

The Post Publishing Public Company Limited
and its subsidiaries
Report and consolidated interim financial statements
For the three-month period ended
31 March 2012

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of The Post Publishing Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of The Post Publishing Public Company Limited and its subsidiaries as at 31 March 2012, the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month periods ended 31 March 2012 and 2011, as well as the condensed notes to the consolidated financial statements, and have also reviewed the separate financial information of The Post Publishing Public Company Limited for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of review

I conducted my reviews in accordance with 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 auditing standards 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 reviews, 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 Accounting Standard 34 *Interim Financial Reporting*.

Statements of financial position as at 31 December 2011 for comparative purposes

I have previously audited the consolidated financial statements of The Post Publishing Public Company Limited and its subsidiaries and the separate financial statements of The Post Publishing Public Company Limited for the year ended 31 December 2011 in accordance with auditing standards, and expressed an unqualified opinion on those statements under my report dated 13 February 2012. The consolidated and separate statements of financial position as at 31 December 2011, as presented herein for comparative purposes, formed an integral part of those financial statements. I have not performed any other audit procedures subsequent to the date of the above report.

Narong Puntawong
Certified Public Accountant (Thailand) No. 3315

Ernst & Young Office Limited
Bangkok: 4 May 2012

The Post Publishing Public Company Limited and its subsidiaries

Statements of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2012	31 December 2011	31 March 2012	31 December 2011
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		90,516	64,311	8,115	8,340
Trade and other receivables	3	472,829	457,730	390,956	328,464
Inventories	4	128,878	120,973	125,623	114,457
Prepaid corporate income tax		53,510	46,897	47,664	41,723
Other current assets		27,486	22,297	23,872	17,489
Total current assets		773,219	712,208	596,230	510,473
Non-current assets					
Long-term loans to related parties	2	-	-	6,120	6,120
Investments in subsidiaries	5	-	-	106,017	106,017
Investment in associate	6	-	-	-	-
Other long-term investment		16	16	16	16
Property, plant and equipment	7	909,950	933,803	899,437	923,100
Goodwill		53,769	53,769	-	-
Other intangible assets - computer software	8	106,059	106,190	103,883	104,132
Deferred tax assets	9	55,713	53,532	45,979	43,768
Other non-current assets		8,567	8,537	2,200	2,174
Total non-current assets		1,134,074	1,155,847	1,163,652	1,185,327
Total assets		1,907,293	1,868,055	1,759,882	1,695,800

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

The Post Publishing Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2012	31 December 2011	31 March 2012	31 December 2011
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from					
financial institutions	10	136,604	50,582	126,604	30,582
Trade and other payables	11	283,810	300,637	254,650	256,919
Current portion of long-term loans	12	115,000	122,500	115,000	122,500
Current portion of liabilities under finance lease agreements		1,134	1,015	1,134	1,015
Short-term loans from related party	2	-	-	16,000	6,000
Income tax payable		12,093	10,194	-	-
Unearned subscription fee		65,418	69,561	59,139	62,497
Other current liabilities		84,124	87,114	74,424	72,306
Total current liabilities		698,183	641,603	646,951	551,819
Non-current liabilities					
Long-term loan from non-controlling interests of the subsidiary	13	5,880	5,880	-	-
Long-term loans, net of current portion	12	325,000	350,000	325,000	350,000
Liabilities under finance lease agreements - net of current portion		3,965	3,861	3,965	3,861
Provision for long-term employee benefits		73,188	71,525	71,629	70,091
Total non-current liabilities		408,033	431,266	400,594	423,952
Total liabilities		1,106,216	1,072,869	1,047,545	975,771

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

The Post Publishing Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>31 March 2012</u>	<u>31 December 2011</u>	<u>31 March 2012</u>	<u>31 December 2011</u>
	(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	<u>246,234</u>	<u>241,210</u>	<u>161,837</u>	<u>169,529</u>
Equity attributable to owners of the Company	796,734	791,710	712,337	720,029
Non-controlling interests of the subsidiary	<u>4,343</u>	<u>3,476</u>	-	-
Total shareholders' equity	<u>801,077</u>	<u>795,186</u>	<u>712,337</u>	<u>720,029</u>
Total liabilities and shareholders' equity	<u>1,907,293</u>	<u>1,868,055</u>	<u>1,759,882</u>	<u>1,695,800</u>
	-	-	-	-

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

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Directors
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(Unaudited but reviewed)

The Post Publishing Public Company Limited and its subsidiaries**Statements of comprehensive income**

For the three-month periods ended 31 March 2012 and 2011

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

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Sales and services income	14	527,240	450,858	453,062	378,140
Costs of sales and services		<u>(390,457)</u>	<u>(311,238)</u>	<u>(345,180)</u>	<u>(268,278)</u>
Gross profit		136,783	139,620	107,882	109,862
Selling expenses		<u>(69,759)</u>	<u>(53,924)</u>	<u>(69,735)</u>	<u>(47,630)</u>
Administrative expenses		<u>(62,251)</u>	<u>(64,348)</u>	<u>(50,004)</u>	<u>(50,305)</u>
Profit (loss) from sales and services		4,773	21,348	(11,857)	11,927
Other income		<u>8,979</u>	<u>8,457</u>	<u>7,894</u>	<u>6,528</u>
Profit (loss) before finance cost and income tax		13,752	29,805	(3,963)	18,455
Finance cost		<u>(6,272)</u>	<u>(5,573)</u>	<u>(5,940)</u>	<u>(5,222)</u>
Profit (loss) before income tax		7,480	24,232	(9,903)	13,233
Income tax	9	<u>(1,589)</u>	<u>(7,739)</u>	<u>2,211</u>	<u>(4,431)</u>
Profit (loss) for the period		5,891	16,493	(7,692)	8,802
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		<u>5,891</u>	<u>16,493</u>	<u>(7,692)</u>	<u>8,802</u>
Profit (loss) attributable to:					
Equity holders of the Company		5,024	16,412	<u>(7,692)</u>	<u>8,802</u>
Non-controlling interests of the subsidiary		<u>867</u>	<u>81</u>		
		<u>5,891</u>	<u>16,493</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		5,024	16,412	<u>(7,692)</u>	<u>8,802</u>
Non-controlling interests of the subsidiary		<u>867</u>	<u>81</u>		
		<u>5,891</u>	<u>16,493</u>		
Earnings per share					
15					
Basic earnings per share					
Profit (loss) attributable to equity holders of the Company		<u>0.01</u>	<u>0.03</u>	<u>(0.02)</u>	<u>0.02</u>

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

(Unaudited but reviewed)

The Post Publishing Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the three-month periods ended 31 March 2012 and 2011

(Unit: Thousand Baht)

Consolidated financial statements						
Equity attributable to the owners of the Company						
Ordinary shares - issued and fully paid	Retained earnings		Total equity attributable to the owners of the Company	Equity attributable to non-controlling interests of the subsidiary		Total shareholders' equity
	Appropriated - statutory reserve	Unappropriated				
Balance as at 31 December 2010	500,000	50,500	285,374	835,874	-	835,874
Cumulative effect of the change in accounting policy for employee benefits	-	-	(49,750)	(49,750)	-	(49,750)
Total comprehensive income for the period	-	-	16,412	16,412	81	16,493
Balance as at 31 March 2011	<u>500,000</u>	<u>50,500</u>	<u>252,036</u>	<u>802,536</u>	<u>81</u>	<u>802,617</u>
Balance as at 31 December 2011	500,000	50,500	241,210	791,710	3,476	795,186
Total comprehensive income for the period	-	-	5,024	5,024	867	5,891
Balance as at 31 March 2012	<u>500,000</u>	<u>50,500</u>	<u>246,234</u>	<u>796,734</u>	<u>4,343</u>	<u>801,077</u>

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

(Unaudited but reviewed)

The Post Publishing Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the three-month periods ended 31 March 2012 and 2011

(Unit: Thousand Baht)

	Separate financial statements			Total shareholders' equity
	Ordinary shares - issued and fully paid	Retained earnings Appropriated - statutory reserve	Unappropriated	
Balance as at 31 December 2010	500,000	50,500	233,516	784,016
Cumulative effect of the change in accounting policy for employee benefits	-	-	(48,994)	(48,994)
Total comprehensive income for the period	-	-	8,802	8,802
Balance as at 31 March 2011	<u>500,000</u>	<u>50,500</u>	<u>193,324</u>	<u>743,824</u>
Balance as at 31 December 2011	500,000	50,500	169,529	720,029
Total comprehensive income for the period	-	-	(7,692)	(7,692)
Balance as at 31 March 2012	<u>500,000</u>	<u>50,500</u>	<u>161,837</u>	<u>712,337</u>

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

(Unaudited but reviewed)

The Post Publishing Public Company Limited and its subsidiaries

Cash flow statements

For the three-month periods ended 31 March 2012 and 2011

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Cash flows from operating activities				
Profit (loss) before tax	7,480	24,232	(9,903)	13,233
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Allowance for doubtful debts (reversal)	1,081	(752)	552	(964)
Allowance for sales returns (reversal)	896	(1,668)	896	(1,668)
Allowance to reduce cost to net realisable value	4,530	3,447	4,530	3,408
Depreciation and amortisation	34,850	40,378	33,657	31,818
Gain on disposal of equipment	(492)	(92)	(492)	(92)
Reversal of allowance for impairment of computer software	(278)	(275)	(278)	(275)
Provision for long-term employee benefits	1,663	1,638	1,538	1,600
Interest expenses	<u>6,272</u>	<u>5,573</u>	<u>5,940</u>	<u>5,222</u>
Profit from operating activities before changes in operating assets and liabilities	56,002	72,481	36,440	52,282
Operating assets (increase) decrease				
Trade and other receivables	(17,076)	60,676	(63,940)	28,922
Inventories	(12,435)	(8,739)	(15,696)	(8,245)
Other current assets	(5,189)	(4,512)	(6,383)	(3,676)
Other non-current assets	(30)	(928)	(26)	(931)
Operating liabilities increase (decrease)				
Trade and other payables	(13,745)	4,914	307	14,261
Other current liabilities	<u>(7,133)</u>	<u>(15,716)</u>	<u>(1,240)</u>	<u>(11,153)</u>
Cash flows from (used in) operating activities	394	108,176	(50,538)	71,460
Cash paid for interest expenses	(6,910)	(5,156)	(5,839)	(5,068)
Cash paid for corporate income tax	<u>(8,484)</u>	<u>(8,105)</u>	<u>(5,941)</u>	<u>(5,931)</u>
Net cash flows from (used in) operating activities	<u>(15,000)</u>	<u>94,915</u>	<u>(62,318)</u>	<u>60,461</u>

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

(Unaudited but reviewed)

The Post Publishing Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the three-month periods ended 31 March 2012 and 2011

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Cash flows from investing activities				
Proceeds from sales of equipment	492	92	492	92
Cash paid for purchase of right to use equipment	-	(2,268)	-	-
Cash paid for purchase of equipment	(8,860)	(6,429)	(8,231)	(5,373)
Cash paid for purchase of computer software	(3,591)	(6,736)	(3,332)	(6,736)
Net cash flows used in investing activities	(11,959)	(15,341)	(11,071)	(12,017)
Cash flows from financing activities				
Increase in short-term loans from financial institutions	86,022	-	96,022	-
Repayment of long-term loans from banks	(32,500)	(32,500)	(32,500)	(32,500)
Repayment of liabilities under finance lease agreements	(358)	-	(358)	-
Increase in loans from subsidiary	-	-	10,000	-
Net cash flows from (used in) financing activities	53,164	(32,500)	73,164	(32,500)
Net increase in cash and cash equivalents	26,205	47,074	(225)	15,944
Cash and cash equivalents at beginning of period	64,311	60,514	8,340	6,745
Cash and cash equivalents at end of period	90,516	107,588	8,115	22,689
	-	-	-	-
Supplemental cash flows information:				
Non-cash items				
Purchase of deferred right to use equipment				
for which cash has not been paid	-	7,540	-	-
Purchase of equipment and computer software				
for which cash has not been paid	4,681	1,787	4,265	1,268
Purchase of vehicles under finance lease agreements	498	-	498	-

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

The Post Publishing Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2012

1. General information

1.1 Corporate information

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

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2009) "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.

1.3 Basis of consolidation

These consolidated financial statements include the financial statements of The Post Publishing Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2011.

1.4 Application of new accounting standards

During the current period, the Federation of Accounting Professions issued new Financial Reporting Standards No. 8 "Operating Segments" that is effective for fiscal years beginning on or after 1 January 2013.

The management of the Company and its subsidiaries believe that the above accounting standard will not have any significant impact on the financial statements for the year when it is initially applied.

1.5 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 2011.

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.

	For the three-month periods ended 31 March				(Unit: Million Baht)
	Consolidated		Separate		Transfer pricing policy
	financial statements		financial statements		
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	
Transactions with subsidiaries					
(eliminated from the consolidated financial statements)					
Purchase of goods	-	-	10	7	Market price
Rental income	-	-	1	2	Market price
Advertising income	-	-	11	4	Market price
Television production service income	-	-	14	15	Contract price
Advertising expenses	-	-	10	4	Market price
Rental expenses of television air time	-	-	2	-	Market price
Transactions with jointly controlled entity					
(eliminated from the consolidated financial statements at the Company's proportionate interest)					
Purchase of goods	5	4	9	8	Market price

(Unaudited but reviewed)

The balances of the accounts as at 31 March 2012 and 31 December 2011 between the Company and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2012	31 December 2011 (Audited)	31 March 2012	31 December 2011 (Audited)
<u>Trade and other receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	28,468	18,375
Jointly controlled entity	3	3	6	6
Associate	2	-	2	-
Total trade and other receivables - related parties	5	3	28,476	18,381
<u>Long-term loans to related parties</u>				
Subsidiary	-	-	6,120	6,120
Associate	600	600	600	600
Less: Allowance for loss from loan	(600)	(600)	(600)	(600)
Total long-term loans to related parties - net	-	-	6,120	6,120
<u>Trade and other payables - related parties (Note 11)</u>				
Subsidiaries	-	-	18,956	12,726
Jointly controlled entity	4,699	3,103	9,565	6,333
Associate	-	5	-	5
Total trade and other payables - related parties	4,699	3,108	28,521	19,064
<u>Short-term loans from related party</u>				
Subsidiary	-	-	16,000	6,000
Total short-term loans from related party	-	-	16,000	6,000

The above short-term loans are repayable on demand and subject to interest at the rate reference to the 12-month fixed deposit of a local commercial bank.

(Unaudited but reviewed)

During the three-month period ended 31 March 2012, the movement of the above short-term loans to related party are as follows:

(Unit: Thousand Baht)

	Separate financial statements			Balance as at 31 March 2012
	Balance as at 1 January 2012	During the period		
		Increase	Decrease	
Post International Media Co., Ltd.	6,000	10,000	-	16,000

Management's remunerations

During the three-month period ended 31 March 2012, the Company and its subsidiaries had employee benefits payable to their directors and management recognised as expenses totaling Baht 24 million (Separate financial statements: Baht 15 million) (2011: Baht 19 million (Separate financial statements: Baht 13 million)).

Guarantee obligation with related party

The Company has outstanding guarantee obligation with a subsidiary, as described in Note 17.4 (a) to the financial statements.

(Unaudited but reviewed)

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2012	2011	2012	2011
		(Audited)		(Audited)
<u>Trade receivables - related party</u>				
Age on the basis of due dates				
Not yet due	-	-	10,804	4,667
Past due				
Up to 3 months	-	-	13,161	13,161
3 - 6 months	-	-	4,387	-
Total trade receivables - related party	-	-	28,352	17,828
<u>Trade receivables - unrelated parties</u>				
Age on the basis of due dates				
Not yet due	248,420	222,899	181,522	156,886
Past due				
Up to 3 months	207,123	211,537	167,273	133,571
3 - 6 months	16,351	17,996	13,858	16,818
6 - 12 months	4,606	8,655	4,339	6,961
Over 12 months	13,739	12,800	10,988	9,899
Total	490,239	473,887	377,980	324,135
Less: Allowance for doubtful accounts	(13,900)	(14,450)	(10,184)	(9,632)
Allowance for sales returns	(5,316)	(4,420)	(5,316)	(4,420)
Total trade receivables - unrelated parties, net	471,023	455,017	362,480	310,083
Total trade receivables - net	471,023	455,017	390,832	327,911
<u>Other receivables</u>				
Amounts due from related parties	5	3	124	553
Other receivables	1,801	2,710	-	-
Total other receivables	1,806	2,713	124	553
Trade and other receivables - net	472,829	457,730	390,956	328,464

4. Allowance to reduce cost to net realisable value

Movements in the allowance to reduce cost to net realisable value account during the three-month period ended 31 March 2012 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2012	24,924	12,582
Add: Allowance increase during the period	4,530	4,530
Balance as at 31 March 2012	<u>29,454</u>	<u>17,112</u>

5. Investments in subsidiaries

Company's name	(Unit: Thousand Baht)	
	Separate financial statements	
	Carrying amount based on cost method	
	31 March 2012	31 December 2011
		(Audited)
Job Job Co., Ltd.	25	25
Post-IM Plus Co., Ltd.	2	2
(Another 51% owned by Post International Media Co., Ltd.)		
Post International Media Co., Ltd.	100,890	100,890
Post News Co., Ltd.	5,100	5,100
Total	<u>106,017</u>	<u>106,017</u>

(Unaudited but reviewed)

6. Investment in associate

(Unit: Thousand Baht)

Company's name	Cost - net		Carrying amount based on equity method - net	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
		(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	-	-	-	-

7. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2012 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2012	933,803	923,100
Acquisitions during period - at cost	6,382	5,520
Depreciation for period	(30,235)	(29,183)
Net book value as at 31 March 2012	909,950	899,437

8. Computer software

Movements of the computer software account during the three-month period ended 31 March 2012 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2012	106,190	104,132
Acquisitions during period - at cost	4,206	3,947
Amortisation for the period	(4,615)	(4,474)
Reversal of allowance for impairment	278	278
Net book value as at 31 March 2012	106,059	103,883

(Unaudited but reviewed)

9. Deferred tax assets/Income tax

Income tax expense (income) for the three-month periods ended 31 March 2012 and 2011 consists of the following:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Current income tax:				
Current income tax charge	3,770	3,760	-	-
Total current income tax	<u>3,770</u>	<u>3,760</u>	<u>-</u>	<u>-</u>
Deferred tax:				
Relating to origination and reversal of temporary differences	(1,488)	101	(1,518)	669
Utilisation (record) of tax loss carried forward during the period	<u>(693)</u>	<u>3,878</u>	<u>(693)</u>	<u>3,762</u>
Total deferred tax	<u>(2,181)</u>	<u>3,979</u>	<u>(2,211)</u>	<u>4,431</u>
Income tax expense (income) reported in the statement of comprehensive income	<u>1,589</u>	<u>7,739</u>	<u>(2,211)</u>	<u>4,431</u>

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

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

	Interest rate (percent per annum)	(Unit: Thousand Baht)			
		Consolidated financial		Separate	
		statements		financial statements	
		31 March 2012	31 December 2011	31 March 2012	31 December 2011
Bank overdrafts	MOR	3,604	2,582	3,604	2,582
Short-term loans from financial institutions	MMR	<u>133,000</u>	<u>48,000</u>	<u>123,000</u>	<u>28,000</u>
Total		<u>136,604</u>	<u>50,582</u>	<u>126,604</u>	<u>30,582</u>

The short-term loans from financial institution of the subsidiary are guaranteed by the Company and the non-controlling interest shareholders of the subsidiary.

(Unaudited but reviewed)

11. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
		(Audited)		(Audited)
Trade payables - related parties	4,687	3,103	26,525	17,207
Trade payables - unrelated parties	125,865	158,950	82,286	112,838
Amount due to related parties	12	5	1,996	1,857
Accrued expenses	95,310	78,848	89,934	71,048
Other payables	57,936	59,731	53,909	53,969
Total trade and other payables	<u>283,810</u>	<u>300,637</u>	<u>254,650</u>	<u>256,919</u>

12. Long-term loans

Movements in the long-term loans account during the three-month period ended 31 March 2012 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements / Separate financial statements
Balance as at 1 January 2012	472,500
Less: Repayment	<u>(32,500)</u>
Balance as at 31 March 2012	440,000
Less: Current portion	<u>(115,000)</u>
Long-term loans - net of current portion	<u>325,000</u>

The long-term loan agreements contain certain covenant pertaining to the maintenance of financial ratio.

13. Long-term loan from non-controlling interests of subsidiary

As at 31 March 2012 and 31 December 2011, a subsidiary had a short-term Baht loan from its non-controlling interests shareholders of subsidiary, which carries interest at the rates with reference to Minimum Loan Rate a commercial bank charges to its prime customers, and repayable on demand. However, the non-controlling interests shareholders of subsidiary confirmed not to call for repayment of this loan within the next twelve months. The subsidiary therefore classified the loan as a long-term loan.

14. Sales and services income

Sales and services income for the three-month period ended 31 March 2012 included the revenues from sales of goods and advertising arising from exchanges of dissimilar goods or services with other companies totaling approximately Baht 12 million (Separate financial statements: Baht 23 million) (2011: Baht 13 million (Separate financial statements: Baht 12 million)).

15. Earnings per share

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

16. Segment information

The Company and its subsidiaries' significant business operations involve the publishing and distribution of newspapers, magazines and books, and production of television programming. The business operations are carried on only in Thailand. However, during the periods, the Company and its subsidiaries did not have significant business transactions relating to the segment of television programming. Therefore, there are no presentation of financial information by segment pertain to the aforementioned industry segment and geographic area.

17. Commitments and contingent liabilities**17.1 Capital and long-term service commitments**

As at 31 March 2012 and 31 December 2011, the Company had commitments relating to the acquisition of equipment and the developing and maintaining of computer systems as follows:

	(Unit: Million Baht)	
	31 March 2012	31 December 2011
Payable within:		
1 year	43	30
2 to 5 years	42	54

17.2 Purchase newsprint commitment

As at 31 March 2012, the Company has outstanding commitment in respect of the purchase of newsprint amounting to USD 1.4 million or equivalent to Baht 44 million (As at 31 December 2011, the Company had no outstanding commitment in respect of purchase of newsprint).

The subsidiaries have outstanding commitments, payable within one year, in respect of the purchase of paper for magazine printing at the rate and quantities stipulated in the agreement.

17.3 Long-term service commitments

The subsidiaries and jointly controlled entity have entered into trademark agreements under which foreign companies granted their permission to use their trademarks. The subsidiaries and jointly controlled entity are obliged to pay the counterparties service fees, which are calculated in accordance with the conditions and at rates stipulated in the agreements. The agreements period can be summarised below.

<u>Agreement</u>	<u>Agreement period</u>
1	From 1 March 2007
2	7 years from 1 January 2008 and can be renewed for another 7 years under the stipulated conditions
3	From May 2009 to December 2014 and can be renewed for another 5 years under the stipulated conditions
4	From June 2011 to December 2015
5	10 years from 1 January 2012 and can be renewed for every other 10 years under the stipulated conditions

17.4 Guarantees

- (a) As at 31 March 2012, the Company has guaranteed a bank credit facility of a subsidiary amounting to Baht 10 million. (31 December 2011: Baht 10 million).
- (b) As at 31 March 2012, there are outstanding bank guarantees of approximately Baht 25 million (31 December 2011: Baht 20 million) issued in the normal course of business of the Company.

17.5 Litigation

The Company has been named a defendant in two labor suits arising in the ordinary course of its business. Although the final outcome of the suits cannot be determined at this stage, it is the management's opinion that the resolution of these matters will not have any material adverse effect on the Company's financial statements as a whole.

17.6 Significant agreement

A government agency selected the Company as a co-producer of daily television news programming. The Company agreed to compensate the government agency in terms of cash, and through provision of equipment, news production staff and advertising service, in accordance with the conditions and amounts specified in the agreement. The contract is expiring in April 2013.

18. Event after the reporting period

The 2011 Annual General Meeting of the shareholders held on 25 April 2012 approved the appropriation of a final dividend of Baht 0.1 per share, a total of Baht 50 million. The dividend will be recorded in the second quarter of 2012.

19. Approval of interim financial statements

These interim financial statements were approved for issue by the Company's authorised directors on 4 May 2012.