Thaicom Public Company Limited and its Subsidiaries

Financial statements for the year ended
31 December 2014
and
Independent Auditor's Report

Independent Auditor's Report

To the shareholders of Thaicom Public Company Limited

I have audited the accompanying consolidated and separate financial statements of Thaicom Public Company Limited and its subsidiaries (the "Group"), and of Thaicom Public Company Limited (the "Company"), respectively, which comprise the consolidated and separate statements of financial position as at 31 December 2014, the consolidated and separate statements of income and comprehensive income, changes in equity and cash flows for the year then ended, and notes comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated and Separate Financial Statements

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

Auditor's Responsibility

My responsibility is to express an opinion on these consolidated and separate financial statements based on my audit. I conducted my audit in accordance with Thai Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated and separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 31 December 2014 and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

(Supot Singhasaneh)
Certified Public Accountant
Registration No. 2826

KPMG Phoomchai Audit Ltd.
Bangkok
11 February 2015

Thaicom Public Company Limited and its Subsidiaries

Statements of financial position

Assets	Note	Consolidated financial statements 31 December 2014	Consolidated financial statements 31 December 2013 (Restated)	Separate financial statements 31 December 2014	Separate financial statements 31 December 2013 (Restated)
			(in Baht)		
Current assets					
Cash and cash equivalents	*7*	2,564,934,182	2,152,258,274	443,266,569	740,069,890
Current investments	*8*	1,736,196,182	1,305,171,495	800,000,000	1,305,171,495
Trade and other accounts receivable	*9*	1,589,960,149	1,568,487,907	1,124,232,044	1,159,865,656
Amounts due from related parties	*6*	53,185,122	28,647,137	141,707,165	218,389,075
Short-term loan to a jointly-controlled entity	*6*	142,660,494	142,073,554	291,143,866	289,946,028
Inventories	*10*	225,273,587	251,541,126	155,493,915	135,682,536
Other current assets	*6*	49,349,401	33,158,842	16,096,089	21,932,173
Total current assets		**6,361,559,117**	**5,481,338,335**	**2,971,939,648**	**3,871,056,853**
Non-current assets					
Long-term loans to subsidiaries	*6*	-	-	9,843,840	13,026,176
Available-for-sale investments	*8*	-	699,839,569	-	-
Investments in subsidiaries	*11*	-	-	1,913,540,009	1,909,291,039
Investments in jointly - controlled entity	*11*	-	-	137,638,749	137,638,749
Investments in associate	*11*	234,339,332	487,493,281	-	-
Property and equipment	*12*	9,093,305,414	3,163,136,055	7,346,224,811	1,536,803,561
Intangible assets under operating agreement	*13*	13,249,340,670	15,041,927,574	13,249,340,669	15,041,927,574
Deferred charges	*13*	44,362,996	34,637,322	44,691,030	34,900,479
Intangible assets	*13*	889,671,045	840,934,097	615,260,720	705,131,115
Deferred tax assets	*14*	254,416,596	503,842,539	121,229,144	361,067,091
Other non-current assets	*15*	848,229,037	1,120,903,728	844,082,477	1,116,536,597
Total non-current assets		**24,613,665,090**	**21,892,714,165**	**24,281,851,449**	**20,856,322,381**
Total assets		**30,975,224,207**	**27,374,052,500**	**27,253,791,097**	**24,727,379,234**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of financial position

Liabilities and equity	Note	Consolidated financial statements 31 December 2014	Consolidated financial statements 31 December 2013 (Restated)	Separate financial statements 31 December 2014	Separate financial statements 31 December 2013 (Restated)
			(in Baht)		
Current liabilities					
Short-term loans from financial institutions	*16*	641,104,665	-	641,104,665	-
Trade and other accounts payable	*17*	791,215,541	719,628,119	497,917,964	474,605,293
Accounts payable - property and equipment		293,623,192	112,776,636	157,851,361	89,290,205
Amounts due to related parties	*6*	759,171	2,797,258	32,819,230	322,698,298
Short-term loan from other related party	*6*	143,313,169	142,664,417	-	-
Current portion of long-term loans	*16*	579,669,764	4,343,758,832	577,777,039	4,269,098,495
Advance receipts from customers		646,367,717	931,770,029	689,883,475	822,680,651
Accrued operating agreement fee		285,698,929	265,274,094	285,698,929	265,274,094
Income tax payable		59,566,086	35,752,760	-	-
Other current liabilities	*18*	129,619,142	70,546,794	70,952,531	62,224,738
Total current liabilities		**3,570,937,376**	**6,624,968,939**	**2,954,005,194**	**6,305,871,774**
Non-current liabilities					
Long-term accounts payable - property and equipment		307,952,760	434,932,080	307,952,760	434,932,080
Long - term loans	*16*	9,435,530,374	4,028,344,884	9,426,066,748	3,966,805,198
Employee benefits obligations	*19*	367,309,847	335,618,873	199,066,920	181,460,677
Other non - current liabilities	*20*	367,565,713	368,724,619	354,835,789	358,496,008
Total non - current liabilities		**10,478,358,694**	**5,167,620,456**	**10,287,922,217**	**4,941,693,963**
Total liabilities		**14,049,296,070**	**11,792,589,395**	**13,241,927,411**	**11,247,565,737**

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Thaicom Public Company Limited and its Subsidiaries

Statements of financial position

Liabilities and equity	Note	Consolidated financial statements 31 December 2014	Consolidated financial statements 31 December 2013 (Restated)	Separate financial statements 31 December 2014	Separate financial statements 31 December 2013 (Restated)
			(in Baht)		
Equity					
Share capital	*21*				
Authorised share capital		5,489,086,200	5,483,097,700	5,489,086,200	5,483,097,700
Issued and paid-up share capital		5,479,687,700	5,479,687,700	5,479,687,700	5,479,687,700
Premium on ordinary shares	*21*	4,301,989,672	4,301,989,672	4,301,989,672	4,301,989,672
Retained earnings					
Appropriated					
Legal reserve	*22*	544,154,995	493,237,236	544,154,995	493,237,236
Share-based payment transactions	*21*	9,298,469	2,431,567	9,298,469	2,431,567
Unappropriated		5,469,863,284	4,413,069,092	3,676,732,850	3,202,467,322
Other components of equity		1,082,367,759	852,656,376	-	-
Equity attributable to owners of the Company		**16,887,361,879**	**15,543,071,643**	**14,011,863,686**	**13,479,813,497**
Non - controlling interests		38,566,258	38,391,462	-	-
Total equity		**16,925,928,137**	**15,581,463,105**	**14,011,863,686**	**13,479,813,497**
Total liabilities and equity		**30,975,224,207**	**27,374,052,500**	**27,253,791,097**	**24,727,379,234**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of income

	Note	Consolidated financial statements For the year ended 31 December		Separate financial statements For the year ended 31 December	
		2014	2013 (Restated)	2014	2013 (Restated)
Continuing operations			*(in Baht)*		
Income	*6*				
Revenues from sale of goods and rendering of services	*25*	10,004,056,170	7,895,857,673	6,989,624,431	5,743,113,161
Construction revenue under operating agreement		172,270,278	1,646,026,113	172,270,278	1,646,026,113
Net foreign exchange gain		59,262,517	-	-	-
Other income	*26*	140,366,847	195,759,011	438,956,134	654,250,367
Total income		**10,375,955,812**	**9,737,642,797**	**7,600,850,843**	**8,043,389,641**
Expenses	*6*				
Cost of sale of goods and rendering of services		4,866,411,451	3,868,470,193	3,727,668,083	3,021,663,557
Construction cost under operating agreement		172,270,278	1,646,026,113	172,270,278	1,646,026,113
Operating agreements fee		985,260,005	826,536,780	985,260,005	826,506,920
Selling expenses		289,013,318	200,463,144	211,823,594	187,060,190
Administrative expenses		1,492,917,497	1,261,873,189	799,304,797	751,791,734
Directors and management benefit expenses		74,936,839	76,184,355	74,936,839	76,184,355
Net foreign exchange loss		-	269,837,375	9,085,775	313,332,337
Finance costs		381,205,840	265,143,348	362,308,345	242,448,494
Total expenses		**8,262,015,228**	**8,414,534,497**	**6,342,657,716**	**7,065,013,700**
Share of profits (loss) of associate	*11*	(63,077,956)	194,509,288	-	-
Profit before income tax expense from continuing operations		**2,050,862,628**	**1,517,617,588**	**1,258,193,127**	**978,375,941**
Income tax expense	*29*	(449,978,784)	(338,854,456)	(239,837,947)	(176,687,634)
Profit from continuing operations		**1,600,883,844**	**1,178,763,132**	**1,018,355,180**	**801,688,307**
Discontinued operation					
Loss from discontinued operation, net of income tax		-	(51,141,526)	-	-
Profit for the year		**1,600,883,844**	**1,127,621,606**	**1,018,355,180**	**801,688,307**
Profit attributable to:					
Owner of the Company		1,600,883,844	1,127,621,606	1,018,355,180	801,688,307
Non-controlling interest		-	-	-	-
Profit for the year		**1,600,883,844**	**1,127,621,606**	**1,018,355,180**	**801,688,307**
Earnings per share	*31*				
Basic		1.46	1.03	0.93	0.73
Diluted		1.46	1.03	0.93	0.73
Earnings per share - continuing operations	*31*				
Basic		1.46	1.08	0.93	0.73
Diluted		1.46	1.08	0.93	0.73

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

Thaicom Public Company Limited and its Subsidiaries

Statements of comprehensive income

	Note	Consolidated financial statements For the year ended 31 December 2014	Consolidated financial statements For the year ended 31 December 2013 (Restated)	Separate financial statements For the year ended 31 December 2014	Separate financial statements For the year ended 31 December 2013 (Restated)
			(in Baht)		
Profit for the year		**1,600,883,844**	**1,127,621,606**	**1,018,355,180**	**801,688,307**
Other comprehensive income	*23*				
Foreign currency translation differences for foreign operations		(3,238,369)	87,606,979	-	-
Unrealised loss from increase in shareholding in a subsidiary		(2,612,055)	-	-	-
Changes in fair value of available-for-sale investments		235,736,603	563,663,129	-	-
Other comprehensive income for the year, net of income tax		**229,886,179**	**651,270,108**	**-**	**-**
Total comprehensive income for the year		**1,830,770,023**	**1,778,891,714**	**1,018,355,180**	**801,688,307**
Total comprehensive income attributable to:					
Owners of the Company		1,830,595,227	1,776,338,799	1,018,355,180	801,688,307
Non-controlling interests		174,796	2,552,915	-	-
Total comprehensive income for the year		**1,830,770,023**	**1,778,891,714**	**1,018,355,180**	**801,688,307**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of changes in equity

		Consolidated financial statements											
				Retained earnings			Other components of equity						
	Note	Issued and paid-up share capital	Share premium	Legal reserve	Other reserve for share-based payment transactions	Unappropriated	Cumulative gain on dilution of investment in a subsidiary and an associate	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
							(in Baht)						
Year ended 31 December 2013													
Balance at 1 January 2013		**5,479,687,700**	**4,301,989,672**	**453,152,821**	**-**	**3,763,906,918**	**331,456,927**	**(127,517,744)**	**-**	**203,939,183**	**14,202,676,294**	**35,838,547**	**14,238,514,841**
Transactions with owners, recorded directly in equity													
Share-based payment transactions	*21*	-	-	-	2,431,567	-	-	-	-	-	2,431,567	-	2,431,567
Dividends to owners of the Company	*32*	-	-	-	-	(438,375,017)	-	-	-	-	(438,375,017)	-	(438,375,017)
Net income recognised directly in equity		**-**	**-**	**-**	**2,431,567**	**(438,375,017)**	**-**	**-**	**-**	**-**	**(435,943,450)**	**-**	**(435,943,450)**
Comprehensive income for the year													
Profit	*31*	-	-	-	-	1,127,621,606	-	-	-	-	1,127,621,606	-	1,127,621,606
Other comprehensive income	*23*	-	-	-	-	-	-	85,054,064	563,663,129	648,717,193	648,717,193	2,552,915	651,270,108
Total comprehensive income for the year		**-**	**-**	**-**	**-**	**1,127,621,606**	**-**	**85,054,064**	**563,663,129**	**648,717,193**	**1,776,338,799**	**2,552,915**	**1,778,891,714**
Transfer to legal reserve	*22*	-	-	40,084,415	-	(40,084,415)	-	-	-	-	-	-	-
Balance at 31 December 2013		**5,479,687,700**	**4,301,989,672**	**493,237,236**	**2,431,567**	**4,413,069,092**	**331,456,927**	**(42,463,680)**	**563,663,129**	**852,656,376**	**15,543,071,643**	**38,391,462**	**15,581,463,105**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of changes in equity

		Consolidated financial statements											
				Retained earnings			Other components of equity						
	Note	Issued and paid-up share capital	Share premium	Legal reserve	Other reserve for share-based payment transactions	Unappropriated	Cumulative gain on dilution of investment in a subsidiary and an associate	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
							(in Baht)						
Year ended 31 December 2014													
Balance at 1 January 2014		**5,479,687,700**	**4,301,989,672**	**493,237,236**	**2,431,567**	**4,413,069,092**	**331,456,927**	**(42,463,680)**	**563,663,129**	**852,656,376**	**15,543,071,643**	**38,391,462**	**15,581,463,105**
Transactions with owners, recorded directly in equity													
Share-based payment transactions	*21*	-	-	-	6,866,902	-	-	-	-	-	6,866,902	-	6,866,902
Dividends to owners of the Company	*32*	-	-	-	-	(493,171,893)	-	-	-	-	(493,171,893)	-	(493,171,893)
Net income recognised directly in equity		**-**	**-**	**-**	**6,866,902**	**(493,171,893)**	**-**	**-**	**-**	**-**	**(486,304,991)**	**-**	**(486,304,991)**
Comprehensive income for the year													
Profit	*31*	-	-	-	-	1,600,883,844	-	-	-	-	1,600,883,844	-	1,600,883,844
Other comprehensive income	*23*	-	-	-	-	-	(2,612,055)	(3,413,165)	235,736,603	229,711,383	229,711,383	174,796	229,886,179
Total comprehensive income for the year		**-**	**-**	**-**	**-**	**1,600,883,844**	**(2,612,055)**	**(3,413,165)**	**235,736,603**	**229,711,383**	**1,830,595,227**	**174,796**	**1,830,770,023**
Transfer to legal reserve	*22*	-	-	50,917,759	-	(50,917,759)	-	-	-	-	-	-	-
Balance at 31 December 2014		**5,479,687,700**	**4,301,989,672**	**544,154,995**	**9,298,469**	**5,469,863,284**	**328,844,872**	**(45,876,845)**	**799,399,732**	**1,082,367,759**	**16,887,361,879**	**38,566,258**	**16,925,928,137**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of changes in equity

		Separate financial statements					
				Retained earnings			
	Note	Issued and paid-up share capital	Share premium	Legal reserve	Other reserve for share-based payment transactions	Unappropriated	Total equity
				(in Baht)			
Year ended 31 December 2013							
Balance at 1 January 2013		**5,479,687,700**	**4,301,989,672**	**453,152,821**	**-**	**2,879,238,447**	**13,114,068,640**
Transactions with owners, recorded directly in equity							
Share-based payment transactions	*21*	-	-	-	2,431,567	-	2,431,567
Dividends to owners of the Company	*32*	-	-	-	-	(438,375,017)	(438,375,017)
Net income recognised directly in equity		**-**	**-**	**-**	**2,431,567**	**(438,375,017)**	**(435,943,450)**
Comprehensive income for the year							
Profit	*31*	-	-	-	-	801,688,307	801,688,307
Total comprehensive income for the year		**-**	**-**	**-**	**-**	**801,688,307**	**801,688,307**
Transfer to legal reserve	*22*	-	-	40,084,415	-	(40,084,415)	-
Balance at 31 December 2013		**5,479,687,700**	**4,301,989,672**	**493,237,236**	**2,431,567**	**3,202,467,322**	**13,479,813,497**
Year ended 31 December 2014							
Balance at 1 January 2014		**5,479,687,700**	**4,301,989,672**	**493,237,236**	**2,431,567**	**3,202,467,322**	**13,479,813,497**
Transactions with owners, recorded directly in equity							
Share-based payment transactions	*21*	-	-	-	6,866,902	-	6,866,902
Dividends to owners of the Company	*32*	-	-	-	-	(493,171,893)	(493,171,893)
Net income recognised directly in equity		**-**	**-**	**-**	**6,866,902**	**(493,171,893)**	**(486,304,991)**
Comprehensive income for the year							
Profit	*31*	-	-	-	-	1,018,355,180	1,018,355,180
Total comprehensive income for the year		**-**	**-**	**-**	**-**	**1,018,355,180**	**1,018,355,180**
Transfer to legal reserve	*22*	-	-	50,917,759	-	(50,917,759)	-
Balance at 31 December 2014		**5,479,687,700**	**4,301,989,672**	**544,154,995**	**9,298,469**	**3,676,732,850**	**14,011,863,686**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of cash flows

	Note	Consolidated financial statements For the year ended 31 December 2014	Consolidated financial statements For the year ended 31 December 2013	Separate financial statements For the year ended 31 December 2014	Separate financial statements For the year ended 31 December 2013
			(in Baht)		
Cash flows from operating activities					
Profit for the year		1,600,883,844	1,127,621,606	1,018,355,180	801,688,307
Adjustments for					
Depreciation of property and equipment	*12,27*	589,184,334	603,879,989	245,763,190	226,135,669
Amortisation of intangible assets under operating agreement	*13*	1,964,857,184	1,352,708,096	1,964,857,184	1,352,708,096
Amortisation of deferred charges	*13*	10,450,741	17,314,235	10,385,865	16,838,635
Amortisation of intangible assets	*13*	109,397,236	103,758,258	96,171,219	92,017,433
Impairment loss on assets		52,959,906	6,731,366	36,252,820	6,731,366
Investments income		(68,686,033)	(41,310,114)	(296,074,760)	(422,688,051)
Share-based payment transactions		6,866,902	2,431,567	6,866,902	2,431,567
Finance cost		381,205,840	265,143,348	362,308,345	242,448,494
(Gain) loss on exchange rate		(35,331,309)	325,779,944	(11,453,783)	295,110,270
Amortisation of borrowing costs	*16,27*	2,363,082	2,477,440	2,363,082	2,477,440
(Reversal of) allowance for doubtful accounts	*9*	1,192,249	(10,879,185)	(13,339,090)	(5,807,692)
(Reversal of) allowance for obsolete inventory		30,767,196	15,106,647	(10,472,693)	(4,049,200)
(Gain) loss on disposal of property and equipment	*26*	24,780	(2,607,811)	(3,217,565)	(8,015,500)
Write-off property and equipment	*12*	18,097,079	8,999,958	17,460,392	6,042,350
Write-off intangible assets		446,498	-	-	-
Share of (profit) loss of associate	*11*	63,077,956	(194,509,287)	-	-
Income tax expense	*29*	449,978,784	338,851,844	239,837,947	176,687,634
		5,177,736,269	3,921,497,901	3,666,064,235	2,780,756,818
Changes in operating assets and liabilities					
Trade and other accounts receivable		(26,336,503)	(298,107,132)	48,801,281	(213,391,205)
Amounts due from related parties		(24,537,986)	(15,122,216)	(20,955,889)	(50,473,608)
Inventories		74,432,411	85,302,594	2,487,451	59,045,159
Other current assets		32,583,057	40,092,942	7,119,948	34,363,697
Other non-current assets		920,521	(339,045,781)	336,721	(338,461,980)
Trade and other accounts payable		94,894,131	332,304,498	(46,085,165)	437,840,654
Amounts due to related parties		(2,038,087)	78,601	(281,536,850)	(2,336,549)
Advance receipts from customers		(290,037,825)	405,511,078	(132,797,176)	452,787,187
Accrued operating agreement fee		20,424,834	50,299,202	20,424,834	50,299,202
Other current liabilities		55,217,111	11,489,531	8,833,192	5,044,035
Other non-current liabilities		2,265,131	(25,586,064)	10,612,018	(25,007,189)
Employee benefit obligations		19,326,857	37,762,512	(236,179)	26,017,651
Income tax paid		(258,432,754)	(282,091,009)	(78,449,097)	(37,165,827)
Net cash from operating activities		**4,876,417,167**	**3,924,386,657**	**3,204,619,324**	**3,179,318,045**

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

Thaicom Public Company Limited and its Subsidiaries

Statements of cash flows

	Note	Consolidated financial statements For the year ended 31 December 2014	Consolidated financial statements For the year ended 31 December 2013	Separate financial statements For the year ended 31 December 2014	Separate financial statements For the year ended 31 December 2013
			(in Baht)		
Cash flows from investing activities					
Interest received		66,509,405	32,252,225	59,676,719	21,944,109
Dividends received	*11*	190,075,992	162,564,994	327,831,870	380,119,759
Current investment		505,171,495	(1,094,959,933)	505,171,495	(1,094,959,933)
Purchase of available-for-sale investments	*8*	-	(129,014,370)	-	-
Payment of property and equipment		(6,477,108,112)	(3,014,058,655)	(5,947,966,153)	(2,740,958,367)
Proceeds from sale of property and equipment		8,097,440	4,477,991	4,738,801	4,594,470
Long-term loan to subsidiaries	*6*	-	-	3,222,836	5,763,480
Payments for deferred charges		(20,176,416)	(1,672,319)	(20,176,416)	(2,212,014)
Purchase of intangible assets		(6,541,707)	(20,239,167)	(6,300,825)	(14,068,363)
Net cash outflow on acquisition of subsidiaries		-	-	(1,590,405)	(32,733,218)
Net cash outflow on acquisition of indirect subsidiaries	*5*	(174,240,846)	-	-	-
Net cash used in investing activities		**-5,908,212,749**	**-4,060,649,234**	**-5,075,392,078**	**-3,472,510,077**
Cash flows from financing activities					
Dividends paid to owner of the company	*32*	(493,171,893)	(438,375,017)	(493,171,893)	(438,375,017)
Proceeds from short-term borrowings	*16*	1,844,029,743	48,000,000	1,844,029,743	-
Repayment of short-term borrowings	*16*	(1,202,925,078)	(48,000,000)	(1,202,925,078)	-
Proceeds from long-term borrowings	*16*	6,007,641,623	1,043,766,549	6,007,641,624	1,043,766,548
Repayments of long-term borrowings	*16*	(4,368,936,617)	(128,761,056)	(4,246,160,740)	(6,891,262)
Interest paid		(346,731,206)	(251,600,397)	(337,941,312)	(231,698,757)
Net cash from financing activities		**1,439,906,572**	**225,030,079**	**1,571,472,344**	**366,801,512**
Net increase (decrease) in cash and cash equivalents		**408,110,990**	**88,767,502**	**-299,300,410**	**73,609,480**
Cash and cash equivalents at beginning of year		2,152,258,274	2,057,409,741	740,069,890	660,379,379
Effect of acquisition of indirect subsidiary		2,067,829	-	-	-
Effects of exchange rate changes on balances held in foreign currencies		2,497,089	6,081,031	2,497,089	6,081,031
Cash and cash equivalents at end of year	*7*	**2,564,934,182**	**2,152,258,274**	**443,266,569**	**740,069,890**
Non-cash transactions					
Acquisition of property and equipment by issue of debt		49,512,224	536,037,968	37,006,234	531,692,329

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

Thaicom Public Company Limited and its Subsidiaries
Notes to the financial statements

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These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English translations of the financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorized for issue by the Board of Directors on 11 February 2015.

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 period was Intouch Holdings Public Company Limited (formerly named Shin Corporation Public Company Limited) (41.14% shareholding) which is incorporated in Thailand.

The Company, its subsidiaries, jointly controlled entity and associate (collectively referred to as "the Group") are primarily involved in transponder services 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, 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, the United States of America, Mauritius, the British Virgin Islands and Japan.

The Company obtained agreements for operation from the Ministry of Transport and Communications 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 Information Communication and Technology 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 jointly controlled entities as at 31 December 2014 and 2013 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			2014	2013
Direct subsidiaries				
DTV Service Company Limited	Sale of direct television equipment, providing system integration consultancy service for broadband networks and broadband content	Thailand	99.99	99.99
iPSTAR Company Limited	Providing Thaicom 4 transponder services	The British Virgin Islands	100	99.96
Star Nucleus Company Limited	Providing engineering and development services, technology and electronics	The British Virgin Islands	100	100
Spacecode LLC	Providing engineering and development services, technology and electronics	The United States of America	70	70
IPSTAR International Pte Limited	Providing Thaicom 4 transponder services and sale of satellite equipment	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	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

Name of the entity	Type of business	Country of incorporation	Ownership Interest (%)	
			2014	2013
International Satellite Company Limited	Providing Thaicom 7 and Thaicom 8 transponder services	Mauritius	100	-
Indirect subsidiary				
Orion Satellite Systems Pty Limited	Providing satellite communication services and business solutions	Australia	100	-
Jointly-controlled entity				
Shenington Investments Pte Limited	Holding company for investment in international telecommunications	Singapore	51	51
Jointly - controlled entity 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
Associate				
CS Loxinfo Public Company Limited	Providing internet data centre service, internet and satellite uplink-downlink services	Thailand	42.07	42.07

2 Basis of preparation of the financial statements

(a) Statement of compliance

The financial statements are prepared in accordance with Thai Financial Reporting Standards (TFRS); guidelines promulgated by the Federation of Accounting Professions ("FAP"); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The accounting policies and methods of computation applied in these financial statements are consistent with those applied in the financial statements for the year ended 31 December 2013 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2014. 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 as disclosed in note 3.

(b) 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.

(c) Use of estimates and judgements

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

Estimates

Measurement of defined benefit obligations

The calculation of the defined benefit obligation is sensitive to the assumptions on mortality and future salary rates as set out in note 19.

Measurement of share-based payments

The calculation of the share-base payment is sensitive to the assumptions on fair value at grant date, share price at grant date, exercise price, expected volatility, expected dividend and risk-free interest rate as set out in note 21.

Allowance

The calculation of the allowance for doubtful accounts of trade accounts receivable, allowance for obsolete and damaged inventories and others are related to the assumptions on analysis of payment histories and future expectations of customer payments, slow-moving information of inventories and recoverable amounts.

Utilisation of assets

The assumption of the useful lives and residual value of plant and equipment, intangible assets under the agreement for operations and intangible assets are reviewed on an ongoing basis.

3 Changes in accounting policies

From 1 January 2014, consequent to the adoption of new and revised TFRS as set out in note 2, the Group has changed its accounting policies having a material effect on the Group's financial statements in the area of Accounting for Service Concession Arrangements. A description of the nature and effect of this change in accounting policies as follow:

TFRIC 12 gives guidance on the accounting by operators for public-to-private service concession agreements under which the grantor controls and regulates the services provided; to whom they are provided; and at what price; and also controls any significant residual interest in the related infrastructure at the end of the agreement term. The operator recognises its interest in the concession as either a financial asset or an intangible asset arising from the concession agreement, depending on criteria set out in TFRIC 12, and not as property, plant and equipment. The Group's accounting policy for service concession agreements is as follows:

The Group recognises an intangible asset arising from a service concession arrangement when it has a right to charge for usage of the concession infrastructure. An intangible asset received as consideration for providing construction or upgrade services in a service concession arrangement is measured at fair value upon initial recognition. Subsequent to initial recognition the intangible asset is measured at cost, which includes capitalised borrowing costs, less accumulated amortisation and accumulated impairment losses.

Revenue relating to construction or upgrade services under a service concession arrangement is recognised based on the stage of completion of the work performed, consistent with the Group's accounting policy on recognising revenue on construction contacts. Operation or service revenue is recognised in the period in which the services are provided by the Group. When the Group provides more than one service in a service concession arrangement, the consideration received is allocated by reference to the relative fair values of the services delivered.

The Group has recognized no profit margin on such revenues because the (i) model of Agreements for operation is not designed to generate profits from the infrastructure construction, but from the service rendered; (ii) the way the Group manages the construction is highly based on outsourced services and; (iii) there are no forecasted margins on these operations in the Group business plans. Management so believes that any gains on these operations are irrelevant and, accordingly, no amount in addition to the effective costs has been considered as a part of revenues. Therefore, construction revenues and costs are presented in the statements of income in the same amounts.

The Group adopted TFRIC 12 - Service Concession Arrangements. The effects of the change are recognised retrospectively in the financial statements. The impact of the change on the financial statements is as follows:

	Consolidated financial statements			Separate financial statements		
	As reported	Adjustment	Restated	As reported	Adjustment	Restated
			(in thousand Baht)			
Statements of financial position as at 1January 2013						
Assets						
Non - current assets						
Property and equipment	5,646,546	(3,266,966)	2,379,580	3,969,936	(3,266,966)	702,970
Property and equipment under operating agreement	11,481,853	(11,481,853)	-	11,481,853	(11,481,853)	-
Intangible assets under operating agreement	-	14,748,819	14,748,819	-	14,748,819	14,748,819
Total non - current assets		-			-	

	Consolidated financial statements			Separate financial statements		
	As reported	Adjustment	Restated	As reported	Adjustment	Restated
			(in thousand Baht)			
Statements of financial position as at 31December 2013						
Assets						
Non - current assets						
Property and equipment	8,074,396	(4,911,260)	3,163,136	6,448,063	(4,911,260)	1,536,803
Property and equipment under operating agreement	10,130,668	(10,130,668)	-	10,130,668	(10,130,668)	-
Intangible assets under operating agreement	-	15,041,928	15,041,928	-	15,041,928	15,041,928
Total non - current assets		-			-	

	Consolidated financial statements			Separate financial statements		
	As reported	Adjustment	Restated	As reported	Adjustment	Restated
			(in thousand Baht)			
Statements of income for the year ended 31 December 2013						
Construction revenue under operating agreement	-	1,646,026	1,646,026	-	1,646,026	1,646,026
Construction cost under operating agreement	-	(1,646,026)	(1,646,026)	-	(1,646,026)	(1,646,026)
Profit for the year		-			-	

The changes in the financial statements for the year ended 31 December 2014 (current period), which are impacted from applying the new accounting policy.

	Consolidated financial statements			Separate financial statements		
	Before adoption	Adopted	After adoption	Before adoption	Adopted	After adoption
			(in thousand Baht)			
Statements of financial position as at 31 December 2014						
Assets						
Non-current assets						
Property and equipment under operating agreement	13,249,341	(13,249,341)	-	13,249,341	(13,249,341)	-
Intangible assets under operating agreement	-	13,249,341	13,249,341	-	13,249,341	13,249,341
Total non-current assets		-			-	

	Consolidated financial statements			Separate financial statements		
	Before adoption	Adopted	After adoption	Before adoption	Adopted	After adoption
			(in thousand Baht)			
Statements of income for the year ended 31 December 2014						
Construction revenue under operating agreement	-	172,270	172,270	-	172,270	172,270
Construction cost under operating agreement	-	(172,270)	(172,270)	-	(172,270)	(172,270)
Profit for the year		-			-	

4 Significant accounting policies

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

(a) Basis of consolidation

The consolidated financial statements relate to the Company and its subsidiaries and jointly-controlled entities and the Group's interests in associates.

Business combinations

The Group applies the acquisition method for all business combinations 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.

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. Control exists when the Group has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The accounting policies of subsidiaries have been changed where necessary to align them with the policies adopted by the Group. Losses applicable to non-controlling interests in a subsidiary are allocated to non- controlling interests even if doing so causes the non- controlling interests to have a deficit balance.

Jointly-controlled entities

Jointly-controlled entities are those entities over whose activities the Group has joint control, established by contractual agreement and requiring unanimous consent for strategic financial and operating decisions. The consolidated financial statements include the Group's proportionate share of the entities' assets, liabilities, revenue and expenses combined with items of a similar nature on a line by line basis, from the date that joint control commences until the date that joint control ceases.

Loss of control

Upon the loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently it is accounted for as an equity-accounted investee or as an available-for-sale financial asset depending on the level of influence retained.

Associates

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. The consolidated financial statements include the Group's share of profit or loss and other comprehensive income, after adjustments to align the accounting policies with those of the Group, from the date that significant influence commences until the date that significant influence ceases. When the Group's share of losses exceeds its interest in an associate, the Group's carrying amount is reduced to nil and recognition of further losses is discontinued except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate.

Investments in associates are accounted for in the consolidated financial statements using the equity method (equity-accounted investees) and are recognised initially at cost. The cost of the investment includes transaction costs.

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.

(b) 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 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 arising on translation are recognised in other comprehensive income and presented in the foreign currency translation reserve in equity until disposal of the investment.

(c) 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).

(d) 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.

(e) Trade and other accounts receivable

Trade and other accounts receivable 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.

(f) 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.

(g) Investments

Investments in subsidiaries, jointly-controlled entity and associate

Investments in subsidiaries, jointly-controlled entity and associate in the separate financial statements of the Company are accounted for using the cost method. Investments in associates in the consolidated financial statements are accounted for using the equity method.

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 directly in equity. Impairment losses and foreign exchange differences are recognised in profit or loss. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity 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.

(h) Property and equipment

Owned assets

Property and equipment are stated 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.

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

Gains and losses on disposal of an item of property 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.

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 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 and fixtures	5	years
Office equipment	5	years
Computer equipment	3-5	years
Motor vehicles	5	years

No depreciation is provided on assets under construction.

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

(i) Intangible assets under operating agreement

Intangible assets under operating agreement comprises 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.

(j) 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.

(k) 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 4(a). 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 intended 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.

(l) 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.

(m) Long-term lease agreements

Leases- where the Group is the lessee

Leases of property and equipment where the Group assumes substantially all the benefits and risks of ownership are classified as finance leases. Finance leases are capitalised at the inception of the lease at the lower of the fair value of the leased assets or the present value of the minimum lease payments. Each lease payment is allocated to the principal and to the finance charges so as to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in other payables. The interest element of the finance charge is charged to the income statements over the lease period. The property and equipment acquired under finance leasing contracts are depreciated over the shorter of the estimated useful life of the assets or the lease term. However, if there is reasonable certainty that the lessee will obtain ownership by the end of the lease term, depreciation is calculated over the estimated useful life of the assets.

Leases not transferring a significant portion of the risks and rewards of ownership to the lessee are classified as operating leases. Payments made under operating leases (net of any incentives received

from the lessor) are charged to the income statements on a straight-line basis over the period of the lease.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the period in which the termination takes place.

Leases-where the Group is the lessor

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. Rental income is recognised on a straight-line basis over the lease term.

(n) 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.

(o) Trade and other accounts payable

Trade and other accounts payable are stated at cost.

(p) Employee Benefit

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.

Post-employment benefits and other long-term employee benefits

The Group's liability for post-employment benefits and other long-term employee benefit obligations is recognised in the financial statements based on calculations performed at least once in three years by a qualified actuary using the projected unit credit method. Previously, this liability was recognised as and when payments were made.

The Group recognises all actuarial gains and losses arising from defined benefit plans in other comprehensive income and all expenses related to defined benefit plans in profit or loss.

Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term cash bonus plans 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 share-based payment awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees become unconditionally entitled to the awards. The amount recognised as an expense is adjusted to reflect the actual number of awards for which the related service and non-market vesting conditions are expected to be met.

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.

(q) 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.

(r) 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.

Dividend income

Dividend income is recognised in profit or loss on the date the Group's right to receive payments is established.

Interest income

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

(s) 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.

(t) 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.

(u) 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 jointly-controlled entities 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.

5 Acquisition of indirect subsidiary

On 7 February 2014, IPA had acquired 5.96 million ordinary shares (representing 100% share holding) of Orion Satellite System Pty Limited “OSS”, provide of satellite communication services and business solution.

Acquiring OSS will enable the Group to increase distribution channel of transponder services and user terminal from OSS’s customer base. The acquisition is expected to provide the Group with an increased share of the satellite market through access to the acquiree’s customer base.

For the 11 months period to 31 December 2014, OSS contributed revenue of Baht 137 million and loss of Baht 4 million to the Group’s results.

The following summarises the major classes of consideration transferred, and the recognised amounts of assets acquired and liabilities assumed at the acquisition date:

Consideration transferred

	Consolidated financial statement Fair value *(in thousand Baht)*
Cash	174,241
Total consideration transferred	**174,241**

Identifiable assets acquired and liabilities assumed

	Consolidated financial statement Fair value *(in thousand Baht)*
Cash and cash equivalents	2,068
Trade and other receivables	16,614
Inventories	4,307
Other current assets	7,034
Property, plant and equipment	12,366
Intangible assets	52,345
Trade and other payables	(6,214)
Advance received from customers	(4,635)
Accrued expenses	(8,007)
Other current liabilities	(1,171)
Total identifiable net assets	**74,707**

The fair values of intangible assets of Baht 52.27 million (Brand and customer relationships) have been determined by an independent valuation and are included in intangible assets

Goodwill

Goodwill was recognised as a result of the acquisition as follows:

	Consolidated financial statement Fair value *(in thousand Baht)*
Total consideration transferred	174,241
Fair value of identifiable net assets	(74,707)
Goodwill	**99,534**

Acquisition-related costs

The Group incurred acquisition-related costs of Baht 11.83 million, which include external legal fees and due diligence costs. The legal fees and due diligence costs are included in administrative expenses in the Group's consolidated statement of income.

6 Related parties

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. Associates 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 (formerly named Shin Corporation Public Company Limited) ("Intouch") (incorporated in Thailand), which owns 41.14% *(2013: 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 2014 and 2013 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Revenues				
Revenues from sale of goods and rendering of services				
Subsidiaries	-	-	1,766,875	1,569,528
Jointly-controlled entities	-	17	-	-
Associate	10,110	51,837	10,080	51,630
Related parties under common control	69,950	58,758	66,090	56,974
Other related party	-	43	-	-
Other income				
Subsidiaries	-	-	350,423	469,003
Jointly-controlled entities	8,474	13,464	17,294	27,478
Associate	2,823	2,023	2,823	2,023
Related parties under common control	13	-	13	-
Total revenue	**91,370**	**126,142**	**2,213,598**	**2,176,636**
Expenses				
Purchases of goods and services				
Subsidiaries	-	-	69,822	82,353
Jointly-controlled entities	745	-	-	-
Associate	35,643	25,052	35,574	24,722
Related parties under common control	2,483	1,092	26	399
Other related parties	14,886	10,988	14,886	10,982
Selling and administrative expenses				
Subsidiaries	-	-	9,265	50,174
Associates	1,463	2,557	1,133	2,536
Related parties under common control	12,326	14,325	11,240	13,709
Other related parties	-	1,040	-	-
Directors and management benefit expenses	75,528	76,681	75,528	76,681
Other expenses				
Other related party	3,950	4,245	-	-
Total expenses	**147,024**	**135,980**	**217,474**	**261,556**

Balance as at 31 December 2014 and 2013 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Trade accounts receivable and accrued income				
Trade accounts receivable				
Subsidiaries	-	-	62,852	126,048
Associate	902	907	899	899
Related parties under common control	510	10,732	-	10,393
Other related party	55,015	54,516	2,672	2,661
Total	**56,427**	**66,155**	**66,423**	**140,001**
Accrued income				
Subsidiaries	-	-	48,330	1,176
Associate	33,527	35,729	33,527	35,729
Related parties under common control	14,409	4,559	14,409	4,459
Total	**47,936**	**40,288**	**96,266**	**41,364**
Total trade accounts receivable and accrued income	**104,363**	**106,443**	**162,689**	**181,365**
Less allowance for doubtful accounts	(55,015)	(54,515)	(2,672)	(2,661)
Net	**49,348**	**51,928**	**160,017**	**178,704**
Other receivables				
Parent	138	-	138	-
Subsidiaries	-	-	106,179	114,594
Jointly-controlled entities	17,348	17,294	35,390	103,762
Associate	-	33	-	33
Other related party	35,699	11,320	-	-
Total	**53,185**	**28,647**	**141,707**	**218,389**
Short-term loan to a jointly-controlled entity	**142,660**	**142,074**	**291,144**	**289,946**

As at 31 December 2014, the short-term loan to a jointly-controlled entity bears interest at the rate of 2.75% - 3.11% per annum *(2013: 2.74% - 3.10% per annum)* and is repayable upon request.

Movements for the year ended 31 December 2014 and 2013 of short-term loan to a jointly-controlled entity were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
At 1 January	142,074	132,543	289,946	270,496
Unrealised gain on exchange rate	586	9,531	1,198	19,450
At 31 December	**142,660**	**142,074**	**291,144**	**289,946**

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Other current assets				
Subsidiaries	-	-	560	-
Total	**-**	**-**	**560**	**-**
Long term loan to a subsidiary	**-**	**-**	**9,844**	**13,026**

As at 31 December 2014, the long-term loan to a subsidiary bears interest at the rate of 4.35% per annum *(2013: 4.84% per annum).*

Movements of long-term loan to a subsidiary for the years ended 31 December 2014 and 2013 were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
At 1 January	-	-	13,026	18,249
Decrease	-	-	(3,223)	(5,763)
Net foreign exchange gain	-	-	41	540
At 31 December	**-**	**-**	**9,844**	**13,026**

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Trade accounts payable				
Parent	206	-	206	-
Subsidiary	-	-	21,172	49,153
Jointly-controlled entity	250	249	333	332
Associate	11,612	4,003	11,564	3,954
Related parties under common control	4,331	673	3,607	50
Other related party	8,824	8,875	1,125	1,252
Total	**25,223**	**13,800**	**38,007**	**54,741**
Other payables				
Subsidiaries	-	-	32,789	322,322
Associate	30	-	30	-
Related parties under common control	20	857	-	376
Other related parties	709	1,940	-	-
Total	**759**	**2,797**	**32,819**	**322,698**
Advances receipts from customers				
Subsidiaries	-	-	385,612	511,945
Related party under common control	6	6	-	-
Total	**6**	**6**	**385,612**	**511,945**

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Accrued expenses				
Subsidiary	-	-	5,717	-
Associate	-	1,978	-	1,978
Jointly-controlled entity	748	-	-	-
Related parties under common control	733	48	465	43
Other related parties	13,094	8,697	-	-
Total	**14,575**	**10,723**	**6,182**	**2,021**
Other current liabilities				
Subsidiary	-	-	12,695	2,466
Related parties under common control	160	160	160	160
Total	**160**	**160**	**12,855**	**2,626**
Short-term loan from other related party	**143,313**	**142,664**	**-**	**-**

As at 31 December 2014, the short-term loan from other related party bears interest at the rate of 2.75% - 3.11% per annum *(2013: 2.74% - 3.10% per annum*) and is repayable upon request.

Movements for the year ended 31 December 2014 and 2013 of short-term loan from other related party were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
At 1 January	142,664	133,177	-	-
Unrealised loss on exchange rate	649	9,487	-	-
At 31 December	**143,313**	**142,664**	**-**	**-**

Key management personnel compensation

Key management personnel compensation comprised:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
For the year ended 31 December	*(in thousand Baht)*			
Short-term benefits	68,463	72,883	68,463	72,883
Other long-term benefits				
- Current service costs, included in administrative expenses	2,013	1,938	2,013	1,938
- Interest on obligation, included in finance costs	591	497	591	497
- Share-based payment	4,461	1,363	4,461	1,363
Total	**75,528**	**76,681**	**75,528**	**76,681**

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 represent monthly compensation, annual remuneration, and meeting fees. 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

a. The Company entered into an agreement with an associate, under which the associate was committed to provide uplink data service for a period of approximately five years. The Company was committed to pay for the service in respect of the agreements at approximately Baht 17.80 million *(2013: approximately Baht 29.67 million).*

b. The Company and subsidiary entered into agreements with subsidiaries, 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 IPSTAR bandwidth.

c. The Company entered into agreements with subsidiaries and associate, under which the Company was committed to provide transponder service, IPSTAR bandwidth service and advisory service. Subsidiaries and associate were committed to pay the Company for the service of the agreements at approximately USD 65.01 million and Baht 23.75 million *(2013: approximately USD 81.16 million and Baht 31.25 million).* The service fees of contracts vary to the actual used or number of installed user terminal at the rate stated in the contract.

d. The Company had entered into agreements with a related party, under which the related party was committed to maintain accounting program service for a period of one year with an option to renew. The company was committed to pay for the service in respect of the agreements at approximately Baht 4.75 million *(2013: approximately Baht 13.58 million).*

e. The Company entered into an agreement with an associate, under which the Company was committed to provide satellite uplink equipment. The associate was committed to pay for rental fee in respect of the agreements at approximately Baht 22.66 million. *(2013: approximately Baht 37.76 million)*

f. 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 approximately USD 6,480 per channel/ per year.

7 Cash and Cash equivalents

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Cash on hand	24,128	31,312	627	1,675
Current accounts and saving deposits	1,247,790	1,269,305	442,640	340,183
Highly liquid short-term investments	1,293,016	851,641	-	398,212
Total	**2,564,934**	**2,152,258**	**443,267**	**740,070**
The weighted average interest rate of saving deposits and fixed deposits	**0.61%**	**0.83%**	**0.44%**	**0.41%**

8 Other investments

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Current investments				
Short-term deposits at financial institutions	800,000	1,305,171	800,000	1,305,171
Equity securities available for sale	936,196	-	-	-
	1,736,196	**1,305,171**	**800,000**	**1,305,171**
Other long-term investments				
Equity securities available for sale	-	699,840	-	-
	-	**699,840**	**-**	**-**
Total	**1,736,196**	**2,005,011**	**800,000**	**1,305,171**

As of 31 December 2014, current investments have interest rates of 2.85% to 3.00% *(2013: 0.30% to 3.45%)* and mature within 1 year.

At the extra ordinary general meeting of Synertone held on 10 February 2014, the Shareholders passed a resolution to approve the bonus issue of shares on the basis of four bonus shares for every one existing share. IPSTAR International Company Limited got the bonus issue of 256 million shares.

At the annual general meeting of the shareholders of Synertone held on 21 August 2014, the shareholders passed a resolution to approve the final dividend of 0.16 cents per ordinary share for the year ended 31 March 2014. IPSTAR International Company Limited received the dividend amounting to HKD 0.51 million.

For the investment in Synertone of 64 million shares, the Company had agreed a lock-up period, in which the Company will not sell, transfer or enter into any agreement to transfer the shares, for the period of one year, starting from 16 October 2013 to 15 October 2014.

Movements during the years ended 31 December 2014 and 2013 of marketable equity securities available for sale was as follow:

	Consolidated financial statements	
	2014	2013
	(in thousand Baht)	
Other long-term investments		
Available-for-sale securities		
At 1 January	699,840	-
Purchases during the year	-	129,014
Valuation adjustment	235,736	563,663
Unrealised gain on exchange rate	620	7,163
At 31 December	**936,196**	**699,840**

9 Trade and other accounts receivable

	Note	Consolidated financial statements		Separate financial statements	
		2014	2013	2014	2013
		(in thousand Baht)			
Trade accounts receivable					
Related parties	*6*	56,427	66,155	66,423	140,001
Other parties		1,020,422	1,027,753	542,734	548,965
Total		**1,076,849**	**1,093,908**	**609,157**	**688,966**
Accrued income					
Related parties	*6*	47,936	40,288	96,266	41,364
Other parties		444,017	261,856	414,213	257,994
Total		**491,953**	**302,144**	**510,479**	**299,358**
Other accounts receivable					
Prepaid expenses		115,282	219,573	45,216	160,687
Advance payments		54,572	145,641	25,463	92,062
Others		52,021	8,449	5,179	6,042
Total		**221,875**	**373,663**	**75,858**	**258,791**
Total trade accounts receivable accrued income and other accounts receivable		**1,790,677**	**1,769,715**	**1,195,494**	**1,247,115**
Less allowance for doubtful accounts		(200,717)	(201,227)	(71,262)	(87,249)
Net		**1,589,960**	**1,568,488**	**1,124,232**	**1,159,866**
(Reversal of) bad and doubtful debts expenses for the year		**1,192**	**(10,879)**	**(13,339)**	**(5,808)**

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Within credit terms	277,613	303,506	172,960	207,149
Overdue:				
Less than 3 months	409,916	401,126	245,369	251,943
3 - 6 months	162,268	174,595	62,971	71,486
6 - 12 months	46,679	21,039	27,037	27,909
Over 12 months	180,373	193,642	100,820	130,479
	1,076,849	**1,093,908**	**609,157**	**688,966**
Less allowance for doubtful accounts	(200,717)	(201,227)	(71,262)	(87,249)
Net	**876,132**	**892,681**	**537,895**	**601,717**

The normal credit terms granted by the Group range from 30 days to 60 days.

10 Inventories

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Raw material and supplies	66,088	63,328	51,039	48,223
Work in process	3,183	2,176	-	-
Finished goods	275,608	280,040	137,707	138,547
Goods in transit	9,984	2,765	9,983	2,765
	354,863	**348,309**	**198,729**	**189,535**
Less allowance for diminution in value	(129,589)	(96,768)	(43,235)	(53,852)
Net	**225,274**	**251,541**	**155,494**	**135,683**

11 Investments in subsidiaries, jointly-controlled entity and associate

		Consolidated financial statements		Separate financial statements	
	Note	2014	2013	2014	2013
		(in thousand Baht)			
At 1 January		487,493	455,549	2,046,930	1,803,272
Acquisition	*11 c), f)*	-	-	4,249	243,658
Share of net profits of equity - accounted associate		(63,078)	194,509	-	-
Dividend income	*11 h)*	(190,076)	(162,565)	-	-
At 31 December		**234,339**	**487,493**	**2,051,179**	**2,046,930**

Investments in subsidiaries, jointly-controlled entity and associate as at 31 December 2014 and 2013 and dividend income from those investments for the years ended 31 December 2014 and 2013 were as follows:

	Consolidated financial statements											
	Ownership interest		Paid-up capital		Cost		Equity		Fair value of listed securities		Dividend income	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	(%)				*(in million Baht)*							
Associates												
CS Loxinfo Public Company Limited	42.07	42.07	148	148	1,482	1,482	234	487	4,578	6,005	190	163
					1,482	**1,482**	**234**	**487**			**190**	**163**

	Separate financial statements											
	Ownership interest		Paid-up capital		Cost		Impairment		Cost - net of impairment		Dividend income	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	(%)				*(in million Baht)*							
Subsidiaries												
DTV Service Company Limited	99.99	99.99	Baht 399 million	Baht 399 million	399	399	-	-	399	399	-	-
Spacecode LLC	70.00	70.00	USD 4 million	USD 4 million	118	118	-	-	118	118	-	-
iPSTAR Company Limited	100.00	99.96	USD 2 million	USD 2 million	157	154	-	-	157	154	-	158
Star Nucleus Company Limited	100.00	100.00	-	-	-	-	-	-	-	-	-	-
IPSTAR International Pte Limited	100.00	100.00	SGD 20,000	SGD 20,000	1	1	-	-	1	1	-	-
IPSTAR Global Services Company Limited	100.00	100.00	USD 20,000	USD 20,000	1	1	-	-	1	1	91	-
Cambodian DTV Network Limited	100.00	100.00	USD 600,000	USD 600,000	21	21	-	-	21	21	-	-
IPSTAR Australia Pty Limited	100.00	100.00	AUD 6.95 million	AUD 6.95 million	971	971	-	-	971	971	114	229
TC Broadcasting Company Limited	99.99	99.99	Baht 0.25 million	Baht 0.25 million	-	-	-	-	-	-	-	-
IPSTAR Japan Company Limited	100.00	100.00	JPY 100 million	JPY 100 million	33	33	-	-	33	33	-	-
IPSTAR New Zealand Company Limited	100.00	100.00	NZD 8.51 million	NZD 8.51 million	211	211	-	-	211	211	25	-
International Satellite Company Limited	100.00	-	USD 50,000	-	2	-	-	-	2	-	-	-
Total					**1,914**	**1,909**	**-**	**-**	**1,914**	**1,909**	**230**	**387**
Jointly-controlled entity												
Shenington Investments Pte Limited	51.00	51.00	SGD 15 million	SGD 15 million	**138**	**138**	**-**	**-**	**138**	**138**	**-**	**-**

The following summarised financial information on associate company which has been accounted for using the equity method is not adjusted for the percentage of ownership held by the Group:

	Reporting date	Ownership (%)	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities	Total revenues	Total expenses	Net profit (loss)
						(in million Baht)					
2014											
CS Loxinfo Public Company Limited	31 December	42.07	921	974	1,895	(954)	(329)	(1,283)	3,045	(3,093)	(150)
Total			**921**	**974**	**1,895**	**(954)**	**(329)**	**(1,283)**	**3,045**	**(3,093)**	**(150)**
2013											
CS Loxinfo Public Company Limited	31 December	42.07	897	1,321	2,218	(773)	(231)	(1,004)	3,051	(2,466)	462
Total			**897**	**1,321**	**2,218**	**(773)**	**(231)**	**(1,004)**	**3,051**	**(2,466)**	**462**

The following summarised financial information on interests in jointly-controlled entity which has been proportionately consolidated in the consolidated financial statements represents the Group's share of 51% of the Shenington group.

	Reporting date	Ownership (%)	Current assets	Non-current assets	Total assets	Current liabilities	Non-current liabilities	Total liabilities	Total revenues	Total expenses	Net profit
						(in million Baht)					
2014											
Group of Shenington Investments Pte Limited	31 December	51	310	1,685	1,995	(374)	(475)	(849)	1,082	(857)	154
Total			**310**	**1,685**	**1,995**	**(374)**	**(475)**	**(849)**	**1,082**	**(857)**	**154**
2013											
Group of Shenington Investments Pte Limited	31 December	51	268	1,565	1,833	(337)	(512)	(849)	882	(818)	24
Total			**268**	**1,565**	**1,833**	**(337)**	**(512)**	**(849)**	**882**	**(818)**	**24**

Significant movements in investments in subsidiaries, jointly controlled entity and an associate for the year ended 31 December 2014 were as follows:

Subsidiaries

a) Acquisition of ordinary shares in Orion Satellite Systems Pty Limited ("OSS") by IPSTAR Australia Pty Limited ("IPA"), a subsidiary of the Company

On 7 February 2014, IPA had acquired 5.96 million ordinary shares of OSS from Orion Satellite Investment Limited, equivalent to 100% of registered share capital of OSS, totalling AUD 5.96 million.

b) Dividend payment of IPSTAR Australia Pty Limited ("IPA")

At the Board of Directors' meeting of IPA, on 31 March 2014, the Directors approved the appropriation of dividends from retained earnings as at 31 December 2013 of AUD 2 million. The dividend was paid to shareholder in April 2014.

At the Board of Directors' meeting of IPA, on 5 December 2014, the directors approved the appropriation of interim dividend of AUD 2 million. The dividend was paid to shareholder in December 2014.

c) Acquisition of additional ordinary shares in iPSTAR Company Limited ("IPST")

In June 2014, the Company acquired an additional 31,220 ordinary shares in IPST at USD 1 per share, equivalent to 0.02% of the paid-up share capital of IPST, at a total price of USD 31,220. As a result of this acquisition, the Company owns interest in IPST of 99.98%.

In August 2014, the Company acquired an additional 50,000 ordinary shares in IPST at USD 1 per share, equivalent to 0.02% of the paid-up share capital of IPST, at a total price of USD 50,000. As a result of this acquisition, the Company owns interest in IPST of 100%.

d) Dividend payment of IPSTAR New Zealand Company Limited ("IPN")

At the Board of Directors' meeting of IPN, on 10 November 2014, the Directors approved the appropriation of dividends from retained earnings as at 31 December 2013 of NZD 1 million. The dividend was paid to shareholder in December 2014.

e) Dividend payment of IPSTAR Global Services Company Limited ("IPGS")

At the Board of Directors' meeting of IPGS, on 5 November 2014, the Directors approved the appropriation of dividend of USD 2.8 million. The dividend was paid to shareholder in December 2014.

f) The incorporation of International Satellite Company Limited ("ISC")

At the Board of Director's meeting of the Company, on 18 September 2014, the Directors approved the incorporation of International Satellite Company Limited. The authorised share capital of ISC is USD 50,000, divided into 50,000 ordinary shares of USD 1 par value. The capital is fully paid up. The Company holds 50,000 shares, equivalent to 100% shareholding.

Jointly-controlled entity

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

At the Annual General Meeting of the shareholders of LTC held on 29 January 2014, the shareholders approved the appropriation of dividend from 2013 operation of USD 15 million.

Associate

h) Proposed dividend payment of CS Loxinfo Public Company Limited ("CSL")

At the annual general meeting of the shareholders of CSL held on 27 March 2014, the shareholders approved the appropriation of dividend of Baht 0.35 per share, amounting to Baht 208 million. The dividend was paid to shareholders on 22 April 2014.

At the meeting of the Board of Directors of CSL held on 7 August 2014, the directors approved the appropriation of interim dividend of Baht 0.41 per share, amounting to Baht 244 million. The dividend was paid to shareholders on 4 September 2014.

i) Recognition impairment loss on goodwill of investment of Teleinfo Media Public Company Limited ("TMC")

The significantly declining trend of the print advertising industry has affected the operating results of Teleinfo Media Public Company Limited ("TMC"). As a consequence, CSL has assessed and recorded the impairment of goodwill in TMC in the expense of Baht 550 million for the year ended 31 December 2014.

Significant movements in investments in subsidiaries, jointly-controlled entity and an associate for the year ended 31 December 2013 were as follows:

Subsidiaries

a) The incorporation of IPSTAR Japan Company Limited ("IPJ")

At the Board of Director's meeting of the Company, on 10 May 2013, the Directors approved the incorporation of IPSTAR Japan Company Limited. The authorised share capital of IPJ is JPY 100,000,000, divided into 10,000 ordinary shares of JPY 10,000 par value. The capital is fully paid up. The Company holds 10,000 shares, equivalent to 100% shareholding.

b) Dividend payment of IPSTAR Australia Pty Limited ("IPA")

At the Board of Directors' meeting of IPA, on 28 June 2013, the Directors approved the appropriation of dividends from retained earnings as at 31 December 2012 of AUD 6 million. The dividend was paid to shareholder in October 2013.

At the Board of Directors' meeting of IPA, on 30 September 2013, the Directors approved the appropriation of interim dividends totalling of AUD 1 million. The dividend was paid to shareholder in October 2013.

At the Board of Directors' meeting of IPA, on 30 December 2013, the Directors approved the appropriation of interim dividends totalling of AUD 1 million.

c) Dividend payment of IPSTAR Company Limited ("IPST")

At the Board of Directors' meeting of IPST, on 2 September 2013, the Directors approved the appropriation of dividends from 2012 operation of USD 3 million. The dividend was paid to shareholder in September 2013

At the Board of Directors' meeting of IPST, on 1 October 2013, the Directors approved the appropriation of dividends from 2012 operation of USD 2 million. The dividend was paid to shareholder in October 2013

d) Acquisition of additional ordinary shares in IPSTAR New Zealand Company Limited ("IPNZ")

On 29 November 2013, the Company acquired 8.51 million ordinary shares of IPNZ from iPSTAR Co., Ltd., equivalent to 100% of registered share capital of IPNZ, at the price of USD 0.78 per share, totaling of USD 6.60 million. This acquisition has no impact on the consolidated financial statements of the Company. IPNZ has changed the status from an indirect subsidiary to a direct subsidiary of the Company.

Jointly-controlled entity

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

At the annual general meeting of the shareholders of LTC, on 4 February 2013, the shareholders approved the appropriation of dividend from 2012 operation of USD 15 million. The dividend was paid to shareholders in the amount of USD 7.5 million.

Associate

f) Proposed dividend payment of CS Loxinfo Public Company Limited ("CSL")

At the annual general meeting of the shareholders of CSL, on 28 March 2013, the shareholders approved the appropriation of dividend of Baht 0.30 per share, amounting to Baht 178 million. The dividend was paid to shareholders in April 2013.

At the Board of Directors' meeting of CSL, on 8 August 2013, the directors passed a resolution to approve the interim dividends of Baht 0.35 per share, totaling Baht 208 million. The dividend was paid to shareholders in September 2013.

g) Reduction of share capital of CS Loxinfo Public Company Limited ("CSL")

At the annual general meeting of the shareholders of CSL, on 28 March 2013, the shareholders approved a reduction of ordinary shares because the warrant of CSL for ESOP-Grant V expired on 30 May 2012, in number of 2,494,374 shares, equivalent to 0.42% of the total issued and paid-up share capital of CSL. CSL has registered the decreased share capital to the Ministry of Commerce on 11 April 2013.

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 2021 (Note 34 b)).

12 Property and equipment

	Consolidated financial statements				
	Leasehold land & building	Equipment	Motor vehicles & office equipment	Assets under construction	Total
	(in thousand Baht)				
Transactions during the year ended 31 December 2013					
Opening net book value	288,327	1,892,831	133,812	64,610	2,379,580
Additions	18,171	289,142	47,202	2,658,020	3,012,535
Disposals, net	-	(997)	(873)	-	(1,870)
Write-offs, net	(1,359)	(7,564)	(77)	-	(9,000)
Transfers, net	3,880	81,902	5,074	(1,759,301)	(1,668,445)
Depreciation charges	(52,554)	(501,310)	(50,015)	-	(603,879)
Impairment loss	-	(6,731)	-	-	(6,731)
Foreign currency translation adjustment	(3,609)	54,999	2,349	7,207	60,946
Closing net book value	**252,856**	**1,802,272**	**137,472**	**970,536**	**3,163,136**
As at 31 December 2013					
Cost	561,169	5,860,232	461,785	970,536	7,853,722
Less accumulated depreciation	(308,313)	(4,038,875)	(324,313)	-	(4,671,501)
Less cumulative impairment loss	-	(19,085)	-	-	(19,085)
Net book value	**252,856**	**1,802,272**	**137,472**	**970,536**	**3,163,136**
Transactions during the year ended 31 December 2014					
Opening net book value	252,856	1,802,272	137,472	970,536	3,163,136
Additions	33,335	2,977,296	80,440	3,386,037	6,477,108
Acquisitions through business combinations	11,296	405	665	-	12,366
Disposals, net	-	(1,076)	(2,063)	-	(3,139)
Write-offs, net	(556)	(17,225)	(316)	-	(18,097)
Transfers, net	1,763	255,776	2,712	(160,598)	99,653
Depreciation charges	(57,543)	(478,655)	(52,986)	-	(589,184)
Impairment loss	-	(36,253)	-	-	(36,253)
Foreign currency translation adjustment	(6,162)	(6,535)	(573)	985	(12,285)
Closing net book value	**234,989**	**4,496,005**	**165,351**	**4,196,960**	**9,093,305**
As at 31 December 2014					
Cost	582,736	8,750,002	506,536	4,196,960	14,036,234
Less accumulated depreciation	(347,747)	(4,198,659)	(341,185)	-	(4,887,591)
Less cumulative impairment loss	-	(55,338)	-	-	(55,338)
Net book value	**234,989**	**4,496,005**	**165,351**	**4,196,960**	**9,093,305**

	Consolidated financial statements				
	Leasehold land & building	Equipment	Motor vehicles & office equipment	Assets under construction	Total
			(in thousand Baht)		
Net book value					
At 1 January 2013					
Owned assets	288,327	1,892,831	112,765	64,610	2,358,533
Assets under finance leases	-	-	21,047	-	21,047
	288,327	**1,892,831**	**133,812**	**64,610**	**2,379,580**
At 31 December 2013 and 1 January 2014					
Owned assets	252,856	1,802,272	113,338	970,536	3,139,002
Assets under finance leases	-	-	24,134	-	24,134
	252,856	**1,802,272**	**137,472**	**970,536**	**3,163,136**
At 31 December 2014					
Owned assets	234,989	4,496,005	138,010	4,196,960	9,065,964
Assets under finance leases	-	-	27,341	-	27,341
	234,989	**4,496,005**	**165,351**	**4,196,960**	**9,093,305**

The gross amount of the Group's fully depreciated property, and equipment that was still in use as at 31 December 2014 amounted to Baht 2,265.12 million *(2013: Baht 2,193.00 million).*

As at 31 December 2014 the accumulated impairment loss of Baht 55.34 million *(2013: Baht 19.1 million)* comprised an impairment loss for IPSTAR ground system of the Company amounting to Baht 42.94 million and an impairment loss for rural telephone network of another jointly-controlled entity amounting to Baht 12.4 million.

	Separate financial statements				
	Leasehold land & building	Equipment	Motor vehicles & office equipment	Assets under construction	Total
			(in thousand Baht)		
Transactions during the year ended 31 December 2013					
Opening net book value	27,905	621,908	53,157	-	702,970
Additions	11,420	271,779	27,422	2,428,814	2,739,435
Disposals, net	-	(15,258)	(445)	-	(15,703)
Write-offs, net	(5)	(6,002)	(36)	-	(6,043)
Transfers, net	-	(6,696)	-	(1,644,294)	(1,650,990)
Depreciation charges	(6,102)	(195,385)	(24,648)	-	(226,135)
Impairment loss	-	(6,731)	-	-	(6,731)
Closing net book value	**33,218**	**663,615**	**55,450**	**784,520**	**1,536,803**
As at 31 December 2013					
Cost	97,011	2,530,752	218,114	784,520	3,630,397
Less accumulated depreciation	(63,793)	(1,860,406)	(162,664)	-	(2,086,863)
Less cumulative impairment	-	(6,731)	-	-	(6,731)
Net book value	**33,218**	**663,615**	**55,450**	**784,520**	**1,536,803**

	Separate financial statements				
	Leasehold land & building	Equipment	Motor vehicles & office equipment	Assets under construction	Total
			(in thousand Baht)		
Transactions during the year ended 31 December 2014					
Opening net book value	33,218	663,615	55,450	784,520	1,536,803
Additions	25,609	2,887,922	26,819	3,007,616	5,947,666
Disposals, net	-	(218)	(1,303)	-	(1,521)
Write-offs, net	(194)	(17,224)	(42)	-	(17,460)
Transfers, net	-	(95,465)	-	257,918	162,453
Depreciation charges	(7,850)	(212,738)	(25,175)	-	(245,763)
Impairment loss	-	(36,253)	-	-	(36,253)
Closing net book value	**50,783**	**3,189,639**	**55,749**	**4,050,054**	**7,346,225**
As at 31 December 2014					
Cost	116,444	4,979,235	220,099	4,050,054	9,365,832
Less accumulated depreciation	(65,661)	(1,746,612)	(164,350)	-	(1,976,623)
Less cumulative impairment loss	-	(42,984)	-	-	(42,984)
Net book value	**50,783**	**3,189,639**	**55,749**	**4,050,054**	**7,346,225**
Net book value					
At 1 January 2013					
Owned assets	27,905	621,908	32,110	-	681,923
Assets under finance leases	-	-	21,047	-	21,047
	27,905	**621,908**	**53,157**	**-**	**702,970**
At 31 December 2013 and 1 January 2014					
Owned assets	33,218	663,615	31,316	784,520	1,512,669
Assets under finance leases	-	-	24,134	-	24,134
	33,218	**663,615**	**55,450**	**784,520**	**1,536,803**
At 31 December 2014					
Owned assets	50,783	3,189,639	28,408	4,050,054	7,318,884
Assets under finance leases	-	-	27,341	-	27,341
	50,783	**3,189,639**	**55,749**	**4,050,054**	**7,346,225**

The gross amount of the Company's fully depreciated property, plant and equipment that was still in use as at 31 December 2014 amounted to Baht 1,274.39 million *(2013: Baht 1,516.48 million).*

Borrowing costs for the year ended 31 December 2014 in the amount of Baht 35.63 million, arising on financing specifically entered into for assets under construction.

As at 31 December 2014, property and equipment included a project in progress of Baht 4,050.05 million, relating to the Thaicom 8 project. The Company provides telecommunication services under licenses granted by the National Broadcasting and Telecommunications Commission ("NBTC"). The Thaicom 8 project will be expected to complete within 2016.

Capital expenditure commitments

Capital expenditure contracted but not provided for at the reporting date were as follows:

		Consolidated financial statements		Separate financial statements	
	Currency	2014	2013	2014	2013
			(in thousand)		
THAICOM 4 Project	USD	-	26	-	26
THAICOM 6 Project	USD	-	2,380	-	2,380
120°E Project	USD	-	81,757	-	81,757
THAICOM 8 Project	USD	30,777	-	30,777	-
Telephone network	USD	4,788	3,473	-	-
Total	USD	35,565	87,636	30,777	84,163
Total equivalent to Thai Baht		**1,176,949**	**2,887,541**	**1,019,125**	**2,773,113**

The Company signed a cooperation agreement to preserve the orbital location of 120 degrees East by cooperating investment with Asia Satellite Telecommunications Company Limited in the total amount of USD 82 million.

13 Intangible assets under operating agreement, deferred charges, and intangible assets

	Consolidated financial statements				
	Intangible asset under operating agreement	Deferred charges	Goodwill	Other intangible assets	Total intangible assets
			(in thousand Baht)		
Transactions during the year ended 31 December 2013					
Opening net book value	14,748,819	50,279	57,822	861,780	919,602
Additions	-	1,672	-	20,239	20,239
Transfers, net	1,645,817	-	-	-	-
Amortisation charges for the year	(1,352,708)	(17,314)	-	(103,758)	(103,758)
Foreign currency translation adjustment	-	-	-	4,851	4,851
Closing net book value	**15,041,928**	**34,637**	**57,822**	**783,112**	**840,934**
As at 31 December 2013					
Cost	26,059,991	654,352	57,822	1,596,107	1,653,929
Less accumulated amortisation	(11,018,063)	(619,715)	-	(812,995)	(812,995)
Net book value	**15,041,928**	**34,637**	**57,822**	**783,112**	**840,934**
Transactions during the year ended 31 December 2014					
Opening net book value	15,041,928	34,637	57,822	783,112	840,934
Additions	-	20,177	-	6,542	6,542
Acquisitions through business combinations	-	-	99,534	52,345	151,879
Write-offs, net	-	-	-	(456)	(456)
Transfers, net	172,270	-	-	-	-
Amortisation charges for the Year	(1,964,857)	(10,451)	-	(109,397)	(109,397)
Foreign currency translation adjustment	-	-	-	169	169
Closing net book value	**13,249,341**	**44,363**	**157,356**	**732,315**	**889,671**
As at 31 December 2014					
Cost	26,232,261	673,776	157,356	1,629,881	1,787,237
Less accumulated amortisation	(12,982,920)	(629,413)	-	(897,566)	(897,566)
Net book value	**13,249,341**	**44,363**	**157,356**	**732,315**	**889,671**
Net book value					
At 1 January 2013	**14,748,819**	**50,279**	**57,822**	**861,780**	**919,602**
At 31 December 2013 and 1 January 2014	**15,041,928**	**34,637**	**57,822**	**783,112**	**840,934**
At 31 December 2014	**13,249,341**	**44,363**	**157,356**	**732,315**	**889,671**

	Separate financial statements		
	Intangible asset under operating agreement	Deferred charges	Intangible assets
	(in thousand Baht)		
Transactions during the year ended 31 December 2013			
Opening net book value	14,748,819	49,527	783,132
Additions	-	2,212	14,068
Disposals, net	-	-	(52)
Transfers, net	1,645,817	-	-
Amortisation charges for the year	(1,352,708)	(16,839)	(92,017)
Closing net book value	**15,041,928**	**34,900**	**705,131**
As at 31 December 2013			
Cost	26,059,991	654,139	1,429,775
Less accumulated amortisation	(11,018,063)	(619,239)	(724,644)
Net book value	**15,041,928**	**34,900**	**705,131**
Transactions during the year ended 31 December 2014			
Opening net book value	15,041,928	34,900	705,131
Additions	-	20,177	6,509
Disposals, net	-	-	(208)
Transfers, net	172,270	-	-
Amortisation charges for the year	(1,964,857)	(10,386)	(96,171)
Closing net book value	**13,249,341**	**44,691**	**615,261**
As at 31 December 2014			
Cost	26,232,261	674,316	1,436,076
Less accumulated amortisation	(12,982,920)	(629,625)	(820,815)
Net book value	**13,249,341**	**44,691**	**615,261**
Net book value			
At 1 January 2013	**14,748,819**	**49,527**	**783,132**
At 31 December 2013 and 1 January 2014	**15,041,928**	**34,900**	**705,131**
At 31 December 2014	**13,249,341**	**44,691**	**615,261**

14 Deferred tax

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

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Deferred tax assets	254,417	503,843	121,229	361,067
Net	**254,417**	**503,843**	**121,229**	**361,067**

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:

	2014	2013
	(in thousand Baht)	
Year expired		
2015	9,128	9,128
2016	24,369	24,369
2017	86,534	86,534
2018	36,603	-
Total	**156,634**	**120,031**

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

		Consolidated financial statements (Charged)/credited to:			
	At 1 January 2014	Profit or loss (*Note 29*)	Other comprehensive income	Equity	**At 31 December 2014**
			(in thousand Baht)		
Deferred tax assets					
Loss carry forward	262,451	(238,551)	-	-	23,900
Allowance for doubtful accounts	4,979	646	(7)	-	5,618
Allowance for obsolete inventory	13,135	(1,947)	(89)	-	11,099
Deposits	41,964	1,002	-	-	42,966
Advance receipts from customers	136,620	(58,533)	(7,881)	-	70,206
Employee benefit	61,130	6,681	(728)	-	67,083
Others	(16,436)	47,881	2,100	-	33,545
Total	**503,843**	**(242,821)**	**(6,605)**	**-**	**254,417**

	Consolidated financial statements				
		(Charged)/credited to:			
	At 1 January 2013	Profit or loss (*Note 29*)	Other comprehensive income	Equity	**At 31 December 2013**
	(in thousand Baht)				
Deferred tax assets					
Loss carry forward	460,434	(197,983)	-	-	262,451
Allowance for doubtful accounts	4,502	117	-	360	4,979
Allowance for obsolete inventory	13,375	(255)	-	15	13,135
Deposits	32,078	9,886	-	-	41,964
Advance receipts from customers	138,460	5,670	-	(7,510)	136,620
Employee benefit	53,221	7,529	-	380	61,130
Others	(25,027)	3,988	-	4,603	(16,436)
Total	**677,043**	**(171,048)**	-	**(2,152)**	**503,843**

	Separate financial statements				
		(Charged)/credited to:			
	At 1 January 2014	Profit or loss (*Note 29*)	Other comprehensive income	Equity	**At 31 December 2014**
			(in thousand Baht)		
Deferred tax assets					
Loss carry forward	262,451	(238,551)	-	-	23,900
Allowance for obsolete inventory	10,770	(2,123)	-	-	8,647
Deposits	41,964	1,002	-	-	42,966
Employee benefit	36,293	3,521	-	-	39,814
Others	9,589	(3,687)	-	-	5,902
Total	**361,067**	**(239,838)**	**-**	**-**	**121,229**

	Separate financial statements				
		(Charged)/credited to:			
	At 1 January 2013	Profit or loss (*Note 29*)	Other comprehensive income	Equity	**At 31 December 2013**
			(in thousand Baht)		
Deferred tax assets					
Loss carry forward	460,434	(197,983)	-	-	262,451
Allowance for obsolete inventory	11,580	(810)	-	-	10,770
Deposits	32,078	9,886	-	-	41,964
Employee benefit	31,089	5,204	-	-	36,293
Others	2,574	7,015	-	-	9,589
Total	**537,755**	**(176,688)**	**-**	**-**	**361,067**

15 Other non-current assets

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Withholding taxes receivable	655,202	575,461	651,056	571,678
Tax assessment's deposits	213,943	219,080	213,943	219,080
Others deposit	15,579	18,743	15,579	18,159
Advance payment for equipment	2,434	346,549	2,434	346,549
	887,158	1,159,833	883,012	1,155,466
Less accumulated impairment loss	(38,929)	(38,929)	(38,929)	(38,929)
Total	**848,229**	**1,120,904**	**844,083**	**1,116,537**

16 Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Current				
Short-term loans				
Short-term loans from financial institution	641,105	-	641,105	-
Total short-term loans	641,105	-	641,105	-
Current portion of long-term borrowings				
Loans from financial institutions	566,236	633,537	566,236	563,435
Loans from others	13,434	12,319	11,541	7,761
Total current portion of long-term borrowings	579,670	645,856	577,777	571,196
Current portion of long-term debentures	-	3,697,903	-	3,697,903
Total current interest –bearing liabilities	1,220,775	4,343,759	1,218,882	4,269,099
Non-current				
Long-term borrowings				
Loans from financial institutions	4,861,150	3,994,248	4,861,150	3,944,043
Loans from others	30,332	34,097	20,868	22,762
Total long-term borrowings	4,891,482	4,028,345	4,882,018	3,966,805
Long-term debentures	4,544,048	-	4,544,048	-
Total non-current interest –bearing liabilities	9,435,530	4,028,345	9,426,066	3,966,805
Total	**10,656,305**	**8,372,104**	**10,644,948**	**8,235,904**

Long-term debentures

As at 31 December 2014, the Company has two tranches of Baht 2,275 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 (Million)	Amount (Million Baht)	Interest rate (per annum)	Term of interest payment	Principal payment term	Outstanding balance as at 31 December 2014 *(in 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						(6)
Net						**4,544**

Under the terms and conditions of the debentures, the Company has to comply with certain restrictions and maintain certain financial ratios

The movements in the borrowing can be analysed as follows:

	Note	Consolidated financial statements		Separate financial statements	
		2014	2013	2014	2013
		(in thousand Baht)			
For the year ended 31 December					
Opening net book value		8,372,104	7,161,116	8,235,904	6,912,160
Proceeds from short-term borrowings		1,844,030	48,000	1,844,030	-
Proceeds from long-term borrowings, net of financial costs		6,007,642	1,043,767	6,007,642	1,043,767
Repayment of short-term borrowings		(1,202,925)	(48,000)	(1,202,925)	-
Repayment of long-term borrowings		(4,368,937)	(128,761)	(4,246,161)	(6,891)
Amortisation of finance costs	*27*	2,363	2,477	2,363	2,477
Loss on exchange rate		2,028	293,505	4,095	284,391
Closing net book value		**10,656,305**	**8,372,104**	**10,644,948**	**8,235,904**

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	
	2014	2013	2014	2013
	(in thousand Baht)			
Total borrowings:				
- at fixed rates	4,587,814	3,744,318	4,576,458	3,728,426
- at floating rates	6,068,491	4,627,786	6,068,490	4,507,478
Total	**10,656,305**	**8,372,104**	**10,644,948**	**8,235,904**
Weighted average interest rates:				
- Loans	2.79%	2.85%	2.78%	2.83%
- Debentures	4.48%	6.15%	4.48%	6.15%

The carrying amounts and fair value of interest-bearing liabilities are as follows:

	Consolidated financial statements		Separate financial statements	
	Carrying amount	Fair value	Carrying amount	Fair value
	(in thousand Baht)			
As at 31 December 2014				
Loans	5,741,152	5,496,909	5,459,796	5,485,574
Debentures	4,544,048	4,693,457	4,544,048	4,693,457
As at 31 December 2013				
Loans	4,674,201	4,763,168	4,538,001	4,570,162
Debentures	3,697,903	3,733,532	3,697,903	3,733,532

The fair value of borrowing is estimated using discounted cash flows based on the Group's incremental borrowing rates for similar types of borrowings.

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	
	2014	2013	2014	2013
	(in thousand Baht)			
Later than 1 year but not later than 2 years	572,964	626,399	571,072	574,305
Later than 2 years but not later than 5 years	4,541,365	1,707,864	4,535,687	1,702,196
Later than 5 years	4,321,201	1,694,082	4,319,307	1,690,304
Total	**9,435,530**	**4,028,345**	**9,426,066**	**3,966,805**

Credit facilities

As at 31 December 2014 available credit facilities for loans from local and overseas banks are Baht 1,703 million and USD 20.10 million *(2013: Baht 1,718 million and USD 20 million).*

Facility agreement in relation to the financing of the Thaicom 6 and Thaicom 8 satellite project

The Company entered into a Loan Agreement with a local bank on 29 August 2011 for USD 137 million, for the purpose of the Thaicom 6 satellite project. The term of the loan is 10 years with the interest rate based on margins over the London Inter-Bank Offer Rate ("LIBOR"). The Company must comply with the conditions in the Loan Agreement in respect of maintaining certain financial ratios, guarantee, sale or transfer of assets and investment. In addition, the Company has the arrangement with local banks to refinance for adjust the condition in loan agreement within March 2016.

The Company entered into a Loan Agreement with local banks on 20 October 2014 for USD 105 million, for the purpose of the Thaicom 8 satellite project. The term of the loan is 10 years with the interest rate based on margins over the London Inter-Bank Offer Rate ("LIBOR"). The Company must comply with the conditions in the Loan Agreement in respect of maintaining certain financial ratios, guarantee, sale or transfer of assets and investment.

17 Trade and other accounts payable

	Note	Consolidated financial statements		Separate financial statements	
		2014	2013	2014	2013
		(in thousand Baht)			
Trade accounts payable					
- Related parties	*6*	25,223	13,800	38,007	54,741
- Other parties		268,314	203,243	115,028	114,346
Total		**293,537**	**217,043**	**153,035**	**169,087**
Other accounts payable					
- Accrued expenses		390,648	363,808	253,019	218,983
- Forward contracts		-	40,374	-	32,515
- Others		107,031	98,403	91,864	54,020
Total		**497,679**	**502,585**	**344,883**	**305,518**
Total trade and other accounts payable		**791,216**	**719,628**	**497,918**	**474,605**

18 Other current liabilities

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Short-term deposits from customers	24,935	19,839	25,082	20,920
Other taxes	103,914	49,992	45,840	41,285
Others	770	716	31	20
Total	**129,619**	**70,547**	**70,953**	**62,225**

19 Employee benefit obligation

The statement of financial position obligation was determined as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Present value of unfunded obligations	367,310	335,619	199,067	181,461
Statement of financial position obligation	**367,310**	**335,619**	**199,067**	**181,461**

Movement in the present value of the employee benefit obligations:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht			
Employee benefit obligations at 1 January	335,619	287,320	181,461	155,443
Benefits paid by the plan	(12,786)	(2,542)	(9,966)	(151)
Current service costs and interest	44,722	42,490	27,339	25,933
Past service costs	243	248	233	236
Curtailment gain	-	(2,434)	-	-
(Gain) loss on exchange rate	(488)	10,537	-	-
Employee benefit obligations at 31 December	**367,310**	**335,619**	**199,067**	**181,461**

Expense recognised in profit or loss:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Current service costs of employee	31,870	31,131	20,345	19,907
Past service costs	243	248	233	236
Interest on obligation	12,852	11,359	6,994	6,026
Total	**44,965**	**42,738**	**27,572**	**26,169**

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

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
		(%)		
Discount rate	3.90	3.90	3.90	3.90
Future salary increases	8.00-15.00	8.00-15.00	8.00	8.00

20 Other non-current liabilities

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Long-term deposits from customers	237,739	235,474	225,009	225,245
Others	129,827	133,251	129,827	133,251
Total	**367,566**	**368,725**	**354,836**	**358,496**

21 Share capital and warrants

	Par value per share (Baht)	2014 Number	2014 Amount	2013 Number	2013 Amount
		(thousand shares / thousand Baht)			
Authorised					
At 1 January					
- ordinary shares	*5*	1,096,619	5,483,098	1,132,082	5,660,412
Reduction of shares	5	-	-	(36,145)	(180,724)
Increase of new shares	5	1,198	5,988	682	3,410
At 31 December					
- ordinary shares	***5***	**1,097,817**	**5,489,086**	**1,096,619**	**5,483,098**
Issued and paid-up					
At 1 January					
- ordinary shares	*5*	1,095,938	5,479,688	1,095,938	5,479,688
At 31 December					
- ordinary shares	***5***	**1,095,938**	**5,479,688**	**1,095,938**	**5,479,688**

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 27 March 2014, a resolution was passed to approve the issuance of 1,197,700 ordinary shares at the par value of Baht 5 per share, in total of Baht 5,988,500 to reserve for the exercise of the warrant. The Company registered the increased share capital with the Ministry of Commerce on 21 April 2014.

Share-based payment

a) 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 full-time employees who have qualifications according to the plan.

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

Movements in the number of warrants outstanding are as follows:

	Opening balance 1 January 2014	Issue during the period	Return during the period	Transfer during the period	Closing Balance 31 December 2014
			(in thousand unit)		
ESOP - Grant I					
Directors	382	-	-	(270)	112
Employees	300	-	(56)	270	514
Total	**682**	**-**	**(56)**	**-**	**626**
ESOP - Grant II					
Directors	-	167	-	-	167
Employees	-	976	-	-	976
Total	**-**	**1,143**	**-**	**-**	**1,143**
Grand Total	**682**	**1,143**	**(56)**	**-**	**1,769**

b) 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**
Fair value at grant date	Baht 35.037	Baht 27.864
Share price at grant date	Baht 35.750	Baht 40.500
Exercise price	Baht 23.266	Baht 38.265
Expected volatility	55.392%	41.562%
Expected dividend	1.119%	1.111%
Risk-free interest rate	3.074%	3.082%

Reconciliation of other reserve-shared-base payment:

	Consolidate financial statements		Separate financial statements	
For the year ended 31 December	2014	2013	2014	2013
	(in thousand Baht)			
At 1 January	2,432	-	2,432	-
Total expense recognised during period in statement of income	7,037	2,432	7,037	2,432
Decrease during period	(171)	-	(171)	-
At 31 December	**9,298**	**2,432**	**9,298**	**2,432**

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.

22 Reserves

Reserves comprise:

Appropriations of profit and/or retained earnings

Legal reserve

Section 116 of 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, 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 comprises the cumulative net change in the fair value of available-for-sale investments until the investments are derecognised or impaired.

23 Other comprehensive income

The components of other comprehensive income are as follows:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
For the year ended 31 December				
Foreign currency translation differences for foreign operations	(3,238)	87,607	-	-
Unrealised loss from increase in shareholding in a subsidiary	(2,612)	-	-	-
Net change in fair value of available-for sale investments	235,736	563,663	-	-
Total other comprehensive income, net of tax	**229,886**	**651,270**	**-**	**-**

The tax impact to the component of other comprehensive income is as follows:

	Consolidated financial statements					
	2014			2013		
	Amount before tax	Tax income (expense)	Net of tax	Amount before tax	Tax income (expense)	Net of tax
	(in thousand Baht)					
For the year ended 31 December						
Foreign currency translation differences for foreign operations	(3,238)	-	(3,238)	87,607	-	87,607
Unrealised loss from increase in shareholding in a subsidiary	(2,612)	-	(2,612)	-	-	-
Net change in fair value of available-for sale investments	235,736	-	235,736	563,663	-	563,663
Total other comprehensive income	**229,886**	**-**	**229,886**	**651,270**	**-**	**651,270**

24 Segment information

Segment information is presented in respect of the Group's business and geographic segments 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 in the Lao People's Democratic Republic.
Segment 4	Others

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 and Japan activities are sales and services relating to satellite business.

The Group comprises the following main geographic segments:

Segment 1	Thailand
Segment 2	The Lao People's Democratic Republic.
Segment 3	Australia
Segment 4	India
Segment 5	Japan
Segment 6	Myanmar
Segment 7	Others

	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Total continuing operations		Discontinued operation		Consolidated financial statements	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
							(in million Baht)							
Revenues	8,784	6,964	216	204	1,076	825	(72)	(97)	10,004	7,896	-	41	10,004	7,937
Construction revenue under operating agreement	172	1,646	-	-	-	-	-	-	172	1,646	-	-	172	1,646
Shares of profits (loss) from associate	-	-	(63)	195	-	-	-	-	(63)	195	-	-	(63)	195
Cost of sales and services	(5,140)	(4,050)	(205)	(184)	(552)	(509)	45	48	(5,852)	(4,695)	-	(36)	(5,852)	(4,731)
Construction cost under operating agreement	(172)	(1,646)	-	-	-	-	-	-	(172)	(1,646)	-	-	(172)	(1,646)
Selling and administrative expenses	(1,462)	(1,338)	(139)	(69)	(291)	(247)	36	64	(1,856)	(1,590)	-	(55)	(1,856)	(1,645)
Segment results	2,182	1,576	(191)	146	233	69	9	15	2,233	1,806	-	(50)	2,233	1,756
Other income									140	196	-	-	140	196
Gain (loss) on foreign exchange									59	(270)	-	-	59	(270)
Reversal of loss from impairment asset									-	51	-	-	-	51
Profit (loss) before finance cost and income tax									2,432	1,783	-	(50)	2,432	1,733
Finance costs									(381)	(265)	-	(1)	(381)	(266)
Operating profit (loss)									2,051	1,518	-	(51)	2,051	1,467
Income tax									(450)	(339)	-	-	(450)	(339)
Non-controlling interests									-	-	-	-	-	-
Net Profit (loss)									**1,601**	**1,179**	**-**	**(51)**	**1,601**	**1,128**

	Satellite business services		Internet services and media		Telephone network		Consolidation eliminations		Consolidated financial statements	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
					(in million Baht)					
Segment assets	28,748	25,142	209	232	1,913	1,749	(272)	(378)	30,598	26,745
Loan to other related party	301	303	-	-	-	-	(158)	(161)	143	142
Associate	-	-	234	487	-	-	-	-	234	487
Total assets									**30,975**	**27,374**
Segment liabilities	2,707	2,870	115	154	527	381	(99)	(127)	3,250	3,278
Loan from other related party	-	-	-	-	292	291	(149)	(148)	143	143
Borrowings	10,645	8,236	-	45	11	91	-	-	10,656	8,372
Total liabilities									**14,049**	**11,793**

Revenue and results, based on geographical segments, in the consolidated financial statements for the years ended 31 December 2014 and 2013 were as follows:

	2014	2013
	(in thousand Baht)	
Segment revenue		
Thailand	4,657,641	3,551,941
Lao PDR	1,076,644	893,576
Australia	1,393,602	1,187,015
India	413,484	345,939
Japan	718,948	714,777
Myanmar	489,449	373,189
Others	1,254,288	829,421
Total continuing operations	**10,004,056**	**7,895,858**
Discontinued operation	-	41,166
Total	**10,004,056**	**7,937,024**

Major customer

For the year ended 31 December 2014 and 2013, the Group has no revenue transactions with a single external customer amount to 10 percent or more of the Group's revenues.

	2014	2013
	(in thousand Baht)	
Segment results		
Thailand	1,820,079	1,707,858
Lao PDR	266,568	142,227
Australia	603,694	281,681
India	(141,816)	(115,653)
Japan	368,421	339,663
Myanmar	102,043	114,706
Others	(786,550)	(664,778)
Total continuing operations	**2,232,439**	**1,805,704**
Discontinued operation	-	(49,314)
Total	**2,232,439**	**1,756,390**

Other non-current assets based on geographical segments in the consolidated financial statements as at 31 December 2014 and 2013 were as follows:

	2014	2013
	(in thousand Baht)	
Other non-current assets		
Thailand	22,273,890	18,780,602
Lao PDR	1,592,026	1,420,887
Australia	245,254	143,084
India	56,622	110,201
Japan	44,007	53,257
Myanmar	660	776
Others	146,789	880,065
Total	**24,359,248**	**21,388,872**

25 Revenues from sale of goods and rendering of services

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
	(in thousand Baht)			
Continuing operation				
Revenues from sale of goods	456,664	415,873	239,884	281,949
Revenues from rendering of services	9,547,392	7,479,985	6,749,740	5,461,164
Total revenue from continuing operation	**10,004,056**	**7,895,858**	**6,989,624**	**5,743,113**
Discontinued operation	-	41,166	-	-
Total	**10,004,056**	**7,937,024**	**6,989,624**	**5,743,113**

26 Other income

	Note	Consolidated financial statements		Separate financial statements	
		2014	2013	2014	2013
		(in thousand Baht)			
Continuing operation					
Consulting and management fees		-	-	128,010	103,789
Dividend income	*11 b), d), e)*	-	-	230,351	387,081
Interest income		70,817	41,310	65,724	33,583
Gain (loss) on sale of equipment		(25)	2,608	3,218	8,016
Compensation from customers		31,419	104,429	-	104,429
Others		38,156	47,412	11,653	17,352
Total other income from continuing operation		**140,367**	**195,759**	**438,956**	**654,250**
Discontinued operation		-	62	-	-
Total		**140,367**	**195,821**	**438,956**	**654,250**

27 Expenses by nature

The statements of income 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	
	2014	2013	2014	2013
	(in thousand Baht)			
Continued operation				
Depreciation of property and equipment	589,184	603,880	245,763	226,136
Amortisation of intangible assets under the agreements for operations, deferred charges and intangible assets	2,084,705	1,473,781	2,071,414	1,461,564
Amortisation of finance costs	2,363	2,477	2,363	2,477
Staff costs	1,366,509	1,247,093	892,331	856,143
Discontinued operation				
Staff costs	-	8,459	-	-

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

		Consolidated financial statements		Separate financial statements	
	Note	2014	2013	2014	2013
			(in thousand Baht)		
Income tax expense from continuing					
Current tax expense		(207,158)	(167,806)	-	-
Deferred tax expense					
Movement in temporary differences	*14*	(242,821)	(171,048)	(239,838)	(176,688)
Total		**(449,979)**	**(338,854)**	**(239,838)**	**(176,688)**
Total income tax expense from continuing operations		**(449,979)**	**(338,854)**	**(239,838)**	**(176,688)**
Income tax from discontinued operation		-	(176)	-	-
Total income tax expense		**(449,979)**	**(339,030)**	**(239,838)**	**(176,688)**

Reconciliation of effective tax rate

	Consolidated financial statements			
	2014		2013	
	Rate (%)	*(in thousand Baht)*	*Rate (%)*	*(in thousand Baht)*
Profit for the year		1,600,884		1,178,763
Total income tax expense		449,979		338,854
Profit before total income tax expense		2,050,863		1,517,617
Income tax using the Thai corporation tax rate	20	(410,173)	20	(303,523)
Income tax reduction - deferred		(3,612)		-
Effect of different tax rates in foreign jurisdictions		(32,982)		(75,403)
Income not subject to tax		84,099		78,319
Effect of the income recognised in different periods for account and tax purposes		(1,002)		(9,886)
Expenses not deductible for tax purposes and expense recognised in different periods for accounting and tax purposes		(67,613)		(37,664)
Recognition of previously unrecognised tax losses		(4,978)		16,392
Current year losses for which no deferred tax asset was recognised		(13,718)		(7,089)
Total	**22**	**(449,979)**	**22**	**(338,854)**

	Separate financial statements			
		2014		2013
	Rate (%)	*(in thousand Baht)*	*Rate (%)*	*(in thousand Baht)*
Profit for the year		1,018,355		801,688
Total income tax expense		239,838		176,688
Profit before total income tax expense		1,258,193		978,376
Income tax using the Thai corporation tax rate	20	(251,638)	20	(195,675)
Income tax reduction - deferred		2,515		-
Income not subject to tax		46,083		45,805
Effect of the income recognisted in different periods for account and tax purposes		(1,002)		(9,886)
Effect of the non-deductible tax expense and expense recognised in different periods for accounting and tax purposes		(35,796)		(16,932)
Total	**19**	**(239,838)**	**18**	**(176,688)**

Income tax reduction

Royal Decree No. 530 B.E. 2554 dated 21 December 2011 grants a reduction in the corporate income tax rate for the three accounting periods 2012, 2013 and 2014; from 30% to 23% for the accounting period 2012 which begins on or after 1 January 2012 and to 20% for the following two accounting periods 2013 and 2014 which begin on or after 1 January 2013 and 2014, respectively. Royal Decree No. 577 B.E. 2557 dated 10 November 2014 grants an order to maintain the corporate income tax rate at 20% for the accounting period which begins on or after 1 January 2015 until 31 December 2015.

Referred to FAP's clarification on changing of corporate income taxes rate, FAP had view that substantial enacted of corporate income tax for the period later than 2012 was 20%.

30 Promotional privileges

The Company was granted promotional privileges under the Investment Promotion Act (B.E. 2520) by the Board of Investment (BOI) in respect of earnings derived from rendering telecommunication services of Thaicom 3 satellite project to customers outside Thailand. Promotional privileges include exemption from corporate income tax for a period of 8 years commencing from December 1997, when its revenue was first earned from the promoted business. The Company must comply with certain terms and conditions required for the promoted industries.

On 19 November 2003, the Company was granted promotional privileges under the Investment Promotion Act (B.E. 2520) as amended by the Investment Promotion Act (No. 3) B.E. 2544 by the BOI in respect of earnings derived from rendering telecommunication services of THAICOM 4 satellite project to customers outside Thailand. Promotion privileges include exemption from corporate income tax for a period of 8 years, when its revenue was first earned from the promoted business. The Company must comply with certain terms and conditions required for the promoted industries.

In 2014 the Company has revenue from promoted business of Baht 1,517 million *(2013: Baht 1,494 million).*

31 Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the years ended 31 December 2014 and 2013 were based on the profit for the years attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the years as follows:

	Consolidated financial statements						Separate financial statements					
	2014			2013			2014			2013		
	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
	(in thousand Baht /thousand shares)											
Profit (loss) for the year	1,600,884	-	1,600,884	1,178,763	(51,141)	1,127,622	1,018,355	-	1,018,355	801,688	-	801,688
Profit (loss) attributable to ordinary shareholders of the Company (basic)	**1,600,884**	**-**	**1,600,884**	**1,178,763**	**(51,141)**	**1,127,622**	**1,018,355**	**-**	**1,018,355**	**801,688**	**-**	**801,688**
Number of ordinary shares outstanding	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**	**1,095,938**
Earnings (loss) per share (basic) ***(in Baht)***	**1.46**	**-**	**1.46**	**1.08**	**(0.05)**	**1.03**	**0.93**	**-**	**0.93**	**0.73**	**-**	**0.73**

Diluted earnings per share

The calculations of diluted earnings per share for the years ended 31 December 2014 and 2013 were based on the profit 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:

	Consolidated financial statements						Separate financial statements					
	2014			2013			2014			2013		
	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total	Continuing operations	Discontinued operation	Total
	(in thousand Baht /thousand shares)											
Profit (loss) for the period	1,600,884	-	1,600,884	1,178,763	(51,141)	1,127,622	1,018,355	-	1,018,355	801,688	-	801,688
Profit (loss) attributable to ordinary shareholders of the Company (diluted)	**1,600,884**	**-**	**1,600,884**	**1,178,763**	**(51,141)**	**1,127,622**	**1,018,355**	**-**	**1,018,355**	**801,688**	**-**	**801,688**
Weighted average number of ordinary shares outstanding (basic)	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938	1,095,938
Effect of exercise of shares options	285	285	285	231	231	231	285	285	285	231	231	231
Weighted average number of ordinary shares outstanding (diluted)	**1,096,223**	**1,096,223**	**1,096,223**	**1,096,169**	**1,096,169**	**1,096,169**	**1,096,223**	**1,096,223**	**1,096,223**	**1,096,169**	**1,096,169**	**1,096,169**
Earnings (loss) per share (diluted) *(in Baht)*	**1.46**	**-**	**1.46**	**1.08**	**(0.05)**	**1.03**	**0.93**	**-**	**0.93**	**0.73**	**-**	**0.73**

32 Dividends

At the annual general meeting of the shareholders of the Company held on 27 March 2014, the shareholders approved the appropriation of dividend of Baht 0.45 per share, amounting to Baht 493 million. The dividend was paid to shareholders on 23 April 2014.

At the annual general meeting of the shareholders of the Company held on 28 March 2013, the shareholders approved the appropriation of dividend of Baht 0.40 per share, amounting to Baht 438 million. The dividend was paid to shareholders on 24 April 2013.

33 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 to finance its operations. Sales, purchases and a portion of borrowings are translated 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 objective 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 take 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 2014 and 2013, the Group and the Company were exposed to foreign currency risk in respect of financial assets and liabilities denominated in the following currencies:

	Consolidated financial statements			
	2014		2013	
	Foreign currency	Baht	Foreign currency	Baht
	(in million)			
Assets				
US Dollars	21.79	715.52	35.45	1,152.02
India Rupee	429.47	207.48	427.91	211.81
Japanese Yen	-	-	114.57	35.87
New Zealand Dollars	1.96	50.67	1.78	47.93
Total		973.67		1,447.63
Liabilities				
US Dollars	209.94	6,951.34	166.26	5,477.15
Singapore Dollars	0.06	1.60	0.03	0.72
India Rupee	239.36	131.31	236.33	133.08
New Zealand Dollars	0.59	15.28	0.28	7.66
Total		7,099.53		5,618.61

Foreign currency assets mainly represent cash in bank and accounts receivable. Foreign currency liabilities mainly represent trade accounts payable, 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. The fair values of long-term borrowings and debentures are provided in Note 16.

34 Commitments with non-related parties

a) 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 Information and Communication Technology ("MICT").

Under the aforementioned agreement, the Company must pay an annual fee to MICT based on a percentage of certain service incomes or at the minimum level specified in the agreement, whichever is higher. As at 31 December 2014, the remaining minimum fee is Baht 550 million (2013: Baht 618 million). In addition, the Company, according to the aforementioned agreement, must transfer its ownership of all satellites, and monitoring stations and other operating equipments to MICT on the date of completion of construction and installation.

b) 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 and Shin Corporation 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 Company Limited, which is a jointly-controlled entity of the Company, owns 49% of LTC's registered shares. After the end of the 20th year, in 2016, the Government of the Lao People's Democratic Republic (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 the Government of the Lao People's Democratic Republic 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. As at 31 December 2014, LTC has remaining additional investment of approximately USD 36.79 million (31 December 2013: USD 71.54 million).

c) Agreements for operation of a company, subsidiary company and associated companies for the satellite uplink-downlink and Satellite Internet services and Internet services in Thailand

CS Loxinfo Public Company Limited ("CSL"), an associate of the Company, entered into agreements for operation with CAT Telecom Public Company Limited ("CAT") for a period of 22 years from 9 August 1994 to 8 August 2016 to provide satellite uplink-downlink and internet services.

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 subsidiaries and an associate operate the business to provide internet, broadcasting and telecommunication services under licenses granted by NTC as follow:

Type of license	Issued Date	Period
License of the Company		
Telecom Operation License Type I	16 August 2011	5 years
Telecom Operation License Type III	26 June 2012	20 years
License of DTV Service Company Limited		
Broadcasting Operation License	21 January 2013	15 years
Broadcasting Operation License (Lao Star)	28 January 2014	2 years
Broadcasting Operation License (D-Channel)	28 January 2014	2 years
Broadcasting Operation License (TV Lao)	24 November 2014	1 year
License of TC Broadcasting Company Limited		
Broadcasting Operation License	4 March 2013	15 years
Licenses of CS Loxinfo Public Company Limited		
Internet Operation License Type I	8 September 2014	5 years
Telecom Operation License Type I	11 October 2014	5 years
Internet Operation License Type II	26 April 2012	5 years
Telecom Operation License Type III	20 December 2007	15 years

Revenue of the Company under the NBTC's regulation

Revenue from rendering of services and equipment rentals of the Company for the year ended 31 December 2014 and 2013 was classified as follows:

	Separate financial statements	
	2014	2013
	(in thousand Baht)	
Telecom Operation License Type I	-	1,196
Telecom Operation License Type III	6,398	-
Other service income	6,983,226	5,741,917
Total	**6,989,624**	**5,743,113**

d) Obligation under "Financing and Project Agreement"

Lao Telecommunications Company Limited ("LTC") entered into a "Financing and Project Agreement" with the government of the Lao People's Democratic Republic ("government") and an organisation in Germany (KfW, Frankfurt am Main) on 25 October 2004 of an amount not exceeding Euro 6.5 million (approximately Baht 260.34 million) for the procurement and installation of Phase IV, V and VI of a rural telecommunication network. Under the agreement, the ownership of network assets will be transferred to LTC through loan at 30% of the network assets' value excluding consulting services project and interest rate of loan1% to 4% per annum, respectively. As at 31 December 2014 and 31 December 2013, LTC has recognised the network assets relating to Phase IV, V and VI and the related portion of the loan in the amount of Kip 57.85 billion (approximately Baht 237.20 million) and has paid loan repayment for the loan in the amount of Kip 46.79 billion (approximately Baht 191.84 million).

e) Obligation from shares buy back options

On 23 October 2003, the Company and Codespace Inc. entered into a "Memorandum of Agreement", which provides Codespace Inc. an option to sell 2.2 million shares of iPSTAR Co., Ltd. to the Company, with the condition that the Company has the first option to purchase these shares. If the offered price per share is greater than the higher of USD 1 or fair market value at offering date, the Company has the right to refuse. If the offered price per share is equal to the higher of USD 1 or fair market value at offering date, the Company has to purchase those shares from Codespace Inc. As of 31 December 2014, The Company has no obligation to purchase those shares back from Codespace Inc. because they were purchased in fully amount (2013: remaining amount 0.08 million shares).

f) Operating lease commitments

As at 31 December 2014 and 2013, the Group has future aggregate minimum lease payments under non-cancellable operating leases are as follows:

		Consolidated financial statements		Separate financial statements	
	Currency	2014	2013	2014	2013
		(in thousands)			
Within one year	THB	18,690	21,919	18,690	21,919
	YEN	5,443	5,717	-	-
	USD	5,008	7,342	4,999	7,307
	Rupee	4,170	801	4,170	801
	Rupiah	39,461	56,461	39,461	56,461
	Ringgit	70	132	70	132
	PHP	306	1,194	306	1,194
	CNY	183	733	183	733
	KIP	620,419	301,480	-	-
	AUD	149	307	-	-
	NZD	307	164	-	-
Total equivalent Baht		204,798	286,582	188,491	269,526
After one year but within five years	THB	28,090	30,185	28,090	30,185
	YEN	4,564	13,448	-	-
	USD	7,820	12,076	7,820	12,043
	Rupee	4,865	-	4,865	-
	Ringgit	-	66	-	66
	PHP	-	60	-	60
	CNY	-	183	-	183
	KIP	496,824	432,636	-	-
	AUD	123	331	-	-
	NZD	204	819	-	-
Total equivalent Baht		301,653	467,023	289,689	428,631
After five years	THB	5,933	5,933	5,933	5,933
	USD	914	2,183	914	2,183
	YEN	-	2,000	-	-
	KIP	272,639	302,513	-	-
Total equivalent Baht		37,287	79,728	36,196	77,856
Grand total equivalent Baht		**543,738**	**833,333**	**514,376**	**776,013**

g) Other commitments

The Group had 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:

		Consolidated financial statements		Separate financial statements	
	Currency	2014	2013	2014	2013
		(in thousands)			
Minimum operating agreement fee payable to Ministry of Information Communication and Technology	THB	47,333	44,667	47,333	44,667
IPSTAR equipment sales	USD	152	144	152	144
	THB	1,009	860	1,009	860
Satellite space leasing by customers	USD	3,617	2,249	3,617	2,249
	THB	448,861	433,750	448,861	433,750
	AUD	5,000	5,000	-	-
Others	THB	3,322	3,332	3,322	3,322

35 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 insists on its consideration and has raised the tax demand including surcharge, education excess and interest aggregating to Rs. 829.2 million (approximately Baht 428 million) against the said payment received by it from the customers and also levied penalty of Rs. 566.1 million (approximately Baht 292 million) for the Assessment Year ('AY') 1998-1999 to 2010-2011 (1 April 1997 to 30 March 2010).

So far, the Company had received Withholding Tax Certificates ('WTC') from its customers until Assessment Year ('AY') 2009-2010 net amounting to Rs. 498.4 million (approximately Baht 257 million), in which part of the amount is substituted and paid by the customer on behalf of the Company. The Company had also deposited Rs. 460.2 million (approximately Baht 237 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 Rs. 162.4 million (approximately Baht 84 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 September 28, 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.

36 Other events

a) 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.

b) 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 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.

37 Events after the reporting period

a) Proposed dividend payment of the Company

At the Board of directors' meeting of the Company held on 11 February 2015, the directors passed a resolution to approve the appropriation of dividend of Baht 0.65 per share, amounting to Baht 712 million. The proposed dividends must be approved by the shareholders at their meeting.

b) Dividend declaration of Lao Telecommunications Company Limited ('LTC")

At the annual general meeting of the shareholders of LTC held on 9 February 2015, the shareholders approved the appropriation of dividend from 2014 operation of USD 18 million.

c) Proposed dividend payment of CS Loxinfo Public Company Limited ('CSL")

At the meeting of the Board of Directors of CSL held on 10 February 2015, the directors approved the appropriation of dividend of Baht 0.16 per share, amounting to Baht 95.12 million. The proposed dividend must be approved by the shareholders at their meeting.

38 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the new and revised TFRS as of the reporting date but are not yet effective. Those interpretations that may be applicable to the Group, which become effective for the financial report on or after 1 January 2015 are as follows:

TFRS	Topic
TAS 1 (revised 2014)	Presentation of Financial Statements
TAS 2 (revised 2014)	Inventory
TAS 7 (revised 2014)	Statement of Cash Flows
TAS 8 (revised 2014)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2014)	Events After The Reporting Period
TAS 11 (revised 2014)	Construction Contracts
TAS 12 (revised 2014)	Income Taxes
TAS 16 (revised 2014)	Property, Plant and Equipment
TAS 17 (revised 2014)	Leases
TAS 18 (revised 2014)	Revenue Recognition
TAS 19 (revised 2014)	Employee Benefits
TAS 20 (revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2014)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2014)	Borrowing Costs
TAS 24 (revised 2014)	Related Party Disclosures
TAS 26 (revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2014)	Separate Financial Statements
TAS 28 (revised 2014)	Investments in Associates and Joint Ventures
TAS 29 (revised 2014)	Financial Reporting in Hyperinflationary Economies
TAS 33 (revised 2014)	Earnings Per Share
TAS 34 (revised 2014)	Interim Financial Reports

TFRS	Topic
TAS 36 (revised 2014)	Impairment of Assets
TAS 37 (revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2014)	Intangible Assets
TAS 40 (revised 2014)	Investment Property
TFRS 2 (revised 2014)	Share-based Payment
TFRS 3 (revised 2014)	Business Combinations
TFRS 4 (revised 2014)	Insurance Contracts
TFRS 5 (revised 2014)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (revised 2014)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (revised 2014)	Operating Segments
TFRS 10	Consolidated Financial Statements
TFRS 11	Joint Arrangements
TFRS 12	Disclosure of Interests in Other Entities
TFRS 13	Fair Value Measurement
TSIC 10 (revised 2014)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (revised 2014)	Operating Leases - Incentives
TSIC 25 (revised 2014)	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
TSIC 27 (revised 2014)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (revised 2014)	Service Concession Arrangements: Disclosures
TSIC 31 (revised 2014)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (revised 2014)	Intangible Assets - Web Site Costs
TFRIC 1(revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2014	Determining whether an Arrangement contains a Lease
TFRIC 5 (revised 2014)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2014)	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies
TFRIC 10 (revised 2014)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2014)	Service Concession Arrangements
TFRIC 13 (revised 2014)	Customer Loyalty Programmes
TFRIC 14	TAS 19 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (revised 2014)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2014)	Distributions of Non - cash Assets to Owners
TFRIC 18 (revised 2014)	Transfers of Assets from Customers
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine

The Group has made a preliminary assessment of the potential impact on the financial statements of those interpretations issued in the period of initial application. Those new and revised TFRS are as follows:

TFRS 10 Consolidated Financial Statements

TFRS 10 introduces a single control model to determine whether an investee should be consolidated. As a result, the Group may need to change its consolidation conclusion in respect of its investees, which may lead to changes in the current accounting for these investees.

The Group will adopt TFRS 10 with effect from 1 January 2015. The effects of the change will be recognised retrospectively in the financial statements. The impact to the Group regarding to a single control model is under assessment.

TFRS 11 Joint Arrangements

Under TFRS 11, once the arrangement has been determined to be a joint venture, the Group must recognise an investment and account for it using the equity method. Note that the previous option under TAS 31 (Revised 2012) *Interests in Joint Ventures* to proportionately consolidate the investee is no longer available.

The Group will adopt TFRS 11 with effect from 1 January 2015. The effects of the change will be recognised retrospectively in the financial statements. The impact to the Group regarding to a change in recognition and accounting for is under assessment.

TFRS 12 Disclosure of Interests in Other Entities

TFRS 12 brings all the disclosure requirements about the Group's interests in its subsidiaries, joint arrangements, associates and unconsolidated structured companies together into a single standard. TFRS 12 requires the disclosure of information about the nature, risks and financial effects of these interests.

The Group will adopt TFRS 12 with effect from 1 January 2015 onwards.

39 Reclassification of accounts

Certain accounts in the 2013 financial statements have been reclassified to conform to the presentation in the 2014 financial statements.

	2013					
	Consolidated financial statements			Separate financial statements		
	Before reclass	Reclass	After reclass	Before reclass	Reclass	After reclass
	(in thousand Baht)					
Statement of financial position						
Trade and other accounts receivable	1,421,956	146,532	1,568,488	1,025,435	134,431	1,159,866
Amount due from related parties	20,033	8,614	28,647	200,736	17,653	218,389
Prepaid insurance	97,887	(97,887)	-	94,825	(94,825)	-
Deferred charges	91,896	(57,259)	34,637	92,159	(57,259)	34,900
Accounts payable - property and equipment	547,709	(434,932)	112,777	542,222	(434,932)	89,290
Long-term accounts payable - property and equipment	-	434,932	434,932	-	434,932	434,932
		-			-	

	2013					
	Consolidated financial statements			Separate financial statements		
	Before reclass	Reclass	After reclass	Before reclass	Reclass	After reclass
	(in thousand Baht)					
Statements of cash flows						
Amortisation of deferred charges	27,421	(10,107)	17,314	26,945	(10,106)	16,839
Prepaid insurance	(60,821)	60,821	-	(61,405)	61,405	-
Trade and other accounts receivable	(219,437)	(78,670)	(298,107)	(134,137)	(79,254)	(213,391)
Cash flows from operating activities	**3,952,342**	**(27,955)**	**3,924,387**	**3,207,274**	**(27,956)**	**3,179,318**
Payments for deferred charges	(29,628)	27,956	(1,672)	(30,168)	27,956	(2,212)
Cash flows from investing activities	**(4,088,605)**	**27,956**	**(4,060,649)**	**(3,500,466)**	**27,956**	**(3,472,510)**