Supreme Court.

The Supreme Court of India issued a letter dated 9 November 2011, to inform the agent of the Company's tax consultant of the appeal. Currently, the matter is in process, awaiting the Supreme Court of India's consideration.

35. Other events

35.1 According to the judgment of the Supreme Court, Criminal Division for Persons Holding Political Positions rendered on 26 February 2010, concerns the Company and its affiliated companies in many aspects. The Company is of the opinion that the consequence of the judgment is limited to the holding that some property of the person holding political position was improperly acquired by an abuse of power while being in a political position. The judgment does not contain any order indicating that the Company or its affiliated companies shall take any actions as the Company is not involved to the case. The Company and its affiliated companies have been operating to the best of its ability in accordance with the law and the agreements and in good faith. The Company and its affiliated companies have every right available under the law and agreements to provide the facts to prove its innocence and good faith in any proceeding which may be initiated by the relevant government agencies in accordance with the law and justice.

35.2 On 19 April 2007, Mr. Supong Limthanakul brought legal actions against the National Telecommunications Commission ("NTC"), the office of the NTC and the Ministry of Digital Economy and Society ("MDE") (previously named the Ministry of Information and Communication Technology ("MICT")) in the Central Administrative Court ("CAC") on the ground that the three state agencies neglected to perform their duties in overseeing whether the Company has been carrying on its telecommunications business lawfully after the sale of Shin Corporation Public Company Limited's shares to the new shareholder.

CAC issued an order dated 8 April 2009 making the Company the fourth respondent in order to allow the Company to file the Reply to the petitioner's claim including evidence, documentary or otherwise to CAC and the Company filed the Reply and supporting evidence in July 2009. On 10 June 2011, CAC has dismissed the verdict.

On 8 July 2011, Mr. Supong Limthanakul has filed an appeal with the Supreme Administrative Court ("SAC"). The case is under consideration by SAC. On 23 September 2011, the Company has filed an argument against appeal with the Supreme Administrative Court ("SAC").

The Company is of the opinion that it will not be adversely affected in any way as the actions were brought against NTC, office of the NTC and MICT for neglecting to perform their duties and will not constitute a cause for terminating the operating agreement as the Company has fully complied with the terms and conditions of the operating agreement.

35.3 On 26 December 2015, Golden Town Film Company Limited ("Plaintiff") has filed the Intellectual Property Court a lawsuit against Thaicom Public Company Limited ("THAICOM" or "the Company"), Directors of the Company, and a customer of the Company ("Defendant"), and claimed that Defendant has broadcasted a movie through satellite TV channel leased from THAICOM infringing the movie copyrights owned by Plaintiff.

On 8 September 2016, The Intellectual Property Court issued an order that THAICOM and its directors were dismissed from the case on the ground that THAICOM and its directors did not mutually infringe the movie copyright of the Plaintiff. At present, the Plaintiff got a permission from the Court to file the appeal of the Court Order within 8 November 2016. On 19 December 2016, THAICOM has filed an argument against appeal to Court. Currently, the matter is in process, awaiting the Supreme Court.

35.4 A subsidiary of the Company was being sued and claimed for the damages of satellite equipment in Australia since 2011. On 22 December 2016, the Court gave its judgement that the subsidiary shall compensate for damages of 5.3 million Australian dollars with interest. On 17 March 2017, the subsidiary has filed an argument against appeal to Court. Currently, the matter is in process, awaiting the Court. However, the impact of such expense was recorded in the 2016 financial statements.

35.5 The Company and its partner have a different interpretation of certain clauses of the cooperation agreement. As a result, the Company and such company have submitted the case to the arbitrator to consider and find a solution for such different view. All witnesses from both parties have been already cross-examined, the arbitrator has already been considered that the interpretation of certain clauses of the company is correct, and this decision is final.

35.6 Dispute over THAICOM 7 and THAICOM 8 satellites under Operating Agreement on Domestic Communication Satellite

On 5 October 2017, the Company received a letter from the Ministry of Digital Economy and Society (the "Ministry") stating that Thaicom 7 and Thaicom 8 satellites were the satellites under the Operating Agreement on Domestic Communication Satellite dated 11 September 1991 between Intouch Holdings Public Company Limited ("INTOUCH") and the Ministry (formerly known as the Ministry of Information and Communication Technology (MICT)) (the "Agreement"), which INTOUCH established the Company to operate works under the Agreement. In this regard, the letter from the Ministry stated a request for the full compliance with the Agreement on an urgent basis; e.g. transfer of ownership and delivery of assets, procurement of the backup satellite(s), payment of overdue revenue sharing, and property insurance.

The Extra-Ordinary Board of Directors' Meetings of the Company on 24 October 2017, respectively, considered such letter and consulted with legal advisor and then opined that Thaicom 7 and Thaicom 8 satellites were not the satellites under the Agreement as the procedures of Thaicom 7 and Thaicom 8 satellites fell under the scope of license received from the National Broadcasting and Telecommunications Commission. Moreover, the Company has fully complied with the terms and conditions of the Agreement and has not proceeded with any operations against or violating the Agreement. Therefore, the Company had a different opinion from the Ministry on Thaicom 7 and Thaicom 8 satellites. Accordingly, the Meetings resolved that the Company submit to an arbitrator the dispute, resulting from the terms of and compliance with the Agreement and that the parties thereto have not been able to resolve it, for further settlement. This is in accordance with Clause 45.1 of the Agreement and the Company has submitted the dispute to the Arbitration Institute on 25 October 2017, as appeared in the Black Case No. 97/2560.

During a period that the dispute is pending arbitration proceedings, the Company does not have any duties to comply with any of the foregoing requests made by the Ministry until an award is rendered, pursuant to Clause 45.6 of the Agreement, stating that in the event where there is a dispute pending arbitration proceedings, the parties shall still be obligated to comply with terms of the Agreement until an award is rendered.

36. Events after the reporting period

36.1 DTV Service Company Limited ("DTV") has executed the Shares Tender Agreement for the sale of ordinary shares in CS Loxinfo Public Company Limited ("CSL")

DTV Services Company Limited ("DTV"), a subsidiary of the Company has entered into Shares Tender Agreement on 6 October 2017 to sell the entire ordinary shares held in CS Loxinfo Public Company Limited ("CSL") to Advance Wireless Network Co., Ltd. ("AWN") at the bid price of Baht 7.80 per share, totaling of Baht 1,950.78 million. Such amount has already been paid on 25 January 2018.

36.2 Interim dividend declaration of the Company

On 31 January 2018, the Company's Board of Directors passed a resolution to approve interim dividend payment from the operating result for the period from 1-31 January 2018 to the Company's shareholders at Baht 1.36 per share, approximately Baht 1,491 million. The Company will propose to the annual general shareholders' meeting for the year 2018 of the Company to approve afterward.

37. Reclassification accounts

Certain accounts in the statement of financial position as of 31 December 2016, which is included in the financial statements for 2017 comparative proposes.

37.1 The reclassification accounts to conform to the presentation in the 2017 financial statements

	Consolidated financial statement			Separate financial statements		
	Before Reclassi-fications	Reclassi-fications	After reclassi-fications	Before Reclassi-fications	Reclassi-fications	After reclassi-fications
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Statements of financial position						
Trade and other payables	1,406,068	11,050	1,417,118	672,517	11,047	683,564
Accounts payable – property and equipment	11,050	(11,050)	-	11,047	(11,047)	-
		-			-	

37.2 The reclassification accounts to conform to presentation of discontinued operation.

	2016 Consolidated financial statements		
	Before Reclassifications	Reclassifications	After reclassifications
	Baht'000	Baht'000	Baht'000
Statements of profit or loss			
Revenues from sale of goods and rendering of services	11,516,630	(2,875,077)	8,641,553
Net foreign exchange gain	152,107	(137)	151,970
Other income	202,027	(14,448)	187,579
Total income	**11,870,870**	**(2,889,662)**	**8,981,208**
Cost of sale of goods and rendering of services	6,296,849	(1,785,407)	4,511,442
Selling expenses	316,743	(121,728)	195,015
Administrative expenses	1,793,272	(565,349)	1,227,923
Directors and management benefit expenses	115,665	(27,510)	88,155
Finance costs	358,781	(21,223)	337,558
Total expenses	**9,938,468**	**(2,521,217)**	**7,417,251**
Profit (loss) before income tax expense	**2,130,871**	**(368,445)**	**1,762,426**
Income tax expense	(347,609)	77,356	(270,253)
Profit for the year	**1,783,262**	**(291,089)**	**1,492,173**

38. Thai Financial Reporting Standards (TFRS) not yet adopted

The FAP has announced accounting standards, TFRS, Thai Accounting Standard Interpretations ("TSIC"), Thai Financial Reporting Standard Interpretations ("TFRIC") and accounting practices that become effective for annual financial periods beginning on or after 1 January 2018. However, The Group has not adopted the new and revised TFRS as of the reporting date which are not yet effective. Those TFRS that may be applicable to the Group, which become effective for the financial report on or after 1 January 2018 are as follows:

Thai Accounting Standards ("TAS")

TAS 1 (Revised 2017)	Presentation of Financial Statements
TAS 2 (Revised 2017)	Inventories
TAS 7 (Revised 2017)	Statement of Cash Flows
TAS 8 (Revised 2017)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2017)	Events after the Reporting Period
TAS 11 (Revised 2017)	Construction Contracts
TAS 12 (Revised 2017)	Income taxes
TAS 16 (Revised 2017)	Property, Plant and Equipment
TAS 17 (Revised 2017)	Leases
TAS 18 (Revised 2017)	Revenue
TAS 19 (Revised 2017)	Employee Benefits
TAS 20 (Revised 2017)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2017)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (Revised 2017)	Borrowing Costs
TAS 24 (Revised 2017)	Related Party Disclosures
TAS 26 (Revised 2017)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2017)	Separate Financial Statements
TAS 28 (Revised 2017)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2017)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2017)	Earnings Per Share
TAS 34 (Revised 2017)	Interim Financial Reporting
TAS 36 (Revised 2017)	Impairment of Assets
TAS 37 (Revised 2017)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2017)	Intangible Assets
TAS 40 (Revised 2017)	Investment Property
TAS 41 (Revised 2017)	Agriculture

Thai Financial Reporting Standards ("TFRS")

TFRS 2 (Revised 2017)	Share-based Payment
TFRS 3 (Revised 2017)	Business Combinations
TFRS 4 (Revised 2017)	Insurance Contracts
TFRS 5 (Revised 2017)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2017)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (Revised 2017)	Operating Segments
TFRS 10 (Revised 2017)	Consolidated Financial Statements
TFRS 11 (Revised 2017)	Joint Arrangements
TFRS 12 (Revised 2017)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2017)	Fair Value Measurement

Thai Accounting Standard Interpretations ("TSIC")

TSIC 10 (Revised 2017)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2017)	Operating Leases - Incentives
TSIC 25 (Revised 2017)	Income Taxes - Changes in the Tax Status of and Enterprise or its Shareholders
TSIC 27 (Revised 2017)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 29 (Revised 2017)	Service Concession Arrangements: Disclosures
TSIC 31 (Revised 2017)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2017)	Intangible Assets - Web Site Costs

Thai Financial Reporting Standard Interpretations ("TFRIC")

TFRIC 1 (Revised 2017)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2017)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2017)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2017)	Applying the Restatement Approach under TAS 29 (Revised 2017) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2017)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2017)	Service Concession Arrangements
TFRIC 13 (Revised 2017)	Customer Loyalty Programmes
TFRIC 14 (Revised 2017)	TAS 19 (Revised 2017) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2017)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2017)	Distributions of Non - cash Assets to Owners
TFRIC 18 (Revised 2017)	Transfers of Assets from Customers
TFRIC 20 (Revised 2017)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21 (Revised 2017)	Levies

The Group and the Company's management will adopt the above applicable TFRSs in preparation of the consolidated and separate financial statements of the Company and its subsidiaries when they become effective. The Group and the Company's management has assessed the impact of these TFRS and believes that they will not have material impact on the financial statements for the periods in which they are initially applied.