

Total Access Communication Public Company Limited and its subsidiaries

Statement of financial position

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	31 March 2014	31 December 2013	31 March 2014	31 December 2013
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	25.3.1	9,401,848	5,472,409	3,706,435	1,328,344
Trade and other receivables	4	9,059,962	10,350,919	11,896,401	10,914,388
Inventories		1,659,501	1,683,336	1,573,144	1,588,618
Deferred cost of unearned revenue from telephone services		182,409	184,491	182,383	184,465
Other current assets	6	2,301,864	3,413,746	1,773,716	2,544,862
Total current assets		22,605,584	21,104,901	19,132,079	16,560,677
Non-current assets					
Restricted bank deposits	25.3.2	398	398	-	-
Investment in associated company	7	310,795	308,110	50,000	50,000
Investments in subsidiaries	8	-	-	2,018,897	2,018,897
Other Investments	9	16,820	16,820	16,620	16,620
Amount due from related parties	5	431	431	450,265	430,457
Loans to subsidiaries	5	-	-	14,000,000	13,000,000
Property, plant and equipment	10	17,143,855	15,120,459	3,361,990	3,535,593
Deferred right to use of equipment	11	47,760,150	50,349,088	30,362,311	32,000,735
Cost of spectrum license		12,292,863	12,514,344	-	-
Concessionary equipment under installation		2,050,767	1,978,734	2,050,767	1,978,734
Deposits and prepayment for purchase and installation of equipment		954,074	80,782	-	-
Other intangible assets		2,053,231	2,222,452	1,199,274	1,259,638
Deferred tax assets	17	748,687	913,756	1,365,822	1,565,759
Goodwill		19,172	19,172	-	-
Other non-current assets	12	421,477	424,383	333,414	343,580
Total non-current assets		83,772,720	83,948,929	55,209,360	56,200,013
Total assets		106,378,304	105,053,830	74,341,439	72,760,690

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

Total Access Communication Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	31 March 2014	31 December 2013	31 March 2014	31 December 2013
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	13	28,688,833	28,189,929	21,792,383	21,149,949
Current portion of long-term loans	14	4,295,920	6,295,920	4,295,920	6,295,920
Current portion of debentures	15	2,000,000	2,000,000	2,000,000	2,000,000
Unearned revenue from telephone service		2,719,005	3,011,207	902,246	959,262
Income tax payable		1,360,076	1,093,499	1,047,181	1,018,521
Cost of spectrum license payable		3,275,437	3,243,884	-	-
Other current liabilities		776,877	1,306,064	385,499	999,121
Total current liabilities		43,116,148	45,140,503	30,423,229	32,422,773
Non-current liabilities					
Long-term loans - net of current portion	14	18,164,400	18,164,400	18,164,400	18,164,400
Debentures - net of current portion	15	5,000,000	5,000,000	5,000,000	5,000,000
Provision for long-term employee benefits		311,572	300,850	311,572	300,850
Cost of spectrum license payable		3,131,573	3,104,063	-	-
Deposit guarantee on domestic roaming agreement	5	-	-	1,750,000	1,750,000
Other non-current liabilities		630,911	623,984	630,360	623,555
Total non-current liabilities		27,238,456	27,193,297	25,856,332	25,838,805
Total liabilities		70,354,604	72,333,800	56,279,561	58,261,578
Shareholders' equity					
Share capital					
Registered					
2,372,080,630 ordinary shares of Baht 2 each		4,744,161	4,744,161	4,744,161	4,744,161
Issued and fully paid					
2,367,811,000 ordinary shares of Baht 2 each		4,735,622	4,735,622	4,735,622	4,735,622
Premium on ordinary shares	22	8,116,353	23,543,446	8,116,353	23,543,446
Retained earnings					
Appropriated - statutory reserve	22	-	560,058	-	560,058
Unappropriated (deficits)		5,526,406	2,221,800	3,562,766	(15,987,151)
		5,526,406	2,781,858	3,562,766	(15,427,093)
Other components of shareholders' equity		17,634,288	1,647,137	1,647,137	1,647,137
Equity attributable to owners of the Company		36,012,669	32,708,063	18,061,878	14,499,112
Non-controlling interest of the subsidiaries		11,031	11,967	-	-
Total shareholders' equity		36,023,700	32,720,030	18,061,878	14,499,112
Total liabilities and shareholders' equity		106,378,304	105,053,830	74,341,439	72,760,690

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

Directors

Total Access Communication Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 31 March 2014**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues from sales and services					
Revenue from telephone services		19,066,439	20,976,621	12,234,254	20,626,713
Revenue from sales of telephone sets and starter kits		3,288,162	2,902,559	3,242,817	2,902,626
Other operating income		87,094	25,498	1,982,886	61,528
Total revenues from sales and services		22,441,695	23,904,678	17,459,957	23,590,867
Cost of sales and services					
Cost of telephone services		11,370,739	13,353,422	8,955,928	13,499,993
Cost of sales of telephone sets and starter kits		3,314,316	2,805,483	3,240,078	2,805,119
Total cost of sales and services		14,685,055	16,158,905	12,196,006	16,305,112
Gross profit		7,756,640	7,745,773	5,263,951	7,285,755
Interest income		32,093	27,071	130,109	89,760
Gain on foreign exchange		35,903	96,677	-	73,564
Other income		88,398	39,118	1,826,758	16,954
Income before expenses		7,913,034	7,908,639	7,220,818	7,466,033
Selling and service expenses		(1,272,093)	(776,079)	(931,085)	(772,185)
Administrative expenses		(2,153,532)	(2,968,016)	(1,970,104)	(2,931,362)
Loss on foreign exchange		-	-	(15,186)	-
Total expenses		(3,425,625)	(3,744,095)	(2,916,375)	(3,703,547)
Profit before share of income from investment in associate, finance cost and income tax expenses		4,487,409	4,164,544	4,304,443	3,762,486
Share of income from investment in associated company	7	2,685	5,764	-	-
Profit before finance cost and income tax expenses		4,490,094	4,170,308	4,304,443	3,762,486
Finance cost	16	(352,760)	(361,900)	(293,689)	(293,226)
Profit before income tax expenses		4,137,334	3,808,408	4,010,754	3,469,260
Income tax expenses	17	(833,664)	(781,100)	(447,988)	(702,864)
Profit for the period		3,303,670	3,027,308	3,562,766	2,766,396
Profit attributable to:					
Equity holders of the Company		3,304,606	3,027,942	3,562,766	2,766,396
Non-controlling interests of the subsidiaries		(936)	(634)		
		<u>3,303,670</u>	<u>3,027,308</u>		
Earnings per share (Baht)					
18					
Basic earnings per share					
Profit attributable to equity holders of the Company		1.40	1.28	1.50	1.17

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

(Unaudited but reviewed)

Total Access Communication Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2014

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Profit for the period	3,303,670	3,027,308	3,562,766	2,766,396
Other comprehensive income:				
Actuarial gains (losses) arising from post-employment benefits	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	3,303,670	3,027,308	3,562,766	2,766,396
Total comprehensive income attributable to:				
Equity holders of the Company	3,304,606	3,027,942	3,562,766	2,766,396
Non-controlling interests of the subsidiaries	(936)	(634)		
	3,303,670	3,027,308		

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

Total Access Communication Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2014

(Unit: Thousand Baht)

	Consolidated financial statements													
	Equity attributable to owners of the Company													
					Other components of equity									
					Capital surplus of subsidiary arising as a result of the Company's purchase of the subsidiary at a price lower than the net book value of the subsidiary at the acquisition date			Adjustment resulting from reduction of legal reserve and premium on ordinary share to offset the parent company's deficits		Total other components of equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity	
	Issued and paid-up share capital	Premium on ordinary shares	Appropriated - statutory reserve	Unappropriated										
Balance as at 1 January 2013	4,735,622	23,543,446	560,058	4,343,964	1,647,137	-	1,647,137	34,830,227	14,530	34,844,757				
Dividend paid (Note 21)	-	-	-	(3,930,566)	-	-	-	(3,930,566)	-	(3,930,566)				
Total comprehensive income for the period	-	-	-	3,027,942	-	-	-	3,027,942	(634)	3,027,308				
Balance as at 31 March 2013	4,735,622	23,543,446	560,058	3,441,340	1,647,137	-	1,647,137	33,927,603	13,896	33,941,499				
Balance as at 31 December 2013	4,735,622	23,543,446	560,058	2,221,800	1,647,137	-	1,647,137	32,708,063	11,967	32,720,030				
Reduction of legal reserve and premium on ordinary shares to offset the deficits (Note 22)	-	(15,427,093)	(560,058)	-	-	15,987,151	15,987,151	-	-	-				
Total comprehensive income for the period	-	-	-	3,304,606	-	-	-	3,304,606	(936)	3,303,670				
Balance as at 31 March 2014	4,735,622	8,116,353	-	5,526,406	1,647,137	15,987,151	17,634,288	36,012,669	11,031	36,023,700				
	-	-	-	-	-	-	-	-	-	-				

(Unaudited but reviewed)

Total Access Communication Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2014

(Unit: Thousand Baht)

Separate financial statements						
					Other components of equity	
					Capital surplus of subsidiary	
					arising as a result of the Company's purchase of the subsidiary at a price lower than the net book value	
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		of the subsidiary at the acquisition date	Total shareholders' equity
			Appropriated - statutory reserve	Unappropriated		
Balance as at 1 January 2013	4,735,622	23,543,446	560,058	3,835,766	1,647,137	34,322,029
Dividend paid (Note 21)	-	-	-	(3,930,566)	-	(3,930,566)
Total comprehensive income for the period	-	-	-	2,766,396	-	2,766,396
Balance as at 31 March 2013	4,735,622	23,543,446	560,058	2,671,596	1,647,137	33,157,859
Balance as at 31 December 2013	4,735,622	23,543,446	560,058	(15,987,151)	1,647,137	14,499,112
Reduction of legal reserve and premium on ordinary shares to offset the deficits (Note 22)	-	(15,427,093)	(560,058)	15,987,151	-	-
Total comprehensive income for the period	-	-	-	3,562,766	-	3,562,766
Balance as at 31 March 2014	4,735,622	8,116,353	-	3,562,766	1,647,137	18,061,878
	-	-	-	-	-	-

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

(Unaudited but reviewed)

Total Access Communication Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2014**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Cash flows from operating activities				
Profit before income tax expenses	4,137,334	3,808,408	4,010,754	3,469,260
Adjustments to reconcile profit before tax to cash provided by (paid from) operating activities:				
Share of income from investment in associated company	(2,685)	(5,764)	-	-
Dividend received from other investments	-	(125)	-	(125)
Reversal of allowance for inventory obsolescence	(9,049)	(390)	(9,049)	(390)
Allowance for doubtful accounts -				
trade and other receivables	105,803	325,440	37,752	324,184
Depreciation and amortisation (Note 19)	3,833,705	2,938,332	2,139,453	2,900,163
Write-off of building and equipment	3,771	3,452	-	663
Write-off of other intangible assets	332	500,218	-	498,503
(Gain) loss from disposal of equipment	(57,765)	(11,384)	(4,669)	47
Provision for asset retirement obligation	1,694	1,561	1,689	1,561
Provision for long-term employee benefits	10,722	13,608	10,722	13,608
Finance costs	346,693	349,685	287,627	281,011
Income from operating activities before changes in operating assets and liabilities	8,370,555	7,923,041	6,474,279	7,488,485
Decrease (increase) in operating assets				
Trade and other receivables	1,185,154	(661,545)	(1,019,766)	(630,371)
Inventories	32,884	4,644	24,523	5,012
Other current assets	1,022,511	915,851	773,228	1,004,095
Other non-current assets	(6,944)	9,552	338	9,333
Increase (decrease) in operating liabilities				
Trade and other payables	1,726,862	4,555,030	1,202,292	4,345,819
Other current liabilities	(789,833)	(732,289)	(592,410)	(817,698)
Other non-current liabilities	32,744	(13,976)	5,117	(13,965)
Cash flows from operating activities	11,573,933	12,000,308	6,867,601	11,390,710
Cash paid for interest expenses	(360,719)	(303,796)	(359,793)	(303,060)
Cash paid for corporate income tax	(310,566)	(478,986)	(219,391)	(432,934)
Tax refund	-	150,146	-	150,146
Net cash flows from operating activities	10,902,648	11,367,672	6,288,417	10,804,862

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

Total Access Communication Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the three-month period ended 31 March 2014**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Cash flows from investing activities				
Decrease in current investments	-	150,000	-	150,000
Decrease in other investments	-	-	-	400
Dividend received from other investments	-	125	-	125
Increase in amounts due from related companies	-	-	(19,807)	-
Increase in loans to subsidiary	-	-	(1,000,000)	-
Acquisition of building and equipment	(3,365,501)	(103,248)	(117,697)	(160,437)
Proceeds from sales of building and equipment	89,253	16,757	16,271	470
Acquisition of deferred right to use of equipment and equipment under installation	(681,651)	(1,462,000)	(681,651)	(1,462,000)
Cash paid for cost of spectrum license	-	(500)	-	-
Decrease in deposits and prepayment for purchase and installation of deferred right to use of equipment	-	54,603	-	54,603
Increase in deposits and prepayment for purchase and installation of equipment	(873,292)	(424,497)	-	-
Increase in other intangible assets	(142,018)	(444,911)	(107,442)	(162,256)
Net cash flows used in investing activities	(4,973,209)	(2,213,671)	(1,910,326)	(1,579,095)
Cash flows from financing activities				
Repayment of short-term loan	-	(4,000,000)	-	(4,000,000)
Repayment of long-term loan	(2,000,000)	-	(2,000,000)	-
Net cash flows used in financing activities	(2,000,000)	(4,000,000)	(2,000,000)	(4,000,000)
Net increase in cash and cash equivalents	3,929,439	5,154,001	2,378,091	5,225,767
Cash and cash equivalents at beginning of period	5,472,409	4,554,660	1,328,344	3,313,328
Cash and cash equivalents at end of period	9,401,848	9,708,661	3,706,435	8,539,095
	-	-	-	-

Supplemental cash flow information:

Non cash transactions:

Accounts payable for purchase of deferred right to use of equipment and

equipment under installation

Accounts payable for purchase of equipment

Cost of spectrum license payable

Dividend payable

Dividend receivables

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