

The Post Publishing Public Company Limited  
and its subsidiaries  
Review report and interim financial statements  
For the three-month period ended  
31 March 2016

## **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 2016, 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 The Post Publishing 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*.

Saifon Inkaew

Certified Public Accountant (Thailand) No. 4434

EY Office Limited

Bangkok: 9 May 2016

The Post Publishing Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2016

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2016</u>	<u>31 December 2015</u>	<u>31 March 2016</u>	<u>31 December 2015</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		123,619	79,303	49,130	14,860
Trade and other receivables	3	607,011	756,564	437,271	561,914
Inventories	4	72,489	82,913	69,059	77,125
Short-term loans to related parties	2	-	-	174,257	179,257
Corporate income tax deducted at source		82,531	66,467	61,827	53,424
Other current assets		52,869	69,724	25,859	32,220
<b>Total current assets</b>		<u>938,519</u>	<u>1,054,971</u>	<u>817,403</u>	<u>918,800</u>
<b>Non-current assets</b>					
Restricted bank deposits		10,233	10,233	-	-
Investments in subsidiaries	5	-	-	279,582	279,582
Investment in joint ventures	6	26,953	32,919	-	-
Investments in associate	7	-	-	-	-
Other long-term investment	8	-	-	-	-
Unallocated cost from business acquisition		132,241	132,241	-	-
Property, plant and equipment	9	1,555,025	1,589,667	1,477,275	1,504,895
Goodwill		53,769	53,769	-	-
Other intangible assets - computer software	10	121,315	128,109	93,399	98,781
Deferred tax assets	11	80,011	64,993	68,287	53,321
Other non-current assets		7,229	7,680	1,372	1,098
<b>Total non-current assets</b>		<u>1,986,776</u>	<u>2,019,611</u>	<u>1,919,915</u>	<u>1,937,677</u>
<b>Total assets</b>		<u><u>2,925,295</u></u>	<u><u>3,074,582</u></u>	<u><u>2,737,318</u></u>	<u><u>2,856,477</u></u>

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

The Post Publishing Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2016

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2016</u>	<u>31 December 2015</u>	<u>31 March 2016</u>	<u>31 December 2015</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans from					
financial institutions	12	836,275	871,817	835,000	867,000
Trade and other payables	13	342,925	311,447	275,703	262,315
Short-term loans from non-controlling interests					
of the subsidiary	14	5,880	5,880	-	-
Current portion of long-term loans	15	73,083	191,666	73,083	191,666
Current portion of liabilities under					
hire purchase agreements		30	75	-	-
Current portion of liabilities under					
finance lease agreements		2,617	3,425	2,617	3,425
Income tax payable		2,230	2,020	-	-
Unearned subscription fee		66,374	72,237	55,447	58,814
Other current liabilities		77,214	93,945	55,125	67,464
<b>Total current liabilities</b>		<u>1,406,628</u>	<u>1,552,512</u>	<u>1,296,975</u>	<u>1,450,684</u>
<b>Non-current liabilities</b>					
Long-term loans, net of current portion	15	396,250	302,667	396,250	302,667
Deferred tax liabilities		144,345	144,345	144,345	144,345
Provision for long-term employee benefits		92,100	90,096	84,348	82,842
<b>Total non-current liabilities</b>		<u>632,695</u>	<u>537,108</u>	<u>624,943</u>	<u>529,854</u>
<b>Total liabilities</b>		<u>2,039,323</u>	<u>2,089,620</u>	<u>1,921,918</u>	<u>1,980,538</u>

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

The Post Publishing Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2016

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>31 March 2016</u>	<u>31 December 2015</u>	<u>31 March 2016</u>	<u>31 December 2015</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>				
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	(292,661)	(194,936)	(312,479)	(251,940)
Other components of shareholders' equity	<u>577,379</u>	<u>577,379</u>	<u>577,379</u>	<u>577,379</u>
Equity attributable to owners of the Company	835,218	932,943	815,400	875,939
Non-controlling interests of the subsidiary	<u>50,754</u>	<u>52,019</u>	-	-
<b>Total shareholders' equity</b>	<u>885,972</u>	<u>984,962</u>	<u>815,400</u>	<u>875,939</u>
<b>Total liabilities and shareholders' equity</b>	<u>2,925,295</u>	<u>3,074,582</u>	<u>2,737,318</u>	<u>2,856,477</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 period ended 31 March 2016**

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

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Sales and services income	16	454,178	518,521	336,859	432,014
Costs of sales and services		<u>(414,390)</u>	<u>(415,090)</u>	<u>(301,277)</u>	<u>(327,553)</u>
<b>Gross profit</b>		39,788	103,431	35,582	104,461
Selling expenses		(70,384)	(81,333)	(51,514)	(62,178)
Administrative expenses		(74,527)	(91,756)	(59,048)	(65,117)
Allowance for diminution in value of loans to subsidiaries		-	-	-	(65,900)
Loss on impairment of equipment		<u>-</u>	<u>(30,729)</u>	<u>-</u>	<u>-</u>
<b>Loss from sales and rendering of services</b>		(105,123)	(100,387)	(74,980)	(88,734)
Share of profit from investments in joint venture		1,134	2,892	-	-
Other income		<u>5,976</u>	<u>9,396</u>	<u>15,148</u>	<u>15,802</u>
<b>Loss before finance cost and income tax expenses</b>		(98,013)	(88,099)	(59,832)	(72,932)
Finance cost		<u>(15,785)</u>	<u>(9,148)</u>	<u>(15,673)</u>	<u>(9,046)</u>
<b>Loss before income tax expenses</b>		(113,798)	(97,247)	(75,505)	(81,978)
Income tax income (expenses)	11	<u>14,808</u>	<u>3,436</u>	<u>14,966</u>	<u>3,279</u>
<b>Loss for the period</b>		<u>(98,990)</u>	<u>(93,811)</u>	<u>(60,539)</u>	<u>(78,699)</u>
<b>Other comprehensive income</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>(98,990)</u>	<u>(93,811)</u>	<u>(60,539)</u>	<u>(78,699)</u>
<b>Profit attributable to:</b>					
Equity holders of the Company		(97,725)	(93,700)	<u>(60,539)</u>	<u>(78,699)</u>
Non-controlling interests of the subsidiary		<u>(1,265)</u>	<u>(111)</u>		
		<u>(98,990)</u>	<u>(93,811)</u>		
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		(97,725)	(93,700)	<u>(60,539)</u>	<u>(78,699)</u>
Non-controlling interests of the subsidiary		<u>(1,265)</u>	<u>(111)</u>		
		<u>(98,990)</u>	<u>(93,811)</u>		
<b>Loss per share</b>					
17					
Basic loss per share					
Loss attributable to equity holders of the Company		<u>(0.20)</u>	<u>(0.19)</u>	<u>(0.12)</u>	<u>(0.16)</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 period ended 31 March 2016**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<b>Cash flows from operating activities</b>				
Loss before tax	(113,798)	(97,247)	(75,505)	(81,978)
Adjustments to reconcile loss before tax to net cash provided by (paid from) operating activities:				
Allowance for doubtful debts	6,370	2,489	6,131	890
Reversal of allowance for sales returns	(5,134)	(406)	(5,134)	(406)
Allowance to reduce cost to net realisable value	3,639	3,979	3,639	3,979
Allowance for diminution in value of loans to subsidiaries	-	-	-	65,900
Depreciation and amortisation	42,210	41,514	33,401	33,265
Gain on disposal of equipment	(6)	(541)	(6)	(541)
Loss on impairment of equipment	-	30,729	-	-
Share of profit from investments in joint venture	(1,134)	(2,892)	-	-
Provision for long-term employee benefits	2,004	1,826	1,506	1,654
Interest expenses	15,785	9,148	15,673	9,046
Profit (loss) from operating activities				
before changes in operating assets and liabilities	(50,064)	(11,401)	(20,295)	31,809
Decrease (increase) in operating assets				
Trade and other receivables	148,317	79,587	123,646	64,135
Inventories	6,785	2,396	4,427	4,399
Other current assets	9,295	(8,685)	6,361	(4,819)
Other non-current assets	451	1,936	(274)	578
Increase (decrease) in operating liabilities				
Trade and other payables	31,984	(576)	13,424	(1,682)
Other current liabilities	(22,594)	(14,568)	(15,706)	(7,644)
Cash flows from operating activities	124,174	48,689	111,583	86,776
Cash paid for interest expenses	(15,767)	(11,785)	(15,664)	(8,405)
Cash paid for corporate income tax	(8,504)	(10,484)	(8,403)	(7,856)
<b>Net cash flows from operating activities</b>	<u>99,903</u>	<u>26,420</u>	<u>87,516</u>	<u>70,515</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 period ended 31 March 2016**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<b>Cash flows from investing activities</b>				
Decrease (increase) in short-term loans to related parties	-	-	5,000	(80,000)
Dividend received from joint venture	5,100	-	-	-
Cash receipt from investments in joint venture	2,000	-	-	-
Proceeds from sales of equipment	6	543	6	543
Cash paid for purchase of equipment	(1,130)	(30,736)	(291)	(15,374)
Cash paid for purchase of computer software	(116)	(2,418)	(107)	(1,131)
<b>Net cash flows from (used) in investing activities</b>	<b>5,860</b>	<b>(32,611)</b>	<b>4,608</b>	<b>(95,962)</b>
<b>Cash flows from financing activities</b>				
Increase (decrease) in bank overdrafts and short-term loans				
from financial institutions	(35,542)	20,000	(32,000)	20,000
Repayment of long-term loan from bank	(25,000)	(25,000)	(25,000)	(25,000)
Repayment of liabilities under hire purchase agreements	(51)	-	-	-
Repayment of liabilities under finance lease agreements	(854)	(1,212)	(854)	(1,212)
<b>Net cash flows used in financing activities</b>	<b>(61,447)</b>	<b>(6,212)</b>	<b>(57,854)</b>	<b>(6,212)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>44,316</b>	<b>(12,403)</b>	<b>34,270</b>	<b>(31,659)</b>
Cash and cash equivalents at beginning of period	79,303	89,049	14,860	60,525
<b>Cash and cash equivalents at end of period</b>	<b>123,619</b>	<b>76,646</b>	<b>49,130</b>	<b>28,866</b>
	-		-	
<b>Supplemental cash flows information</b>				
Non-cash item:				
Purchase of equipment for which cash has not been paid	1	11,382	1	7,979

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 period ended 31 March 2016

(Unit: Thousand Baht)

Consolidated financial statements								
Equity attributable to the owners of the Company								
			Other components of equity					
			Other comprehensive	Total other	Total	Equity		
Ordinary shares -	Retained earnings		income	components of	equity attributable	attributable to		
issued and	Appropriated -		Surplus on	shareholders'	to the owners	non-controlling interests	Total	
fully paid	statutory reserve	Unappropriated	land	equity	of the Company	of the subsidiaries	shareholders' equity	
<b>Balance as at 31 December 2014</b>	500,000	50,500	56,825	-	-	607,325	(3,072)	604,253
Total comprehensive income for the period	-	-	(93,700)	-	-	(93,700)	(111)	(93,811)
<b>Balance as at 31 March 2015</b>	<u>500,000</u>	<u>50,500</u>	<u>(36,875)</u>	<u>-</u>	<u>-</u>	<u>513,625</u>	<u>(3,183)</u>	<u>510,442</u>
<b>Balance as at 31 December 2015</b>	500,000	50,500	(194,936)	577,379	577,379	932,943	52,019	984,962
Total comprehensive income for the period	-	-	(97,725)	-	-	(97,725)	(1,265)	(98,990)
<b>Balance as at 31 March 2016</b>	<u>500,000</u>	<u>50,500</u>	<u>(292,661)</u>	<u>577,379</u>	<u>577,379</u>	<u>835,218</u>	<u>50,754</u>	<u>885,972</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 period ended 31 March 2016

(Unit: Thousand Baht)

	Separate financial statements					Total shareholders' equity
	Ordinary shares - issued and fully paid	Retained earnings Appropriated - statutory reserve	Unappropriated	Other components of equity Other comprehensive income Surplus on revaluation of land	Total other components of shareholders' equity	
<b>Balance as at 31 December 2014</b>	500,000	50,500	1,703	-	-	552,203
Total comprehensive income for the period	-	-	(78,699)	-	-	(78,699)
<b>Balance as at 31 March 2015</b>	<u>500,000</u>	<u>50,500</u>	<u>(76,996)</u>	<u>-</u>	<u>-</u>	<u>473,504</u>
<b>Balance as at 31 December 2015</b>	500,000	50,500	(251,940)	577,379	577,379	875,939
Total comprehensive income for the period	-	-	(60,539)	-	-	(60,539)
<b>Balance as at 31 March 2016</b>	<u>500,000</u>	<u>50,500</u>	<u>(312,479)</u>	<u>577,379</u>	<u>577,379</u>	<u>815,400</u>
	-	-	-	-	-	-

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 2016**

**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 2015) *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.

As at 31 March 2016, the Company has its current liabilities in excess of current assets. This condition has thus raised doubt about the Company's ability to continue as a going concern. However, the Company's management believed that financial institutions will continuously provide loan facilities to the Company since the Company has always paid interests and principals according to repayment schedules and has never defaulted on debts repayment. Therefore, the financial statements have been prepared under the going concern basis.

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 interim financial statements include the financial statements of The Post Publishing Public Company Limited and its subsidiaries and are prepared on the same basis as the consolidated financial statements for the year ended 31 December 2015, with no structural changes related to subsidiaries occurring during the current period.

### **1.4 New financial reporting standards**

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2016. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

### **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 2015.

## 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 periods ended 31 March				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	2016	2015	2016	2015	
<b>Transactions with subsidiaries</b>					
(eliminated from the consolidated financial statements)					
Purchase of goods	-	-	8	11	Market price
Rental income	-	-	6	7	Market price
Interest Income	-	-	5	3	5% per annum
Rental of television air time	-	-	-	1	Market price
Service expenses of television production	-	-	4	-	Contract price
<b>Transactions with joint venture</b>					
Purchase of goods	2	3	2	3	Market price
Management income	2	1	-	-	Contract price

The balances of the accounts as at as at 31 March 2016 and 31 December 2015 between the Company and those related parties are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
		(Audited)		(Audited)
<b><u>Trade and other receivables - related parties (Note 3)</u></b>				
Subsidiaries	-	-	9,168	9,538
Joint venture	2,096	837	95	74
Less: Allowance for doubtful accounts	-	-	(533)	(533)
<b>Total trade and other receivables - related parties</b>	<b>2,096</b>	<b>837</b>	<b>8,730</b>	<b>9,079</b>
<b><u>Trade and other payables - related parties (Note 13)</u></b>				
Subsidiaries	-	-	18,518	21,842
Joint venture	5,090	4,219	4,752	4,056
Subsidiary's directors	26,200	26,200	26,200	26,200
<b>Total trade and other payables - related parties</b>	<b>31,290</b>	<b>30,419</b>	<b>49,470</b>	<b>52,098</b>

(Unaudited but reviewed)

Short-term loans to related parties

As at 31 March 2016 and 31 December 2015, the balance of loans between the Company and those related parties and the movement are as follows:

(Unit: Thousand Baht)

Loans to	Related by	Separate financial statements		
		Balance as at 1 January 2016	Increase (decrease) during the the period	Balance as at 31 March 2016
Post International Media Co., Ltd.	Subsidiary	92,000	(15,000)	77,000
Post News Co., Ltd.	Subsidiary	6,120	-	6,120
Post TV Co., Ltd.	Subsidiary	337,000	10,000	347,000
		435,120	(5,000)	430,120
Less: Allowance for doubtful accounts		(255,863)	-	(255,863)
Total		179,257	(5,000)	174,257

Management's remunerations

During the three-month periods ended 31 March 2016 and 2015, the Company and its subsidiaries had employee benefits payable to their directors and management recognised as expenses as below.

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Short-term employee benefits	18	22	11	14
Post-employment benefits	-	-	-	-
Total	18	22	11	14

(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
	2016	2015	2016	2015
		(Audited)		(Audited)
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	-	60	147	107
Past due				
Up to 3 months	59	-	103	111
Total trade receivables - related parties	59	60	250	218
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	276,592	247,886	161,398	159,093
Past due				
Up to 3 months	226,320	384,590	182,346	287,115
3 - 6 months	65,462	77,788	53,162	62,878
6 - 12 months	36,227	52,268	30,062	47,355
Over 12 months	36,102	29,661	24,102	18,768
Total	640,703	792,193	451,070	575,209
Less : Allowance for doubtful debts	(29,913)	(25,457)	(16,654)	(11,365)
Allowance for sales returns	(5,875)	(11,009)	(5,875)	(11,009)
Total trade receivables - unrelated parties, net	604,915	755,727	428,541	552,835
Total trade receivables - net	604,974	755,787	428,791	553,053
<u>Other receivables</u>				
Amounts due from related parties	2,037	777	9,013	9,394
Less : Allowance for doubtful debts	-	-	(533)	(533)
Total other receivables - net	2,037	777	8,480	8,861
Trade and other receivables - net	607,011	756,564	437,271	561,914

(Unaudited but reviewed)

#### 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 2016 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
<b>Balance as at 1 January 2016</b>	41,021	28,575
Less: Reversal of reduce cost to net realisable value of inventory account	3,639	3,639
<b>Balance as at 31 March 2016</b>	<u>44,660</u>	<u>32,214</u>

#### 5. Investments in subsidiaries

(Unit: Thousand Baht)

Company's name	Separate financial statements	
	Carrying amount based on cost method	
	31 March 2016	31 December 2015
		(Audited)
Post-IM Plus Company Limited	2	2
Post International Media Company Limited	100,890	100,890
Post News Company Limited	5,100	5,100
Mushroom Television 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	(30,100)	(30,100)
Investments in subsidiaries - net	<u>279,582</u>	<u>279,582</u>

#### 6. Investment in joint venture

(Unit: Thousand Baht)

Joint venture	Consolidated financial statements			
	Cost		Carrying amount based on equity method	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
		(Audited)		(Audited)
Post-ACP Co., Ltd.	11,500	11,500	26,602	30,568
Joint venture Kantana and Mushroom	500	2,500	351	2,351
	<u>12,000</u>	<u>14,000</u>	<u>26,953</u>	<u>32,919</u>



(Unaudited but reviewed)

During the current quarter, Mushroom Television Company Limited received repayment from investments in Joint venture Kantana and Mushroom of Baht 2 million.

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 2016 and 2015 as follows:

Joint venture	Consolidated financial statements				(Unit: Thousand Baht) Separate financial statements	
	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	
	2016	2015	2016	2015	2016	2015
Post-ACP Co., Ltd	1,134	2,892	-	-	5,100	-
Joint venture Kantana and Mushroom	-	-	-	-	-	-
	<u>1,134</u>	<u>2,892</u>	<u>-</u>	<u>-</u>	<u>5,100</u>	<u>-</u>

## 7. Investment in associate

Company's name	(Unit: Thousand Baht) Carrying amount based on equity method - net			
	Cost - net		equity method - net	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
		(Audited)		(Audited)
Flash News Co., Ltd.	10,000	10,000	2,704	2,704
Less: Allowance for loss from investment	<u>(10,000)</u>	<u>(10,000)</u>	<u>(2,704)</u>	<u>(2,704)</u>
Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

## 8. Long-term investment

	(Unit: Thousand Baht) Cost			
	Paid up Capital	Equity interest Percent	31 March 2015	31 December 2014
				(Audited)
Singapore Press Holdings Limited	27,393,300	-	16	16
Less: Allowance for loss from investments			<u>(16)</u>	<u>(16)</u>
			<u>-</u>	<u>-</u>

**9. Property, plant and equipment**

Movements of the property, plant and equipment account during the three-month period ended 31 March 2016 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
<b>Net book value as at 1 January 2016</b>	1,589,667	1,504,895
Acquisitions during period - at cost	658	292
Depreciation for the period	<u>(35,300)</u>	<u>(27,912)</u>
<b>Net book value as at 31 March 2016</b>	<u><u>1,555,025</u></u>	<u><u>1,477,275</u></u>

**10. Computer software**

Movements of the computer software account during the three-month period ended 31 March 2016 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
<b>Net book value as at 1 January 2016</b>	128,109	98,781
Acquisitions during period - at cost	116	107
Amortisation for the period	<u>(6,910)</u>	<u>(5,489)</u>
<b>Net book value as at 31 March 2016</b>	<u><u>121,315</u></u>	<u><u>93,399</u></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 period ended 31 March 2016 and 2015 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<b>Current income tax:</b>				
Interim corporate income tax charge	210	-	-	-
<b>Deferred tax:</b>				
Relating to origination of temporary differences				
during the period	<u>(15,018)</u>	<u>(3,436)</u>	<u>(14,966)</u>	<u>(3,279)</u>
<b>Income tax income (expenses) reported in the statements of comprehensive income</b>	<u><u>(14,808)</u></u>	<u><u>(3,436)</u></u>	<u><u>(14,966)</u></u>	<u><u>(3,279)</u></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 2016	31 December 2015	31 March 2016
Bank overdrafts	MOR	1,275	4,817	-	-
Short-term loans from financial institutions	MMR	<u>835,000</u>	<u>867,000</u>	<u>835,000</u>	<u>867,000</u>
Total		<u><u>836,275</u></u>	<u><u>871,817</u></u>	<u><u>835,000</u></u>	<u><u>867,000</u></u>

(Unaudited but reviewed)

### 13. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
		(Audited)		(Audited)
Trade payables - related parties	4,802	4,106	21,806	24,487
Trade payables - unrelated parties	160,036	148,045	102,568	100,799
Amount due to related parties	26,488	26,313	27,664	27,611
Accrued expenses	110,154	95,005	83,911	73,537
Other payables	41,445	37,978	39,754	35,881
Total trade and other payables	<u>342,925</u>	<u>311,447</u>	<u>275,703</u>	<u>262,315</u>

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

As at 31 March 2016, a subsidiary had a 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 2016 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements/ Separate financial statements
Balance as at 1 January 2016	494,333
Less: Repayment	(25,000)
Balance as at 31 March 2016	469,333
Less: Current portion	(73,083)
Long-term loans - net of current portion	<u>396,250</u>

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

During the current quarter, the Company agreed amendments to loan agreements with a financial institution which grants a one-year extension of the loan repayment schedule for the loans with outstanding balance as at 31 December 2015 of Baht 283 million.

**16. Sales and services income**

Sales and services income for the three-month period ended 31 March 2016 included the revenues from sales of goods and advertising arising from exchanges of dissimilar goods or services with other companies totaling approximately Baht 3 million (Separate financial statements: Baht 2 million) (31 March 2015: Baht 11 million (Separate financial statements: Baht 8 million)).

**17. 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.

**18. 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 table present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month ended 31 March 2016 and 2015, respectively.

(Unit: Thousand Baht)

	Publishing and advertising segment	Production of television programs segment	Others segments	Total Segments	Adjustments and eliminations	Consolidated
<b>For the three-month periods ended 31 March 2016</b>						
<b>Revenue</b>						
External customers	366,978	56,598	30,602	454,178	-	454,178
Inter-segment	7,885	3,617	168	11,670	(11,670)	-
<b>Segment loss</b>	<b>(2,955)</b>	<b>(11,641)</b>	<b>(15,474)</b>	<b>(30,070)</b>	<b>(526)</b>	<b>(30,596)</b>

(Unit: Thousand Baht)

	Publishing and advertising segment	Production of television programs segment	Others segments	Total Segments	Adjustments and eliminations	Consolidated
<b>For the three-month periods ended 31 March 2015</b>						
<b>Revenue</b>						
External customers	471,789	13,586	33,146	518,521	-	518,521
Inter-segment	8,535	1,126	13,537	23,198	(23,198)	-
<b>Segment profit (loss)</b>	<b>51,057</b>	<b>(26,880)</b>	<b>(3,521)</b>	<b>20,656</b>	<b>1,442</b>	<b>22,098</b>

**19. Commitments and contingent liabilities****19.1 Capital and long-term service commitments**

As at 31 March 2016 and 31 December 2015, the Company and its subsidiaries had commitments relating to the acquisition of equipment and the developing and maintaining of computer systems as follows:

	(Unit: Million Baht)	
	<u>31 March 2016</u>	<u>31 December 2015</u>
Payable:		
In up to 1 year	93	97
In over 1 and up to 5 years	253	288
In over 5 years	154	164

**19.2 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.

**19.3 Guarantees**

As at 31 March 2016, there are outstanding bank guarantees of approximately Baht 10 million (31 December 2015: Baht 10 million) issued in the normal course of business of the Company and subsidiary.

**20. Approval of interim financial statements**

These interim financial statements were approved for issue by the Company's authorised directors on 9 May 2016.