I. Overview

11.7% yoy increase in consolidated sales and service revenue in 1H/2012.

Growth in EBIT and net cash flow from operating activities

Thaicom Plc ("the Company")'s consolidated revenue from sale of goods and rendering of services for Q2/2012 grew continuously, contributing to an 11.7% growth in consolidated sales and service revenue to Baht 3,832 million (1H11: Baht 3,432 million). This revenue growth largely was driven by a revenue increase from satellite services. The revenue growth and the efficiency of cost and SG&A control resulted in an operating profit (EBIT) for 1H/2012 of Baht 395 million, up Baht 446 million from an operating loss for 1H/2011 of Baht 51 million. Net cash flow provided by operations for 1H/2012 was Baht 2,259 million, an increase of Baht 704 million from Baht 1,555 million in 1H/2011.

For 1H/2012, the Company reported a net profit of Baht 157 million. Regardless of impairment loss of investment of Baht 41 million recognized in Q1/2012, the Company would generate a net profit in 1H/2012 of Baht 198 million, compared to a net loss of Baht 192 million in 1H/2011.

For Q2/2012, the Company's net profit was Baht 115 million, up by Baht 73 million from a net profit of Baht 42 million in the previous quarter and up by Baht 140 million from a net loss of Baht 25 million in Q2/2011.

In August 2012, CS LoxInfo Plc ("CSL") announced it would pay an interim dividend of Baht 0.30 per share for the performance of the first six months of 2012.

II. Business Summary

Transponder leasing and related business

The Thaicom 6 project completed the Critical Design Review (CDR) including a detailed review of the technical designs of all subsystems of the satellite. The success of this design review ensures that the satellite's design complies with all requirements, and establishes a reference timeline for all other activities related to the satellite's construction and launch. All plans are moving forward smoothly following the manufacturing schedule set out by Orbital Sciences Corporation of the U.S.A. Major Thai broadcasters signed transponder reservation agreements for 18% of Thaicom 6's total bandwidth.

On 26 June 2012, the National Broadcasting and Telecommunications Commission's telecom committee approved a network provider (Type 3) license, that is, one for a business owning a large telecommunication network, to Thaicom Plc allowing the Company to operate the Thaicom 7 satellite scheduled to be launched in 2014 in the 120 degrees east longitude orbital slot. The license will have a 20-year term and renewal can be done twice with a 10-year period each term and the Thaicom 7 satellite has to start providing service within seven years of obtaining the license. The license fee is 2 per cent of the Company's gross annual revenue, plus the universal service obligation (USO) fee of 3.75 per cent of gross revenue. The conditions to get the license are for the Company to continue to comply and coordinate with the International Telecommunication Union (ITU) regarding the country's orbital slot management, and to have practical experience in launching a satellite. The Thaicom 7 project already completed the Preliminary Design Review (PDR).

In 2012, the Company has continued to focus on providing end-to-end satellite TV solutions to customers, and create values to services to strengthen customers sustainably in their businesses. This resulted to the Company's continued business growth in the broadcasting market. Currently, the total number of TV channels under the conventional satellite platform increased from 427 channels at the end of 2011 to 465 channels at the end of Q2/2012.

The Company still focuses on Open Access Platform (OAP), operators in several countries have made use of the higher bandwidth capacity of IPSTAR by switching over from conventional satellites, without the need of having to change any ground systems and remote node modems. Moreover, the Company provides system integration services to customers using IPSTAR broadcast beams.

Telephone business

As of the end of Q2/2012, Lao Telecommunications Co., Ltd. (LTC) and Mfone Company Limited (Mfone) had total phone subscribers of 1,356,915 and 379,933, respectively. Currently, the telecom market competition remains high in Cambodia and Lao PDR. There are four mobile network operators in Lao PDR and LTC still ranks No.1 in Lao PDR's mobile phone market share, while there are eight mobile network operators in Cambodia and Mfone ranks No.3 in Cambodia's mobile phone market share.

Internet and media business

In Q2/2012, DTV Service Co., Ltd. (DTV) recognized first revenue from sales of DTV HD box which can be installed with all brands of KU-band dish in the market. The total number of Dtv satellite television dish sets sold thus far by DTV was 1,316,628 sets as of the end of Q2/2012, an increase of 244,346 sets from 1,072,282 sets at the end of Q2/2011.

CS LoxInfo Plc (CSL) reported a 9.9% decrease in net profit over Q2/2011. In Q2/2012, CSL reported a decrease in revenue from YellowPages Business due to the impact of flood crisis last year. CSL has postponed delivery of 2012 BKK-YP Book from January 2012 to May 2012. Moreover, the sale of advertising space in the 2012 Thailand Yellow Pages Books decreased when compared with the sale of advertising space in the previous book (the 2011 Thailand Yellow Pages Books). However, revenue from core products (Leased Line, IDC and ICT services) still has continuously grown. CSL had fully recognized impairment loss for goodwill and investment in Watta Classifieds Company Limited.

III. Consolidated Operating Results

Selected financial information on THCOM

Unit: MBt	Amount			Change		Amount		Change
	Q2/12	Q1/12	Q2/11	QoQ (%)	YoY (%)	1H/12	1H/11	YoY (%)
Revenue from sale of goods and rendering of services	1,926	1,907	1,862	1.0%	3.4%	3,832	3,432	11.7%
Share of profits of associate	38	45	43	-15.6%	-11.6%	86	87	-1.1%
Cost of sale of goods and rendering of services	1,342	1,404	1,416	-4.4%	-5.2%	2,746	2,722	0.9%
SG&A expenses	323	368	394	-12.2%	-18.0%	691	761	-9.2%
EBIT*	261	135	52	93.3%	401.9%	395	(51)	874.5%
EBITDA**	899	782	700	15.0%	28.4%	1,680	1,224	37.3%
Net profit (loss) beforeImpairment Loss	115	83	(25)	38.6%	560.0%	198	(192)	203.1%
Impairment (Loss)***	-	(41)	-	100.0%	-	(41)	-	-100.0%
Net profit (loss)	115	42	(25)	173.8%	560.0%	157	(192)	181.8%
EPS (Baht)	0.10	0.04	(0.02)	150.0%	600.0%	0.14	(0.17)	182.4%

* EBIT = Sales and service income – Cost of sales and service – SG&A

** EBITDA = EBIT + Depreciation and Amortization

*** As at 31 March 2012, the management estimated the impairment loss of investment at the amount of Baht 41 million based on fair value. Such impairment loss was recognized in the financial statements for the three month period ended 31 March 2012.

Sales and service income

Consolidated revenue from sale of goods and rendering of services in Q2/2012 was Baht 1,926 million, a rise of Baht 64 million or 3.4% compared to Baht 1,862 million in Q2/2011 and an increase of Baht 19 million or 1.0% from Baht 1,907 million, due mainly to a revenue increase from the satellite business.

For 1H/2012, consolidated revenue from sale of goods and rendering of services was Baht 3,832 million, a rise of Baht 400 million or 11.7% from Baht 3,432 million for 1H/2011, due to an increase in revenue from the satellite business, offset by decreases in revenue from the telephone business and the Internet and media business.

Revenue from sale of goods and rendering of services	**Q2/12**	**Q1/12**	**Q2/11**	**%QoQ**	**%YoY**	**1H/12**	**1H/11**	**%YoY**
Satellite and related services	1,545	1,514	1,461	2.0%	5.7%	3,058	2,602	17.5%
Telephone services	283	297	274	-4.7%	3.3%	581	595	-2.4%
Internet access and media services	98	96	127	2.1%	-22.8%	193	235	-17.9%
Total	**1,926**	**1,907**	**1,862**	**1.0%**	**3.4%**	**3,832**	**3,432**	**11.7%**

Satellite transponder leasing and related services

Revenue from satellite transponders and related services in Q2/2012 was Baht 1,545 million, a rise of Baht 84 million or 5.7% compared to Baht 1,461 million in Q2/2011 and an increase of Baht 31 million or 2.0% from Baht 1,514 million in Q1/2012.

For 1H/2012, revenue from satellite transponders and related services was Baht 3,058 million, up by Baht 456 million or 17.5% from Baht 2,602 million in 1H/2011, due largely to growth in IPSTAR bandwidth revenue and in revenue from the conventional satellite business.

Satellite and related services	**Q2/12**	**Q1/12**	**Q2/11**	**%QoQ**	**%YoY**	**1H/12**	**1H/11**	**%YoY**
Thaicom 2, 5	676	663	599	2.0%	12.9%	1,340	1,161	15.4%
IPSTAR	869	851	862	2.1%	0.8%	1,718	1,441	19.2%
Sales	*82*	*65*	*264*	*26.2%*	*-68.9%*	*146*	*356*	*-59.0%*
Services	*787*	*786*	*598*	*0.1%*	*31.6%*	*1,572*	*1,085*	*44.9%*
Total	**1,545**	**1,514**	**1,461**	**2.0%**	**5.7%**	**3,058**	**2,602**	**17.5%**

15.4% yoy revenue increase in 1H12 from transponder leasing service and value-added services for conventional satellite business

- Revenue from the Thaicom conventional satellite business (Thaicom 5) for Q2/2012 was Baht 676 million, up by Baht 77 million or 12.9% from Baht 599 million in Q2/2011 and up by Baht 13 million or 2.0% from Baht 663 million in Q1/2012 due mainly to:
  - *Revenue growth from satellite transponder leasing service* provided to broadcasting satellite operators.
  - *Revenue growth from value-added services* e.g. teleport services including tape playout and digital signal compression

  The demand for commercial satellite services from broadcasting satellite operators continues to be strong and growing with an increase in the number of television channels under the conventional satellite platform at 78.5 degrees east from 380 channels at the end of Q2/2011 to 465 channels at the end of Q2/2012.

44.9% IPSTAR service revenue growth in 1H12.

- Revenue from the Thaicom 4 (IPSTAR) satellite business was Baht 869 million in Q2/2012, up by Baht 7 million or 0.8% from Baht 862 million in Q2/2011. This was contributed by:

- *Service revenue in Q2/2012 was Baht 787 million, a growth of Baht 189 million or 31.6%* from Baht 598 million in Q2/2011. The main driver of service growth was higher bandwidth usage mainly in Australia, Japan, Malaysia, India, Myanmar, and New Zealand.
- *Sales revenue in Q2/2012 was Baht 82 million, a drop of Baht 182 million or 68.9%* from Baht 264 million in Q2/2011 due mainly to a drop in user terminal (UT) sales volume.

Compared to Baht 851 million in Q1/2012, IPSTAR revenue in Q2/2012 rose by Baht 18 million or 2.1% on:

- *Sales revenue growth of Baht 17 million or 26.2%* from Baht 65 million in Q1/2012 following higher UT sales volume.
- *Service revenue growth of Baht 1 million or 0.1%* from Baht 786 million in Q1/2012.

Telephone services

The Company's revenue from telephone services in Q2/2012 was Baht 283 million, up by Baht 9 million or 3.3% compared to Baht 274 million in Q2/2011.

- LTC

  In 2011, the mobile phone industry in Lao PDR also faces higher competition from price cutting and promotions, leading to a continued drop in the number of telephone subscribers until the end of Q3/2011. However, the Lao Ministry of Post, Telecommunication, and Communication (MPTC) has controlled the mobile phone tariffs and disallowed free-airtime promotion to customers since Q3/2011. LTC also has strengthened brand perception and recognition through segment strategies, improved service quality, and sustained relationship with dealers. Since then, the number of mobile phone subscribers has steadily increased.

  MPTC's ruling tariff rates and prohibiting certain promotions resulted in higher average prepaid mobile revenue per subscriber and higher total revenue from the telephone services in Lao PDR as compared to Q2/2011. LTC still ranks No.1 in Lao PDR's mobile phone market share.

- Mfone

  Currently, there are 8 mobile operators in Cambodia as a result of the regulator's liberal approach in issuing licenses with a view to ensure the competition remains intense, leading to decreases in the number of telephone subscribers and in total revenue from the mobile phone services in Cambodia.

Compared to Baht 297 million in Q1/2012, total telephone revenue in Q2/2012 declined by Baht 14 million or 4.7%.

- LTC

  The number of telephone subscribers increased from the previous quarter. However, minutes of use were lower. Also, MPTC's new regulation requires all operators to have all subscribers registered by 31 July 2012. The subscribers who have his/her phone number registered would get free airtime. Consequently, average prepaid mobile revenue per subscriber declined, following lower average prepaid mobile revenue per minute and minutes of use, leading to lower telephone revenue generated by LTC as compared to Q1/2012.

- Mfone

  Promotion campaigns in Q2/2012 drove higher minutes of use; as a result, average prepaid mobile revenue per subscriber slightly increased. However, the intense price competition in Cambodia's telephone market led to a decrease in the number of telephone subscribers, mainly resulting in Mfone's lower telephone revenue in Cambodia as compared to Q1/2012.

Internet access and media services

Revenue from Internet access and media services in Q2/2012 was Baht 98 million, down by Baht 29 million or 22.8% from Baht 127 million in Q2/2011.

- Dtv satellite dish sales
  - DTV Service Co., Ltd. (DTV) reported lower revenue in Q2/2012 as compared to Q2/2011 due mainly to:
    - A drop in Dtv satellite dish sales volume in Thailand in Q2/2012 as compared to Q2/2011. With the intense price competition in satellite dish market, DTH satellite operators offer satellite dish sales and installation service with no monthly fees at competitive prices. The viewers can have a clear view of TV programs more than the existing free-to-air TV channels. Consequently, DTV developed a new low-cost IRD (Intergrated receiver decoder) box, "D-Khoom", with exclusive KU-band channels and started distributing "D-Khoom" IRD box at a lower price in Q4/2011; offset by
    - First revenue from sales of DTV HD in Q2/2012.
  - Cambodian DTV Network limited (CDN) had a decrease in IRD box sales volume in Cambodia, resulting in lower revenue generated by CDN.

  As at the end of Q2/2012, accumulated DTV sales volume was 1,316,628 sets, up 244,346 sets from 1,072,282 sets at the end of Q2/2011.
- Internet access services in Lao PDR and Cambodia

  Internet revenue generated by LTC was higher following an increase in the number of subscribers, while Internet revenue generated by Mfone was lower in Q2/2012 as compared to Q2/2011.

Compared to Baht 96 million in Q1/2012, revenue from Internet access and media services in Q2/2012 rose by Baht 2 million or 2.1%.

- DTV satellite dish sales
  - DTV had a decrease in Dtv satellite dish sales volume in Thailand, resulting in lower revenue in Q2/2012 as compared to Q1/2012.
  - CDN had a rise in IRD box sales volume in Cambodia, resulting in higher revenue generated by CDN in Q2/2012 as compared to Q1/2012.
- Internet access services in Lao PDR and Cambodia

  Internet revenue generated by LTC was higher following an increase in the number of subscribers, while Internet revenue generated by Mfone was lower in Q2/2012 as compared to Q1/2012.

Cost of sales and service

The Company reported consolidated cost of sale and services for Q2/2012 of Baht 1,342 million, a decrease of Baht 74 million or 5.2% compared to Baht 1,416 million in Q2/2011 and a decrease of Baht 62 million or 4.4% from Baht 1,404 million in Q1/2012, due mainly to cost decreases from the satellite business.

Total consolidated cost of sale and services for 1H/2012 was Baht 2,746 million, up by Baht 24 million or 0.9% from Baht 2,722 million for 1H/2011, on a cost increase from the satellite business, offset by cost decreases from the telephone business, and the Internet and media business. For 1H/2012, total cost accounted for 71.7% of total sales and service income, down from 79.3% in 1H/2011.

Cost of sale of goods and rendering of services	**Q2/12**	**Q1/12**	**Q2/11**	**%QoQ**	**%YoY**	**1H/12**	**1H/11**	**%YoY**
Satellite and related services	936	1,017	998	-8.0%	-6.2%	1,953	1,888	3.4%
Telephone services	327	315	320	3.8%	2.2%	642	654	-1.8%
Internet access and media services	79	72	98	9.7%	-19.4%	151	180	-16.1%
Total	**1,342**	**1,404**	**1,416**	**-4.4%**	**-5.2%**	**2,746**	**2,722**	**0.9%**

Cost of satellite transponder leasing and related services

Cost relating to transponder leasing and related services in Q2/2012 was Baht 936 million, a decrease of Baht 62 million or 6.2% from Baht 998 million in Q2/2011, and a decrease of Baht 81 million or 8.0% from Baht 1,017 million in Q1/2012.

Satellite and related services	Q2/12	Q1/12	Q2/11	%QoQ	%YoY	1H/12	1H/11	%YoY
Thaicom 2, 5	254	253	223	0.4%	13.9%	507	460	10.2%
IPSTAR	682	764	775	-10.7%	-12.0%	1,446	1,428	1.3%
Total	**936**	**1,017**	**998**	**-8.0%**	**-6.2%**	**1,953**	**1,888**	**3.4%**

- Cost relating to the Thaicom conventional satellite (Thaicom 5) was Baht 254 million, an increase of Baht 31 million or 13.9% from Baht 223 million in Q2/2011 mainly caused by higher operating agreement fee following the revenue growth. Q2/2012 cost of conventional satellite services was close to Q1/2012 cost.
- Cost relating to the Thaicom 4 (IPSTAR) satellite was Baht 682 million, down by Baht 93 million or 12.0% from Baht 775 million in Q2/2011 primarily due to:
  - A decrease in cost of IPSTAR sales was mainly from:
    - Lower cost of UT sales following the UT sales drop.
    - Lower warranty cost for UTs sold in Australia; offset by
  - An increase in cost of IPSTAR service was mainly from higher operating agreement fee in line with the IPSTAR bandwidth revenue growth.

  Compared to Baht 764 million in Q1/2012, cost relating to the Thaicom 4 (IPSTAR) satellite decreased by Baht 82 million or 10.7% due mainly to:
  - A decrease in cost of IPSTAR service was mainly from lower gateway operation cost in China; offset by
  - An increase in cost of IPSTAR sales was mainly from higher cost of UT sales following the UT sales rise.

Cost of telephone services

Cost relating to the telephone business for Q2/2012 amounted to Baht 327 million, an increase of Baht 7 million or 2.2% from Baht 320 million in Q2/2011.

- LTC's cost increases in:
  - Depreciation cost for its expanded telephone network.
  - Cost of inter-roaming.
- Mfone reported a decrease in cost of interconnection charge.

Compared to Baht 315 million in Q1/2012, the telephone cost for Q2/2012 increased by Baht 12 million or 3.8% on LTC's cost increase in cost of inter-roaming.

Cost of Internet access and media services

Cost relating to the Internet access and media business in Q2/2012 was Baht 79 million, down by Baht 19 million or 19.4% from Baht 98 million in Q2/2011.

- DTV reported lower cost of DTV satellite dish sales in Thailand, following its revenue decrease, offset by cost of HDTV content.
- CDN reported lower cost of IRD box sales in Cambodia, following its revenue drop.

Compared to Baht 72 million in Q1/2012, cost of Internet access and media services in Q2/2012 rose by Baht 7 million or 9.7%.

- DTV reported higher cost largely from cost of HDTV content, offset by lower cost of DTV satellite dish sales in Thailand, following its revenue drop.
- CDN reported higher cost of IRD box sales in Cambodia, following its revenue increase.

Selling and administrative expenses

SG&A expenses, including directors and management benefit expenses, totaled Baht 323 million in Q2/2012, a decrease of Baht 71 million, or 18.0%, compared to Baht 394 million in Q2/2011 due mainly to:

- The reversal of bad debt provision for satellite customers.
- Lower administrative expenses for the satellite services and the telephone services in Cambodia.
- Lower obsolete stock provision for the satellite business; offset by
- Higher marketing expenses of DTV.

Compared to Baht 368 million in Q1/2012, SG&A expenses in Q2/2012 decreased by Baht 45 million or 12.2% on:

- In Q1/2012, the Company recorded an impairment loss of Baht 41 million resulting from the estimation of the impairment loss of investment in a subsidiary of jointly-controlled entities.
- Lower administrative expenses for the satellite business; offset by
- Higher marketing expenses of DTV.

Loss on exchange rate

In Q2/2012, the Company reported a loss on foreign exchange of Baht 47 million. This was largely impacted by the revaluation of borrowings for the Thaicom 6 project as a result of the depreciation of the Thai Baht against the US dollar.

Share of profit of associates

Share of profit of associates in Q2/2012 was Baht 38 million, down by Baht 5 million or 11.6% from Baht 43 million in Q2/2011, due to a 9.9% decrease in CSL's net profit over Q2/2011 mainly caused by lower operating profit resulting from a decrease in revenue from the publishing of the Thailand YellowPages due to the impact of flood crisis last year so that CSL has postponed delivery of 2012 BKK-YP Book from January 2012 to May 2012. Thus, in Q2/2012, the Company had recognized advertising revenue from 2012 BKK-YP Book only for 2 months (May – June). The sale of advertising space in the 2012 Thailand Yellow Pages Books also decreased when compared with the sale of advertising space in the previous book (the 2011 Thailand Yellow Pages Books). However, revenue from core products (Leased Line, IDC and ICT services) still has continuously grown. SG&A expenses for leased Line, IDC and ICT services and for YellowPages business were also increased over Q2/2011.

Finance costs

Finance costs totaled Baht 115 million in Q2/2012, down by Baht 6 million, or 5.0%, compared with Baht 121 million in Q2/2011. Finance costs mostly comprised of debenture interests.

Income tax expense

In Q2/2012, the Company reported income tax expense of Baht 50 million, up by Baht 34 million from Baht 16 million in Q2/2011.

IV. Financial Position

At the end of Q2/2012, the Company reported total assets of Baht 28,553 million, an increase of Baht 1,337 million or 4.9% from Baht 27,216 million at the end of 2011. This was mainly because of higher cash and cash equivalents, and additions to PP&E mainly consisting of assets for the satellite business, offset by the year-to-date accumulated depreciation and amortization of PP&E and PP&E under operating agreements.

THCOM's asset components

Assets	June 30, 2012		December 31, 2011	
	Amount (Bt mn)	% of Total assets	Amount (Bt mn)	% of Total assets
Current assets	6,011	21.1	4,679	17.2
Investment in associates	467	1.6	451	1.7
PP&E, net	7,305	25.6	6,611	24.3
PP&E under the concession agreement, net	12,158	42.6	12,828	47.1

Liquidity

At the end of Q2/2012, the Company had a current ratio of 0.79 times, up from 0.69 at the end of 2011 due mainly to higher cash and cash equivalents.

Investments

Investment in CSL was presented as "investment in subsidiaries, jointly controlled entities and associate" item. At the end of Q2/2012 the Company's investment in CSL was Baht 467 million, an increase of Baht 16 million or 3.5% from Baht 451 million at the end of 2011, reflecting a proportionate recognition of CSL's net profit for 1H/2012 amounting to Baht 83 million, an unrealized gain from the reduction in investment in the associate of Baht 0.09 million, offset by a dividend income from CSL of Baht 68 million.

Property, plant and equipment

Property, Plant and Equipment (PP&E) at the end of Q2/2012 was Baht 7,305 million, an increase of Baht 694 million or 10.5% from Baht 6,611 million at the end of 2011. This was due mainly to:

- Additions to PP&E of Baht 1,270 million for 1H/2012 largely consisting of assets under construction for the Thaicom 6 project; offset by
- Accumulated depreciation and amortization of PP&E of Baht 541 million in 1H/2012.

PP&E at the end of Q2/2012 also included assets under operating agreements of Mfone of approximately Baht 1,803 million, down by Baht 195 million from Baht 1,998 million at the end of 2011.

PP&E under operating agreements

PP&E under operating agreements at the end of Q2/2012 was Baht 12,158 million, a decrease of Baht 670 million or 5.2% from Baht 12,828 million at the end of 2011 mostly due to depreciation expenses in 1H/2012.

Borrowings and Shareholders' equity

The Company's *net borrowings* at the end of Q2/2012 were Baht 10,865 million, an increase of Baht 588 million from Baht 10,277 million at the end of 2011. This was mainly attributable to:

- Proceeds from long-term loans for the Thaicom 6 project.
- An increase in borrowings from change in status from account payable of property and equipment of telephone network in Cambodia; offset by
- Repayment of long-term loans by DTV and Mfone.

The Company's *shareholders' equity* at the end of Q2/2012 was Baht 14,356 million, an increase of Baht 180 million from Baht 14,176 million at the end of 2011, reflecting:

- Net profit for 1H/2012 of Baht 157 million.
- Translation gain relating to financial statements of foreign operations of Baht 23 million.

With higher net borrowings and shareholders' equity for the six month period ended 30 June 2012, the ratio of net borrowings to equity at the end of Q2/2012 was 0.76 times, slightly up from 0.72 times at the end of 2011.

Cash flow

45.3% yoy increase in operating cash flow driven by operational improvement.

Net cash flow provided by operating activities for 1H/2012 was Baht 2,259 million, rose by Baht 704 million or 45.3% from Baht 1,555 million in 1H/2011, due mainly to operational improvement for 1H/2012. Operating profit for 1H/2012 was Baht 395 million, while operating loss was Baht 51 million for 1H/2011.

Net cash flow used in investing activities for 1H/2012 was Baht 1,138 million, mostly for the Thaicom 6 project. For 1H/2011, net cash flow used in investing activities was Baht 919 million.

Net cash flow provided by financing activities for 1H/2012 was Baht 93 million due mainly to:

- Proceeds from long-term borrowings for the Thaicom 6 project; offset by
- Interest payment most of which consisted of debenture interests.
- Repayment of long-term borrowings by DTV and Mfone.

For 1H/2011, net cash flow provided by financing activities was Baht 39 million.

The Company had ending cash of Baht 4,080 million on 30 June 2012.

This document contains certain forward-looking statements. They refer to future events and to the future financial performance of the Companies. Forward-looking statements generally can be identified by the use of forward-looking terminology such as "may," "will," "expect," "intend," "estimate," "anticipate," "believe" or "continue." Although the Companies believe that the expectations reflected in such forward-looking statements are reasonable at this time, it can give no assurance that such expectations will prove to be correct. Given these uncertainties, readers are cautioned not to place undue reliance on such forward-looking statements.