

Bangkok Post Public Company Limited
and its subsidiaries
Review report and interim financial statements
For the three-month period ended 31 March 2019

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Bangkok Post Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Bangkok Post Public Company Limited and its subsidiaries as at 31 March 2019 and the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Bangkok Post Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Material Uncertainty Related to Going Concern

I draw attention to the matter as described in Note 1.2 to the financial statements. The Group has operating loss and as at 31 March 2019 the Group's current liabilities exceeded current assets. However, during the period, the Group has proceeded in accordance with the plan to remedy the situation. Moreover, as at 31 March 2019 the Group's total assets exceeded total liabilities with significant amount. The management believe that the Group will be able to continue as a going concern and the financial statements have therefore been prepared under the going concern basis. The Group is in the process to execute the changes in its strategic plan and improve its future operations. These events indicate that a material uncertainty exists that may cast doubt on the Group's ability to continue as a going concern. My conclusion is not qualified in respect of this matter.

Saifon Inkaew

Certified Public Accountant (Thailand) No. 4434

EY Office Limited

Bangkok: 10 May 2019

Bangkok Post Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2019

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		15,017	8,780	13,886	6,963
Trade and other receivables	3	245,964	387,999	114,360	177,342
Inventories	4	61,693	69,858	26,083	33,584
Short-term loans to related parties	2	-	-	65,677	66,677
Corporate income tax deducted at source		95,352	90,707	54,125	52,422
Other current assets		27,940	31,395	12,758	10,944
Total current assets		445,966	588,739	286,889	347,932
Non-current assets					
Investments in subsidiaries	5	-	-	206,473	206,473
Investments in joint venture	6	9,650	10,116	-	-
Investments in associate	7	-	-	-	-
Other long-term investment	8	-	-	-	-
Property, plant and equipment	9	1,428,890	1,450,416	1,416,120	1,436,542
Goodwill		94,851	94,851	-	-
Intangible assets	10	81,696	86,449	46,996	49,934
Deferred tax assets	11	53,015	50,398	38,492	36,365
Other non-current assets		2,750	3,014	310	403
Total non-current assets		1,670,852	1,695,244	1,708,391	1,729,717
Total assets		2,116,818	2,283,983	1,995,280	2,077,649

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

Bangkok Post Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2019

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)	31 March 2019 (Unaudited but reviewed)	31 December 2018 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from					
financial institutions	12	945,639	936,176	915,626	873,719
Trade and other payables	13	159,854	198,390	104,105	111,565
Short-term loans from non-controlling interests					
of the subsidiary	14	5,880	5,880	-	-
Current portion of long-term loans	15	73,000	64,000	69,000	60,000
Unearned subscription fee		45,243	46,252	40,355	40,844
Other current liabilities		37,738	56,201	24,120	34,058
Total current liabilities		1,267,354	1,306,899	1,153,206	1,120,186
Non-current liabilities					
Long-term loans, net of current portion	15	275,467	300,467	273,467	297,467
Deferred tax liabilities		188,391	188,617	183,780	183,780
Provision for long-term employee benefits		70,996	84,892	64,373	77,422
Total non-current liabilities		534,854	573,976	521,620	558,669
Total liabilities		1,802,208	1,880,875	1,674,826	1,678,855

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

Bangkok Post Public Company Limited and its subsidiaries**Statement of financial position (continued)**

As at 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
505,000,000 ordinary shares of Baht 1 each	<u>505,000</u>	<u>505,000</u>	<u>505,000</u>	<u>505,000</u>
Issued and fully paid up				
500,000,000 ordinary shares of Baht 1 each	500,000	500,000	500,000	500,000
Retained earnings				
Appropriated - statutory reserve	50,500	50,500	50,500	50,500
Unappropriated	(1,019,635)	(935,319)	(965,166)	(886,826)
Other components of shareholders' equity	<u>735,120</u>	<u>735,120</u>	<u>735,120</u>	<u>735,120</u>
Equity attributable to owners of the Company	265,985	350,301	320,454	398,794
Non-controlling interests of the subsidiaries	<u>48,625</u>	<u>52,807</u>	-	-
Total shareholders' equity	<u>314,610</u>	<u>403,108</u>	<u>320,454</u>	<u>398,794</u>
Total liabilities and shareholders' equity	<u>2,116,818</u>	<u>2,283,983</u>	<u>1,995,280</u>	<u>2,077,649</u>
	-	-	-	-

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

Directors

(Unaudited but reviewed)

Bangkok Post Public Company Limited and its subsidiaries**Statements of comprehensive income****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht except basic loss per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2019	2018	2019	2018
Sales income		47,437	56,747	46,150	54,873
Services income		160,910	222,068	96,525	130,770
Cost of sales and services		<u>(221,841)</u>	<u>(250,318)</u>	<u>(168,304)</u>	<u>(173,367)</u>
Gross profit (loss)		(13,494)	28,497	(25,629)	12,276
Selling expenses		(28,534)	(38,247)	(19,934)	(27,846)
Administrative expenses		<u>(51,750)</u>	<u>(52,384)</u>	<u>(40,840)</u>	<u>(40,236)</u>
Loss from sales and rendering of services		(93,778)	(62,134)	(86,403)	(55,806)
Share of profit (loss) from investments in joint venture	6	(466)	717	-	-
Other income		<u>6,085</u>	<u>8,408</u>	<u>9,250</u>	<u>12,137</u>
Loss before finance cost and income tax expenses		(88,159)	(53,009)	(77,153)	(43,669)
Finance cost		<u>(18,363)</u>	<u>(16,008)</u>	<u>(17,368)</u>	<u>(15,409)</u>
Loss before income tax expenses		(106,522)	(69,017)	(94,521)	(59,078)
Income tax revenues (expenses)	11	<u>5,879</u>	<u>10,534</u>	<u>4,937</u>	<u>10,721</u>
Loss for the period		<u>(100,643)</u>	<u>(58,483)</u>	<u>(89,584)</u>	<u>(48,357)</u>
Other comprehensive income:					
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial Gain		15,181	-	14,055	-
Less: Income tax effect		<u>(3,036)</u>	-	<u>(2,811)</u>	-
Other comprehensive income for the period		<u>12,145</u>	-	<u>11,244</u>	-
Total comprehensive income for the period		<u>(88,498)</u>	<u>(58,483)</u>	<u>(78,340)</u>	<u>(48,357)</u>
Profit (loss) attributable to:					
Equity holders of the Company		(96,461)	(58,855)	<u>(89,584)</u>	<u>(48,357)</u>
Non-controlling interests of the subsidiaries		<u>(4,182)</u>	<u>372</u>		
		<u>(100,643)</u>	<u>(58,483)</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		(84,316)	(58,855)	<u>(78,340)</u>	<u>(48,357)</u>
Non-controlling interests of the subsidiaries		<u>(4,182)</u>	<u>372</u>		
		<u>(88,498)</u>	<u>(58,483)</u>		
Loss per share					
16					
Basic loss per share					
Loss attributable to equity holders of the Company		<u>(0.19)</u>	<u>(0.12)</u>	<u>(0.18)</u>	<u>(0.10)</u>

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

(Unaudited but reviewed)

Bangkok Post Public Company Limited and its subsidiaries**Cash flow statements****For the three-month period ended 31 March 2019**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Cash flows from operating activities				
Loss before tax	(106,522)	(69,017)	(94,521)	(59,078)
Adjustments to reconcile loss before tax to net cash provided by (paid from) operating activities:				
Allowance for doubtful debts (reversal)	(1,367)	1,286	3,438	5,361
Reversal of allowance for sales returns	(460)	(1,034)	(460)	(1,034)
Reduction of inventory to net realisable value	708	2,348	968	2,348
Depreciation and amortisation	26,074	29,982	23,042	24,792
Gain on disposal equipment	(1,086)	(68)	(295)	(68)
Share of loss (profit) from investments in joint venture	466	(717)	-	-
Provision for long-term employee benefits	1,285	1,505	1,006	1,170
Interest expenses	18,363	16,008	17,368	15,409
Loss from operating activities before changes in operating assets and liabilities	(62,539)	(19,707)	(49,454)	(11,100)
Operating assets (increase) decrease				
Trade and other receivables	143,862	78,652	60,004	48,425
Inventories	7,457	4,555	6,533	3,378
Other current assets	3,455	1,475	(1,814)	(4,697)
Other non-current assets	264	(266)	93	(477)
Operating liabilities increase (decrease)				
Trade and other payables	(38,064)	(38,149)	(6,983)	(10,124)
Other current liabilities	(19,472)	(23,022)	(10,427)	(18,592)
Cash flows from (used in) operating activities	34,963	3,538	(2,048)	6,813
Cash paid for interest expenses	(18,282)	(17,814)	(17,293)	(15,292)
Cash paid for corporate income tax	(4,645)	(6,241)	(1,703)	(3,485)
Net cash flows from (used in) operating activities	12,036	(20,517)	(21,044)	(11,964)

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

(Unaudited but reviewed)

Bangkok Post Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the three-month period ended 31 March 2019

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Cash flows from investing activities				
Decrease in short-term loans to related parties	-	-	1,000	-
Proceeds from sales of equipment	1,616	71	698	71
Cash paid for purchase of equipment	(878)	(1,934)	(638)	(1,789)
Cash paid for purchase of computer software	-	(6)	-	(6)
Net cash flows from (used in) investing activities	<u>738</u>	<u>(1,869)</u>	<u>1,060</u>	<u>(1,724)</u>
Cash flows from financing activities				
Increase in bank overdrafts and short-term loans				
from financial institutions	9,463	33,090	41,907	23,256
Repayment of long-term loans	(16,000)	(3,000)	(15,000)	(2,500)
Net cash flows from (used in) financing activities	<u>(6,537)</u>	<u>30,090</u>	<u>26,907</u>	<u>20,756</u>
Net increase in cash and cash equivalents	6,237	7,704	6,923	7,068
Cash and cash equivalents at beginning of period	8,780	12,091	6,963	8,509
Cash and cash equivalents at end of period	<u>15,017</u>	<u>19,795</u>	<u>13,886</u>	<u>15,577</u>
	-		-	
Supplemental cash flows information:				
Non-cash item:				
Purchase of equipment and computer software				
for which cash has not been paid	812	54	812	54

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

Bangkok Post Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2019

1. General information

1.1 Corporate information

Bangkok Post Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the publishing and distribution of newspapers, magazines and books. The registered office of the Company is at address is 136 Sunthorn Kosa Road, Kwang Klong Toey, Khet Klong Toey, Bangkok.

1.2 Fundamental accounting assumptions

The Group has operating loss and as at 31 March 2019 the Group's current liabilities exceeded current assets. However, during the period, the Group has proceeded in accordance with its operating, investing and financing plans. Moreover, as at 31 March 2019 the Group's total assets exceeded total liabilities. The Group's management believe that the Group will be able to continue as a going concern and will be able to operate in accordance with amended strategic plans and improve its future operations. Therefore, the financial statements have been prepared under the going concern basis, which assets and liabilities are recorded on a basis whereby the Group will be able to realize its assets and meet its obligations in the ordinary course of business.

1.3 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.4 Basis of consolidation

These consolidated interim financial statements include the financial statements of Bangkok Post Public Company Limited and its subsidiaries and are prepared on the same basis as the consolidated financial statements for the year ended 31 December 2018, with no structural changes related to subsidiaries occurring during the current period.

1.5 New financial reporting standards

(a) Financial reporting standards that became effective in the current period

During the period, the Company and its subsidiaries have adopted the revised (revised 2018) and new financial reporting standards and interpretations which are effective for fiscal periods beginning on or after 1 January 2019. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Company's and its subsidiaries' financial statements. However, the new standard involves changes to key principles, which are summarised below:

IFRS 15 Revenue from Contracts with Customers

IFRS 15 supersedes the following accounting standards together with related interpretations.

TAS 11 (revised 2017)	Construction Contracts
TAS 18 (revised 2017)	Revenue
TSIC 31 (revised 2017)	Revenue - Barter Transactions Involving Advertising Services
TFRIC 13 (revised 2017)	Customer Loyalty Programmes
TFRIC 15 (revised 2017)	Agreements for the Construction of Real Estate
TFRIC 18 (revised 2017)	Transfers of Assets from Customers

Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

This standard does not have any significant impact on the Company's and its subsidiaries' financial statements.

(b) Financial reporting standards that became effective for fiscal years beginning on or after 1 January 2020

The Federation of Accounting Professions issued a number of new financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2020. These new standards involve changes to key principles, which are summarised below.

Financial reporting standards related to financial instruments

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations:

TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The management of the Company and its subsidiaries is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

TFRS 16 Leases

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under TAS 17.

The management of the Company and its subsidiaries is currently evaluating the impact of this standard on the financial statements in the year when it is adopted.

1.6 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2018.

2. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

	For the three-month period ended 31 March				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Purchase of goods	-	-	2	3	Market price
Rental income	-	-	3	3	Market price
Management income	-	-	2	2	Contract price
Transactions with joint venture					
Purchase of goods	-	1	-	1	Market price
Management income	2	2	1	1	Contract price

(Unaudited but reviewed)

The balances of the accounts as at 31 March 2019 and 31 December 2018 between the Company and those related companies are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
		(Audited)		(Audited)
<u>Trade and other receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	56,581	51,085
Joint venture	2,735	2,487	776	1,211
Less: Allowance for doubtful accounts	-	-	(52,848)	(48,199)
Total trade and other receivables - related parties	2,735	2,487	4,509	4,097
<u>Trade and other payables - related parties (Note 13)</u>				
Subsidiaries	-	-	3,146	2,940
Joint venture	1,872	2,964	1,499	1,871
Total trade and other payables - related parties	1,872	2,964	4,645	4,811

Short-term loans to related parties

As at 31 March 2019 and 31 December 2018, the balance of short-term loans between the Company and those related parties and the movement are as follows:

(Unit: Thousand Baht)

		Separate financial statements		
		Balance as at	Decrease	Balance as at
Loans to related parties	Related by	31 December 2018	during the period	31 March 2019
Post International Media Co., Ltd.	Subsidiary	61,000	-	61,000
Post News Co., Ltd.	Subsidiary	6,120	-	6,120
Post TV Co., Ltd.	Subsidiary	338,659	(1,000)	337,659
		405,779	(1,000)	404,779
Less: Allowance for doubtful accounts		(339,102)	-	(339,102)
Total		66,677	(1,000)	65,677

(Unaudited but reviewed)

Directors and management's benefits

During the three-month period ended 31 March 2019 and 2018, the Company and its subsidiaries incurred employee benefits expenses payable to their directors and management as follows:

(Unit: Million Baht)

	For the three-month period ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Short-term employee benefits	8	9	4	5

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
	(Audited)		(Audited)	
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	716	17	-	132
Past due				
Up to 3 months	1,341	35	589	-
6 - 12 months	-	578	-	578
Total trade receivables - related parties	2,057	630	589	710
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	73,573	141,770	47,597	68,174
Past due				
Up to 3 months	75,467	115,929	49,457	84,159
3 - 6 months	8,817	10,731	4,087	8,709
6 - 12 months	8,264	21,019	2,128	3,390
Over 12 months	32,924	34,983	11,591	15,372
Total	199,045	324,432	114,860	179,804
Less: Allowance for doubtful debts	(15,204)	(18,135)	(12,308)	(15,083)
Allowance for sales returns	(1,836)	(2,296)	(1,836)	(2,296)
Total trade receivables - unrelated parties, net	182,005	304,001	100,716	162,425
Total trade receivables - net	184,062	304,631	101,305	163,135

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
	(Audited)		(Audited)	
<u>Other receivables</u>				
Unbilled revenue	61,224	81,511	9,135	10,820
Amounts due from related parties	678	1,857	56,768	51,586
Less: Allowance for doubtful debts	-	-	(52,848)	(48,199)
Total other receivables - net	61,902	83,368	13,055	14,207
Trade and other receivables - net	245,964	387,999	114,360	177,342

4. Allowance to reduce cost to net realisable value

Movements in the allowance to reduce cost of the inventory to net realisable value during the three-month period ended 31 March 2019 are summarised below.

(Unit: Thousand Baht)

	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2019	49,141	33,396
Add: Reduce cost to net realisable value of inventory account	708	968
Balance as at 31 March 2019	49,849	34,364

5. Investments in subsidiaries

(Unit: Thousand Baht)

Company's name	Separate financial statements	
	Carrying amount based on cost method	
	31 March 2019	31 December 2018
	(Audited)	
Post-IM Plus Company Limited	2	2
Post International Media Company Limited	100,890	100,890
Post News Company Limited ⁽¹⁾	5,100	5,100
Mushroom Group Company Limited	178,690	178,690
Post New Media Company Limited	25,000	25,000
Total	309,682	309,682
Less: Allowance for loss from investment	(103,209)	(103,209)
Investments in subsidiaries - net	206,473	206,473

⁽¹⁾ Post News Company Limited is in the process of liquidation.

(Unaudited but reviewed)

6. Investments in joint venture

(Unit: Thousand Baht)

Joint venture	Consolidated financial statements			
	Cost		Carrying amount based on equity method	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
		(Audited)		(Audited)
Bangkok Post-Bauer Media Co., Ltd.	11,500	11,500	9,650	10,116

The Company recognised its share of comprehensive income from investments in the joint ventures in the consolidated financial statements and dividend income in the separate financial statements for the three-month period ended 31 March 2019 and 2018 as follows:

(Unit: Thousand Baht)

Joint venture	Share of profit (loss) from investments in joint venture during the period		Share of other comprehensive income from investments in joint venture during the period		Dividend received during the period	
	2019	2018	2019	2018	2019	2018
	Bangkok Post-Bauer Media Co., Ltd.	(466)	717	-	-	-

7. Investment in associate

(Unit: Thousand Baht)

Company's name	Carrying amount based on equity method			
	Cost		on equity method	
	31 March	31 December	31 March	31 December
	2019	2018	2019	2018
		(Audited)		(Audited)
Flash News Co., Ltd.	10,000	10,000	2,704	2,704
Less: Allowance for loss from investment	(10,000)	(10,000)	(2,704)	(2,704)
Net	-	-	-	-

(Unaudited but reviewed)

8. Long-term investment

(Unit: Thousand Baht)

	Paid up Capital	Equity interest Percent	Cost	
			31 March 2019	31 December 2018
Singapore Press Holdings Limited	27,393,300	-	16	16
Less: Allowance for loss from investments			(16)	(16)
Net			-	-

9. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2019 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2019	1,450,416	1,436,542
Acquisitions during period - at cost	325	85
Disposals during period - net book value at disposal date	(530)	(403)
Depreciation for the period	(21,321)	(20,104)
Net book value as at 31 March 2019	<u>1,428,890</u>	<u>1,416,120</u>

The Company mortgaged its land with structure with net book value of Baht 615 million for credit facilities received from bank.

10. Intangible assets

Movements of the intangible assets account during the three-month period ended 31 March 2019 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2019	86,449	49,934
Amortisation for the period	(4,753)	(2,938)
Net book value as at 31 March 2019	<u>81,696</u>	<u>46,996</u>

11. Deferred tax assets/Income tax

Interim corporate income tax was calculated on loss before income tax for the period, after adding back disallowable expenses and deducting income which is exempted for tax computation purposes, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2019 and 2018 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month period ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Current income tax:				
Interim corporate income tax charge	-	845	-	-
Deferred tax:				
Relating to origination of temporary differences				
during the period	<u>(5,879)</u>	<u>(11,379)</u>	<u>(4,937)</u>	<u>(10,721)</u>
Income tax expenses (income) reported in the				
 statements of comprehensive income	<u>(5,879)</u>	<u>(10,534)</u>	<u>(4,937)</u>	<u>(10,721)</u>

12. Bank overdrafts and short-term loans from financial institutions

		(Unit: Thousand Baht)			
		Consolidated		Separate	
		financial statements		financial statements	
		Interest rate (percent per annum)	31 March 2019	31 December 2018	31 March 2019
			(Audited)		(Audited)
Bank overdrafts	MOR	41,501	51,176	15,626	3,719
Short-term loans from financial institutions	MMR	<u>904,138</u>	<u>885,000</u>	<u>900,000</u>	<u>870,000</u>
Total		<u>945,639</u>	<u>936,176</u>	<u>915,626</u>	<u>873,719</u>

(Unaudited but reviewed)

13. Trade and other payables

	Consolidated		(Unit: Thousand Baht) Separate	
	financial statements	financial statements	financial statements	financial statements
	31 March 2019	31 December 2018	31 March 2019	31 December 2018
		(Audited)		(Audited)
Trade payables - related parties	1,436	1,871	4,570	4,792
Trade payables - unrelated parties	65,331	100,175	24,368	35,126
Amounts due to related parties	436	1,093	75	19
Accrued expenses	61,956	66,644	45,069	43,796
Other payables	30,695	28,607	30,023	27,832
Total trade and other payables	<u>159,854</u>	<u>198,390</u>	<u>104,105</u>	<u>111,565</u>

14. Short-term loans from non-controlling interests of the subsidiary

As at 31 March 2019, a subsidiary had short-term Baht loans from its shareholders who have non-controlling interests. The loans carry interest at the rates with reference to Minimum Loan Rate a commercial bank charges to its prime customers, and repayable on demand.

15. Long-term loans

Movements in the long-term loans account during the three-month period ended 31 March 2019 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2019	364,467	357,467
Less: Repayment	<u>(16,000)</u>	<u>(15,000)</u>
Balance as at 31 March 2019	348,467	342,467
Less: Current portion	<u>(73,000)</u>	<u>(69,000)</u>
Long-term loans - net of current portion	<u>275,467</u>	<u>273,467</u>

The long-term loan agreements require the Company to maintain a debt-to-equity ratio of not more than 2.25 times. However, the Company has been permitted by the lender to maintain the ratio at a rate higher than that prescribed in the agreement in respect of the 2018 financial statement.

16. Loss per share

Basic loss per share is calculated by dividing loss for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

17. Segment information

The Company and its subsidiaries are organised into business units based on its products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month periods ended 31 March 2019 and 2018, respectively.

	(Unit: Thousand Baht)					
	Publishing and advertising segment	Production of television programs segment	Other segments	Total segments	Adjustments and eliminations of inter-segment	Consolidated
For the three-month period ended 31 March 2019						
Revenue						
Revenue from external customers	153,752	27,675	26,920	208,347	-	208,347
Inter-segment revenue	1,845	-	-	1,845	(1,845)	-
Segment profit (loss)	(58,581)	(378)	14,333	(44,626)	2,598	(42,028)

	(Unit: Thousand Baht)					
	Publishing and advertising segment	Production of television programs segment	Other segments	Total segments	Adjustments and eliminations of inter-segment	Consolidated
For the three-month period ended 31 March 2018						
Revenue						
Revenue from external customers	197,011	65,249	16,554	278,814	-	278,814
Inter-segment revenue	2,842	166	-	3,008	(3,008)	-
Segment profit (loss)	(21,084)	9,994	234	(10,856)	1,106	(9,750)

18. Commitments and contingent liabilities**18.1 Capital and long-term service commitments**

As at 31 March 2019 and 31 December 2018, the Company and its subsidiaries had commitments relating to the improvement of building, the acquisition of equipment and the bookkeeping as follows:

	(Unit: Million Baht)	
	31 March 2019	31 December 2018
Payable:		
In up to 1 year	28	66
In over 1 and up to 5 years	-	165
In over 5 years	-	51

18.2 Long-term service commitments

The subsidiary and joint venture entity have entered into trademark agreements under which foreign companies granted their permission to use their trademarks. The subsidiary and joint venture entity are obliged to pay the counterparties service fees, calculated in accordance with the conditions and at rates stipulated in the agreements.

18.3 Guarantees

As at 31 March 2019, there were outstanding bank guarantees of approximately Baht 14 million (31 December 2018: Baht 15 million) issued in the normal course of business of the Company and subsidiaries.

19. Events after the reporting period

On 5 April 2019, The Labor Protection Act (No. 7) B.E. 2562 was announced in the Royal Gazette. This stipulates additional legal severance pay rates for employees who have worked for an uninterrupted period of twenty years or more, with such employees entitled to receive not less than 400 days' compensation at the latest wage rate. The law is effective from 5 May 2019. This change is considered a post-employment benefits plan amendment and the Company and its subsidiaries have additional long-term employee benefit liabilities of Baht 12 million (The Company only: Baht 10 million) as a result. The Company and its subsidiaries will reflect the effect of the change by recognising past service costs as expenses in the income statement of the period in which the law is effective, which is the second quarter of 2019.

20. Reclassification

The Company has reclassified items in the comprehensive income for the three-month period ended 31 March 2018. For compression purpose, the reclassifications have been made in accordance with the presentation of the financial statements as at 31 March 2019 as follow:

(Unit: Thousand Baht)

	Consolidated financial statements for the three-month period ended 31 March 2018		Separate financial statements for the three-month period ended 31 March 2018	
	As reclassified	As previously reported	As reclassified	As brought forward
Statements of comprehensive income				
Sales and services income	-	281,026	-	187,854
Sales income	56,747	-	54,873	-
Service income	222,067	-	130,770	-
Selling expenses	(38,247)	(40,458)	(27,846)	(30,057)

The reclassifications had no effect to previously reported loss or shareholders' equity

21. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 10 May 2019.